Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation

Note The foundation may be able to use a copy of this return to satisfy state reporting requirements.

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , and ending

G Check all that apply: [ ] Initial return [ ] Initial return of a former public charity [ ] Final return
[ ] Amended return [ ] Address change [ ] Name change

Name of foundation: SUNDET FOUNDATION

A Employer identification number: 41-1378654

Number and street (or P O box number if mail is not delivered to street address): 7556 WASHINGTON AVENUE SOUTH — Room/suite:

B Telephone number: (952)941-0242

City or town, state, and ZIP code: EDEN PRAIRIE, MN 55344

C If exemption application is pending, check here [ ]

D 1 Foreign organizations, check here [ ]
2 Foreign organizations meeting the 85% test, check here and attach computation [ ]

H Check type of organization: [X] Section 501(c)(3) exempt private foundation
[ ] Section 4947(a)(1) nonexempt charitable trust [ ] Other taxable private foundation

E If private foundation status was terminated under section 507(b)(1)(A), check here [ ]

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶$ 10,313,289.

J Accounting method: [X] Cash [ ] Accrual [ ] Other (specify) *(Part I, column (d) must be on cash basis.)*

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here [ ]

Part I **Analysis of Revenue and Expenses** (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))

	Line	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received	121,066.		N/A	
	2 Check ▶ [ ] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	187,096.	187,096.		STATEMENT 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	<47,711.>			
	b Gross sales price for all assets on line 6a 488,208.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income				
	12 **Total** Add lines 1 through 11	260,451.	187,096.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees STMT 2	4,735.	0.		4,735.
	c Other professional fees				
	17 Interest				
	18 Taxes STMT 3	1,929.	1,904.		25.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 4	22,098.	22,098.		0.
	24 **Total operating and administrative expenses** Add lines 13 through 23	28,762.	24,002.		4,760.
	25 Contributions, gifts, grants paid	621,614.			621,614.
	26 **Total expenses and disbursements** Add lines 24 and 25	650,376.	24,002.		626,374.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	<389,925.>			
	b **Net investment income** (if negative, enter -0-)		163,094.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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06560505 781033 05649 2010.03050 SUNDET FOUNDATION 05649__1

P 1a

Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	388,350.	642.	642.
	2 Savings and temporary cash investments			
	3 Accounts receivable ▶			
	Less. allowance for doubtful accounts ▶			
	4 Pledges receivable ▶ 3,507.			
	Less: allowance for doubtful accounts ▶	4,513.	3,507.	3,507.
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock			
	c Investments - corporate bonds STMT 5	1,853,320.	1,592,637.	1,630,922.
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 6	8,444,064.	8,703,536.	8,678,218.
	14 Land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers)	10,690,247.	10,300,322.	10,313,289.
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	10,690,247.	10,300,322.	
	30 **Total net assets or fund balances**	10,690,247.	10,300,322.	
	31 **Total liabilities and net assets/fund balances**	10,690,247.	10,300,322.	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	10,690,247.
2 Enter amount from Part I, line 27a	2	<389,925.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	10,300,322.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	10,300,322.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a	RBC - SHORT TERM - SEE ATTACHED	P	VARIOUS	VARIOUS
b	RBC - LONG TERM - SEE ATTACHED	P	VARIOUS	VARIOUS
c	LITIGATION SETTLEMENT	P	VARIOUS	VARIOUS
d	CAPITAL GAINS DIVIDENDS			
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	19,465.		19,513.	<48.>
b	445,147.		516,406.	<71,259.>
c	22,886.			22,886.
d	710.			710.
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a				<48.>
b				<71,259.>
c				22,886.
d				710.
e				

2 Capital gain net income or (net capital loss)	If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7	2	<47,711.>
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8		3	N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2009	597,963.	8,737,696.	.068435
2008	744,981.	10,340,135.	.072048
2007	697,520.	12,501,583.	.055795
2006	649,601.	11,586,327.	.056066
2005	635,100.	11,140,000.	.057011

2 **Total** of line 1, column (d)	2	.309355
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.061871
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	9,696,851.
5 Multiply line 4 by line 3	5	599,954.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,631.
7 Add lines 5 and 6	7	601,585.
8 Enter qualifying distributions from Part XII, line 4	8	626,374.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ [ ] and enter "N/A" on line 1. Date of ruling or determination letter: ________ (attach copy of letter if necessary-see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b		1	1,631.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).			
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3	Add lines 1 and 2		3	1,631.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5	**Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-		5	1,631.
6	Credits/Payments:			
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a 912.		
b	Exempt foreign organizations - tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c		
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d		7	912.
8	Enter any **penalty** for underpayment of estimated tax. Check here [ ] if Form 2220 is attached		8	13.
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	732.
10	**Overpayment** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	
11	Enter the amount of line 10 to be: **Credited to 2011 estimated tax** ▶	**Refunded** ▶	11	

Part VII-A Statements Regarding Activities

		Line	Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?	1b		X
	If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ $ 0. (2) On foundation managers. ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ MN			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2010 or the taxable year beginning in 2010 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

Form **990-PF** (2010)

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Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ LELAND SUNDET Telephone no. ▶952-941-0242

Located at ▶7556 WASHINGTON AVE, MINNEAPOLIS, MN ZIP+4 ▶55344

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

			Yes	No
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
1a	During the year did the foundation (either directly or indirectly):			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception**. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) ☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)? N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?	1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):			
a	At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? ☐ Yes ☒ No			
	If "Yes," list the years ▶ ______, ______, ______, ______			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.) N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ______, ______, ______, ______			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2010 as a result of (**1**) any purchase by the foundation or disqualified persons after May 26, 1969; (**2**) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (**3**) the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010.)* N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)? N/A **5b**

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53 4945-5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** No: X

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? N/A **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
LELAND N. SUNDET 2351 GULF SHORE BLVD NAPLES, FL 33940	PRESIDENT/DIRECTOR 5.00	0.	0.	0.
LOUISE C. SUNDET 2351 GULF SHORE BLVD NAPLES, FL 33940	VICE PRES/SECRETARY 5.00	0.	0.	0.
CAROL MEEKER 5924 TAMARAC AVE EDINA, MN 55436	VICE PRES/TREASURER 5.00	0.	0.	0.
JIM DUTSCHER DAIN RAUSCHER, 601 CARLSON PKWAY #190 MINNETONKA, MN 55305	DIRECTOR 5.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NOT APPLICABLE	0.00	0.	0.	0.

Total number of other employees paid over $50,000 ▶ 0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NOT APPLICABLE		0.
Total number of others receiving over $50,000 for professional services ▶		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 NONE	0.
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 NONE	0.
2	
All other program-related investments. See instructions 3	
Total. Add lines 1 through 3 ▶	0.

Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see instructions)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	9,608,626.
b	Average of monthly cash balances	1b	235,893.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	9,844,519.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e: 0.		
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	9,844,519.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	147,668.
5	**Net value of noncharitable-use assets** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	9,696,851.
6	**Minimum investment return** Enter 5% of line 5	6	484,843.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	484,843.
2a	Tax on investment income for 2010 from Part VI, line 5 — 2a: 1,631.		
b	Income tax for 2010. (This does not include the tax from Part VI.) — 2b:		
c	Add lines 2a and 2b	2c	1,631.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	483,212.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	483,212.
6	Deduction from distributable amount (see instructions)	6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	483,212.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	626,374.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	626,374.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	1,631.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	624,743.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				483,212.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			0.	
b Total for prior years: ____, ____, ____		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005 — 86,618.				
b From 2006 — 80,377.				
c From 2007 — 94,621.				
d From 2008 — 233,768.				
e From 2009 — 165,254.				
f **Total** of lines 3a through e	660,638.			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 626,374.				
a Applied to 2009, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2010 distributable amount				483,212.
e Remaining amount distributed out of corpus	143,162.			
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 **Enter the net total of each column as indicated below**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	803,800.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7	86,618.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a	717,182.			
10 Analysis of line 9:				
a Excess from 2006 — 80,377.				
b Excess from 2007 — 94,621.				
c Excess from 2008 — 233,768.				
d Excess from 2009 — 165,254.				
e Excess from 2010 — 143,162.				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2010	(b) 2009	(c) 2008	(d) 2007	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon: a "Assets" alternative test - enter: (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter: (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year-see the instructions.)

1 **Information Regarding Foundation Managers:**

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000). (See section 507(d)(2).)

SEE STATEMENT 7

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

NONE

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ [X] if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

a The name, address, and telephone number of the person to whom applications should be addressed:

b The form in which applications should be submitted and information and materials they should include:

c Any submission deadlines:

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors:

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
SEE ATTACHED STATEMENT				613,614.
SEE ATTACHED STATEMENT				8,000.
Total			▶ 3a	621,614.
b *Approved for future payment*				
SEE ATTACHED STATEMENT				964,000.
Total			▶ 3b	964,000.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	187,096.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	<47,711.>	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		139,385.	0.

13 Total Add line 12, columns (b), (d), and (e) 13 139,385.

(See worksheet in line 13 instructions to verify calculations.)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes).

Part XVII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations**

		Yes	No
1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a Transfers from the reporting foundation to a noncharitable exempt organization of:			
(1) Cash	1a(1)		X
(2) Other assets	1a(2)		X
b Other transactions:			
(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
(3) Rental of facilities, equipment, or other assets	1b(3)		X
(4) Reimbursement arrangements	1b(4)		X
(5) Loans or loan guarantees	1b(5)		X
(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
		N/A	

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true correct, and complete Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge

X K Sundet-Meeker X 5/9/11 Director, Vice President Treasurer

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
DANIEL BOECKERMANN	DANIEL BOECKERMAN	05/05/11		P00100782

Firm's name ▶ BOECKERMANN GRAFSTROM & MAYER, LLC — Firm's EIN ▶ 20-0472826

Firm's address ▶ 7900 XERXES AVENUE S., SUITE 1200 BLOOMINGTON, MN 55431-1139 — Phone no. (952) 844-2500

Schedule B (Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ **Attach to Form 990, 990-EZ, or 990-PF.**

OMB No 1545-0047

2010

Name of the organization	Employer identification number
SUNDET FOUNDATION	41-1378654

Organization type (check one):

Filers of:	Section:
Form 990 or 990-EZ	[ ] 501(c)( ) (enter number) organization
	[ ] 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	[ ] 527 political organization
Form 990-PF	[X] 501(c)(3) exempt private foundation
	[ ] 4947(a)(1) nonexempt charitable trust treated as a private foundation
	[ ] 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions

General Rule

[X] For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor Complete Parts I and II

Special Rules

[ ] For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1 Complete Parts I and II.

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of $5,000 or more during the year ▶ $ ____________

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990 EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization	Employer identification number
SUNDET FOUNDATION	41-1378654

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	MDSC 7556 WASHINGTON AVE. S EDEN PRAIRIE, MN 55344	$ 121,066.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Name of organization	Employer identification number
SUNDET FOUNDATION	41-1378654

Part II Noncash Property (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization	Employer identification number
SUNDET FOUNDATION	41-1378654

Part III **Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year.** Complete columns (a) through (e) and the following line entry For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc , contributions of **$1,000 or less** for the year (Enter this information once See instructions) ▶ $

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
DAIN RAUSCHER DIVIDENDS	96,013.	0.	96,013.
DAIN RAUSCHER INTEREST	78,922.	0.	78,922.
DAIN RAUSCHER INTEREST	12,871.	0.	12,871.
TOTAL TO FM 990-PF, PART I, LN 4	187,806.	0.	187,806.

FORM 990-PF ACCOUNTING FEES STATEMENT 2

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	4,735.	0.		4,735.
TO FORM 990-PF, PG 1, LN 16B	4,735.	0.		4,735.

FORM 990-PF TAXES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAXES	1,904.	1,904.		0.
MN INCOME TAX	25.	0.		25.
TO FORM 990-PF, PG 1, LN 18	1,929.	1,904.		25.

FORM 990-PF OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BANK & BROKER FEES	19,622.	19,622.		0.
INSURANCE EXPENSE	338.	338.		0.
MISCELLANEOUS	1,728.	1,728.		0.
OFFICE ADMINISTRATION EXPENSE	410.	410.		0.
TO FORM 990-PF, PG 1, LN 23	22,098.	22,098.		0.

FORM 990-PF	CORPORATE BONDS	STATEMENT 5

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
DAIN CORP BONDS	1,592,637.	1,630,922.
TOTAL TO FORM 990-PF, PART II, LINE 10C	1,592,637.	1,630,922.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT 6

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	COST	4,953,536.	5,211,342.
AIG LIFE ANNUITY	COST	2,250,000.	2,270,511.
EQUITABLE ANNUITY	COST	1,500,000.	1,196,365.
TOTAL TO FORM 990-PF, PART II, LINE 13		8,703,536.	8,678,218.

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT 7

NAME OF MANAGER

LELAND N. SUNDET
LOUISE C. SUNDET

Sundet Foundation
Transaction Detail By Account
January through December 2010

Type	Date	Num	Name	Paid Amount
5000 · DONATION EXPENSE				
Check	02/18/2010	6246	SPRING GROVE DOLLARS FOR SCHOLARS	300.00
Check	04/28/2010	6248	MOUNT OLIVET ROLLING ACRES	500.00
Check	05/18/2010	6252	BETHEL COLLEGE	10,000.00
Check	08/09/2010	6253	MOUNT CARMEL MINISTRIES	5,000.00
Check	09/13/2010	6254	RECLAIM RESOURCES	4,500.00
Check	09/15/2010	6255	HOUSTON COUNTY HISTORICAL SOCIETY	2,000.00
Check	09/16/2010	6256	VESTERHEIM NORWEGIAN-AMERICAN MU	25,000.00
Check	09/30/2010	6273	GIANTS OF THE EARTH HERITAGE CENTE	25,000.00
Check	09/30/2010	6274	URBAN HOMEWORKS	1,000.00
Check	11/04/2010	6276	VISION TRUST	1,260.00
Check	12/02/2010	6277	MINNESOTA PUBLIC RADIO	750.00
Check	12/02/2010	6278	WAYZATA COMMUNITY CHURCH	500.00
Check	12/02/2010	6279	BOYS & GIRLS CLUB OF THE TWIN CITIES	750.00
Check	12/02/2010	6280	U OF M EQUINE CENTER	10,000.00
Check	12/02/2010	6281	BETHEL COLLEGE	6,000.00
Check	12/02/2010	6282	WOODDALE CHURCH	3,000.00
Check	12/02/2010	6283	WOODDALE CHURCH	3,000.00
Check	12/02/2010	6284	CHRIST PRESBYTERIAN CHURCH	3,000.00
Check	12/02/2010	6285	CAN DO CANINES	2,000.00
Check	12/02/2010	6286	U OF M FOUNDATION	1,000.00
Check	12/02/2010	6287	MAYO CLINIC	2,000.00
Check	12/02/2010	6288	MN MEDICAL FDTN U OF M	0.00
Check	12/02/2010	6289	MN MEDICAL FDTN U OF M	1,000.00
Check	12/02/2010	6290	TREEHOUSE	1,000.00
Check	12/02/2010	6291	EDINA EDUCATION FUND	1,000.00
Check	12/02/2010	6292	MINNEHAHA ACADEMY	11,000.00
Check	12/02/2010	6293	MT OLIVET LUTHERAN CHURCH	1,000.00
Check	12/02/2010	6294	BOYS & GIRLS CLUB OF METRO DENVER	1,000.00
Check	12/02/2010	6295	EDINBROOK CHURCH	1,000.00
Check	12/02/2010	6296	KTIS RADIO	100.00
Check	12/02/2010	6297	CHRIST PRESBYTERIAN CHURCH	200.00
Check	12/02/2010	6298	MOUNT OLIVET LUTHERAN CHURCH	25.00
Check	12/02/2010	6299	MINNEHAHA ACADEMY	25.00
Check	12/02/2010	6300	MOUNT OLIVET LUTHERAN CHURCH	25.00
Check	12/02/2010	6301	MINNEHAHA ACADEMY	25.00
Check	12/13/2010	6302	ABBOTT NORTHWESTERN HOSPITAL FND	200.00
Check	12/13/2010	6303	ALPHA GAMMA RHO EDUCATION FOUNDA	200.00
Check	12/13/2010	6304	ALPHA GAMMA RHO LAMBDA CHPT	300.00

Sundet Foundation
Transaction Detail By Account
January through December 2010

Type	Date	Num	Name	Paid Amount
Check	12/13/2010	6305	ALPHA ZETA FOUNDATION	50.00
Check	12/13/2010	6306	AMERICAN CANCER SOCIETY	300.00
Check	12/13/2010	6307	ASIA ALIVE	100.00
Check	12/13/2010	6308	BILLY GRAHAM EVANGELISTIC ASSOC	300.00
Check	12/13/2010	6309	BOLDER OPTIONS	500.00
Check	12/13/2010	6310	CBMC NORTHLAND	100.00
Check	12/13/2010	6311	CENTER OF THE AMERICAN EXPERIMENT	200.00
Check	12/13/2010	6312	CHRISTIAN NETWORK TEAM	200.00
Check	12/13/2010	6313	EBENEZER FOUNDATION	100.00
Check	12/13/2010	6315	KOINONIA HOUSE	400.00
Check	12/13/2010	6316	LUTHERAN SOCIAL SERVICE OF MN	300.00
Check	12/13/2010	6317	METRO LUTHERAN	300.00
Check	12/13/2010	6318	MINNESOTA PUBLIC RADIO	200.00
Check	12/13/2010	6319	PRISON FELLOWSHIP/ANGEL TREE	1,000.00
Check	12/13/2010	6320	REBUILD RESOURCES	300.00
Check	12/13/2010	6321	SALVATION ARMY	500.00
Check	12/14/2010	6322	ALLIANCE DEFENSE FUND	20,000.00
Check	12/14/2010	6323	CAMP WINNEBAGO	1,000.00
Check	12/14/2010	6324	CAMPUS CRUSADE FOR CHRIST	1,600.00
Check	12/14/2010	6325	COURAGE CENTER	25,000.00
Check	12/14/2010	6326	BLOOMINGTON ROTARY CLUB	5,000.00
Check	12/14/2010	6327	FAMILY HOPE SERVICES	1,000.00
Check	12/14/2010	6328	GLOCKNER MINISTRY	2,000.00
Check	12/14/2010	6329	HABITAT FOR HUMANITY	10,000.00
Check	12/14/2010	6330	INTERNATIONAL FOUNDATION	6,000.00
Check	12/14/2010	6331	KTCA TC PUBLIC TELEVISION	20,000.00
Check	12/14/2010	6332	THE MacLAURIN INSTITUTE	10,000.00
Check	12/14/2010	6333	MINNEHAHA ACADEMY	2,000.00
Check	12/14/2010	6334	MINNEHAHA ACADEMY	50,000.00
Check	12/14/2010	6335	MINNEHAHA ACADEMY	2,500.00
Check	12/14/2010	6336	MINNEHAHA ACADEMY	1,000.00
Check	12/14/2010	6337	MN HISTORICAL SOCIETY	10,000.00
Check	12/14/2010	6338	MN LANDSCAPE ARBORETUM	20,000.00
Check	12/14/2010	6339	MT CARMEL MINISTRIES	10,000.00
Check	12/14/2010	6340	NAVIGATORS	3,000.00
Check	12/14/2010	6341	NEW HORIZON FOUNDATION	500.00
Check	12/14/2010	6342	SEARCH MINISTRIES	1,500.00
Check	12/14/2010	6343	SPRING GROVE AQUATIC CENTER CAPITA	30,000.00
Check	12/14/2010	6344	Plymouth Christian Youth Center	1,000.00

Type	Date	Num	Name	Paid Amount
Check	12/14/2010	6345	PRISON FELLOWSHIP	40,000.00
Check	12/14/2010	6346	PRISON FELLOWSHIP	10,000.00
Check	12/14/2010	6347	ST. JOHN'S LUTHERAN CHURCH	1,000.00
Check	12/14/2010	6348	FRIENDS OF EASTCLIFF	500.00
Check	12/14/2010	6349	U OF M AG FUTURE FUND	1,000.00
Check	12/14/2010	6350	URBAN VENTURES	8,000.00
Check	12/14/2010	6351	WORD ALONE NETWORK	2,000.00
Check	12/14/2010	6352	YMCA	1,000.00
Check	12/14/2010	6353	YOUTH FORUM	200.00
Check	12/14/2010	6354	SOUTHCENTRAL MN YOUTH FOR CHRIST	1,000.00
Check	12/14/2010	6355	AUGSBURG COLLEGE	1,000.00
Check	12/14/2010	6357	YOUNG LIFE	1,000.00
Check	12/15/2010	6358	NAVIGATORS	1,000.00
Check	12/15/2010	6359	TRINITY SCHOLARSHIP ENDOWMENT FUN	2,304.00
Check	12/15/2010	6360	OAK GROVE PRESBYTERIAN CHURCH	1,000.00
Check	12/16/2010	6361	U OF M FOUNDATION	80,000.00
Check	12/16/2010	6362	LUTHER SEMINARY	100,000.00
Total 5000 · DONATION EXPENSE				613,614.00
5100 · SCHOLARSHIP EXPENSE				
Check	09/28/2010	6272	USMA - WEST POINT	500.00
Check	09/28/2010	6257	WINONA STATE UNIVERSITY	500.00
Check	09/28/2010	6258	WARTBURG COLLEGE	500.00
Check	09/28/2010	6259	ST OLAF COLLEGE	500.00
Check	09/28/2010	6260	WINONA STATE UNIVERSITY	500.00
Check	09/28/2010	6261	CONCORDIA	500.00
Check	09/28/2010	6262	CONCORDIA	500.00
Check	09/28/2010	6263	U OF WISC - PLATTEVILLE	500.00
Check	09/28/2010	6264	U OF WISC-LACROSSE	500.00
Check	09/28/2010	6265	U OF WISC-RIVER FALLS	500.00
Check	09/28/2010	6266	U OF M	500.00
Check	09/28/2010	6267	SCHOOL OF THE ART INST. OF CHICAGO	500.00
Check	09/28/2010	6268	UNIVERSITY OF MN - DULUTH	500.00
Check	09/28/2010	6269	U OF WISC-LACROSSE	500.00
Check	09/28/2010	6270	ROCHESTER COMMUNITY TECH COLLEGE	500.00
Check	09/28/2010	6271	LUTHER COLLEGE	500.00
Total 5100 · SCHOLARSHIP EXPENSE				8,000.00

Sundet Foundation

Longterm Pledges
as of 12/31/10

	Pledge		Total	Outstanding Pledges						
	Began	Term	Pledge	2011	2012	2013	2014	2015	2016	2017
COURAGE CENTER	2004	8 Year	200,000	25,000						
SPRING GROVE AQUATIC CENTER (1)	2005	10 Year	300,000	30,000	30,000	22,000				
U of M FOUNDATION STADIUM PLEDGE (1)	2006	10 Year	1,000,000	100,000	100,000	100,000	100,000	50,000		
MINNESOTA HISTORICAL SOCIETY	2007	10 Year	100,000	10,000	10,000	10,000	10,000	10,000	10,000	
MINNEHAHA ACADEMY (1) (South Campus Campaign)	2007	10 Year	500,000	50,000	50,000	50,000	50,000	17,000		
HABITAT FOR HUMANITY (1)	2007	5 Year	50,000	5,000						
MOUNT CARMEL MINISTRIES	2008	10 Year	100,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
MacLAURIN INSTITUTE	2010	4 Year	40,000	10,000	10,000	10,000	10,000			
St. John's Lutheran Foundation	2010	5 Year	15,000	3,000	3,000	3,000	3,000	3,000		
Totals			2,305,000	243,000	213,000	205,000	183,000	90,000	20,000	10,000

Total Outstanding Pledges at 12/31/10 964,000

(1) Payments were made ahead of original schedule so these pledges will be fully paid sooner than stated.

Prepared for:
SUNDET FOUNDATION
7556 WASHINGTON AVE S
EDEN PRAIRIE MN 55344-3705

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

Prepared by:
WALL/FARLEY/LARSON
RBC WEALTH MANAGEMENT
Phone 952/476-3700
Toll-Free 800/284-2321
Fax 952/476-3750

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
Term Unknown									
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	01/15/10	0.01	0.17	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	02/16/10	0.01	0.17	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	04/15/10	0.01	0.18	N/A

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close-Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	05/17/10	0.01	0.18	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	06/15/10	0.01	0.18	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	07/15/10	0.01	0.18	N/A

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	08/16/10	0.01	0.18	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	09/15/10	0.01	0.18	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	10/15/10	0.01	0.19	N/A

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	11/15/10	0.01	0.19	N/A
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1619 FACTORS: PURCHASE: 1.00000000 SALE: 0 TOTAL LTD G/L: 0 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	12/15/10	0.01	0.19	N/A
		Term Unknown Subtotal			**N/A**			**1.99**	**N/A**
Short Term									
	15,000	UNITED SEC BK FRESNO CALIF 0.500% DUE 05/24/2010 CUSIP: 911462FX2	10/16/09	100.00	15,000.00	05/24/10	100.00	15,000.00	0.00
	451.3370	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/04/10	10.00	4,513.37	08/10/10	9.89	4,463.72	-49.64
		Short Term Subtotal			**19,513.37**			**19,463.72**	**-49.64**
Long Term									

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 2 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.78986 CUSIP: 36214PP53	03/27/91	0.00	0.66	01/15/10	100.00	2.45	1.78
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002761 SALE: 0 TOTAL LTD G/L: 0.01035 CUSIP: 36205JR49	06/07/94	0.00	0.67	01/15/10	100.00	0.69	0.01
	25,000	GENERAL MOTORS ACCEPTANCE CORP 6.000% DUE 01/15/2010 CA/NR CUSIP: 3704A0WD0	01/18/05	100.00	25,000.00	01/15/10	100.00	25,000.00	0.00
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 889 ORIGINAL COST: 871.00 FACTORS: PURCHASE: 0.00290000 SALE: 0.0029 TOTAL LTD G/L: 17.77871 CUSIP: 05953LAD1	02/27/08	0.29	871.23	01/25/10	100.00	889.01	17.77
	35,000	GOLDMAN SACHS CORP 7.800% DUE 01/28/2010 A1/NR CUSIP: 38141GAL8	05/16/00	98.01	34,302.55	01/28/10	100.00	35,000.00	697.45

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 2 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.8118 CUSIP: 36214PP53	03/27/91	0.00	0.66	02/16/10	100.00	2.48	1.81
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002761 SALE: 0 TOTAL LTD G/L: -749.35965 CUSIP: 36205JR49	06/07/94	3.00	750.04	02/16/10	100.00	0.69	-749.35
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 488 ORIGINAL COST: 478.00 FACTORS: PURCHASE: 0.00160000 SALE: 0.0016 TOTAL LTD G/L: 9.7639 CUSIP: 05953LAD1	02/27/08	0.16	478.37	02/25/10	100.00	488.14	9.76
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 0 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 0.17 CUSIP: 36214PP53 Price Indicator: N	N/A	N/A	N/A	03/15/10	100.00	0.17	N/A

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.83374 CUSIP: 36214PP53	03/27/91	0.00	0.67	03/15/10	100.00	2.51	1.83
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002761 SALE: 0 TOTAL LTD G/L: 0.01035 CUSIP: 36205JR49	06/07/94	0.00	0.67	03/15/10	100.00	0.69	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 1247 ORIGINAL COST: 1,221.00 FACTORS: PURCHASE: 0.00410000 SALE: 0.0041 TOTAL LTD G/L: 24.93622 CUSIP: 05953LAD1	02/27/08	0.40	1,221.93	03/25/10	100.00	1,246.87	24.93
	50,000	DOW CHEMICAL CO 5.200% DUE 04/15/2010 BAA3/NR CUSIP: 26054LDM2	03/27/03	100.00	50,000.00	04/15/10	100.00	50,000.00	0.00

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS. PURCHASE. 0 00010000 SALE: 0.0001 TOTAL LTD G/L: 1.84832 CUSIP: 36214PP53	03/27/91	0.00	0.68	04/15/10	100.00	2.53	1.84
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS. PURCHASE· 0.00002802 SALE· 0 TOTAL LTD G/L: 0.0105 CUSIP: 36205JR49	06/07/94	0.00	0.68	04/15/10	100.00	0.70	0.01
	25,000	GENERAL ELECTRIC CAPITAL CORP 4.000% DUE 04/15/2010 AA2/NR CUSIP: 36966RDK9	03/28/03	100.00	25,000.00	04/15/10	100.00	25,000.00	0.00
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 2611 ORIGINAL COST: 2,558.00 FACTORS: PURCHASE: 0.00850000 SALE: 0.0085 TOTAL LTD G/L: 52.21579 CUSIP: 05953LAD1	02/27/08	0.84	2,558.64	04/25/10	100.00	2,610.86	52.21

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.86296 CUSIP: 36214PP53	03/27/91	0.00	0.68	05/17/10	100.00	2.55	1.86
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002802 SALE: 0 TOTAL LTD G/L: 0.0105 CUSIP: 36205JR49	06/07/94	0.00	0.68	05/17/10	100.00	0.70	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 1663 ORIGINAL COST: 1,629.00 FACTORS: PURCHASE: 0.00540000 SALE: 0.0054 TOTAL LTD G/L: 33.25296 CUSIP: 05953LAD1	02/27/08	0.54	1,629.38	05/25/10	100.00	1,662.64	33.25
	15,000	FORD CAPITAL BV 9.500% DUE 06/01/2010 B2/NR ORIGINAL COST: 15,308.10 PREMIUM AMORTIZED: 308.10 ORIGINAL PRICE: 102.05 CUSIP: 345220AB3	02/08/94	100.00	15,000.00	06/01/10	100.00	15,000.00	0.00

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.88484 CUSIP: 36214PP53	03/27/91	0.00	0.69	06/15/10	100.00	2.58	1.88
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002842 SALE: 0 TOTAL LTD G/L: 0.01065 CUSIP: 36205JR49	06/07/94	0.00	0.69	06/15/10	100.00	0.71	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 6 ORIGINAL COST: 5.00 DISTRIBUTIONS: 6 FACTORS: PURCHASE: 0.00001876 SALE: 0 TOTAL LTD G/L: 0.114 CUSIP: 05953LAD1	02/27/08	0.00	5.58	06/25/10	100.00	5.70	0.11
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.90677 CUSIP: 36214PP53	03/27/91	0.00	0.70	07/15/10	100.00	2.61	1.90

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002842 SALE: 0 TOTAL LTD G/L: 0.01065 CUSIP: 36205JR49	06/07/94	0.00	0.69	07/15/10	100.00	0.71	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 2346 ORIGINAL COST: 2,299.00 FACTORS: PURCHASE: 0.00770000 SALE: 0.0077 TOTAL LTD G/L: 46.91924 CUSIP: 05953LAD1	02/27/08	0.76	2,299.03	07/25/10	100.00	2,345.95	46.91
	6,797.4770	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	10/29/07	14.27	97,000.00	08/10/10	9.89	67,227.05	-29,772.94
	211.9240	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/02/08	13.29	2,816.47	08/10/10	9.89	2,095.93	-720.54
	111.0870	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/02/08	13.29	1,476.34	08/10/10	9.89	1,098.65	-377.68
	108.2550	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/02/09	8.88	961.30	08/10/10	9.89	1,070.64	109.34
	6.5510	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/02/09	8.88	58.17	08/10/10	9.89	64.79	6.61

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
	1.9480	HATTERAS ALPHA HEDGED STRATEGIES FUND SYMBOL: ALPHX	01/02/09	8.88	17.30	08/10/10	9.89	19.27	1.96
	25,000	CITIGROUP GLOBAL MKTS HOLDINGS 5.000% DUE 08/15/2014 A3/A CUSIP: 17307XEU1	08/13/04	100.00	25,000.00	08/16/10	100.00	25,000.00	0.00
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.92871 CUSIP: 36214PP53	03/27/91	0.00	0.71	08/16/10	100.00	2.64	1.92
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002883 SALE: 0 TOTAL LTD G/L: 0.0108 CUSIP: 36205JR49	06/07/94	0.00	0.70	08/16/10	100.00	0.72	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 916 ORIGINAL COST: 897.00 FACTORS: PURCHASE: 0.00300000 SALE: 0.003 TOTAL LTD G/L: 18.31136 CUSIP: 05953LAD1	02/27/08	0.30	897.24	08/25/10	100.00	915.56	18.31

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.95058 CUSIP: 36214PP53	03/27/91	0.00	0.71	09/15/10	100.00	2.67	1.95
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002883 SALE: 0 TOTAL LTD G/L: 0.0108 CUSIP: 36205JR49	06/07/94	0.00	0.70	09/15/10	100.00	0.72	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 4334 ORIGINAL COST: 4,246.00 FACTORS: PURCHASE: 0.01420000 SALE: 0.0142 TOTAL LTD G/L: 86.67188 CUSIP: 05953LAD1	02/27/08	1.40	4,246.91	09/25/10	100.00	4,333.59	86.67
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.96523 CUSIP: 36214PP53	03/27/91	0.00	0.72	10/15/10	100.00	2.69	1.96

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002883 SALE: 0 TOTAL LTD G/L: 0.0108 CUSIP: 36205JR49	06/07/94	0.00	0.70	10/15/10	100.00	0.72	0.01
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 924 ORIGINAL COST: 905.00 FACTORS: PURCHASE: 0.00300000 SALE: 0.003 TOTAL LTD G/L: 18.47962 CUSIP: 05953LAD1	02/27/08	0.30	905.45	10/25/10	100.00	923.93	18.47
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 1.98716 CUSIP: 36214PP53	03/27/91	0.00	0.73	11/15/10	100.00	2.72	1.98
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST. 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002923 SALE: 0 TOTAL LTD G/L: 0.01095 CUSIP: 36205JR49	06/07/94	0.00	0.71	11/15/10	100.00	0.73	0.01

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
	25,000	MOTOROLA INC 7.625% DUE 11/15/2010 BAA3/NR ORIGINAL COST: 25,156.25 PREMIUM AMORTIZED: 156.25 ORIGINAL PRICE: 100.63 CUSIP: 620076AR0	08/06/01	100.00	25,000.00	11/15/10	100.00	25,000.00	0.00
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 1540 ORIGINAL COST: 1,509.00 FACTORS: PURCHASE: 0.00500000 SALE: 0.005 TOTAL LTD G/L: 30.80047 CUSIP: 05953LAD1	02/27/08	0.50	1,509.28	11/25/10	100.00	1,540.09	30.80
	25,000	ENTERGY NEW ORLEANS INC 6.750% DUE 10/15/2017 BAA3/BBB+ CUSIP: 29364PAD5	10/08/02	100.00	25,000.00	12/15/10	100.00	25,000.00	0.00
*	0	G N M A PASS THRU POOL 112144X 12.000% DUE 02/15/2015 REAL ESTATE FINANCING, IN ADJUSTED QUANTITY: 3 ORIGINAL COST: 0.00 FACTORS: PURCHASE: 0.00010000 SALE: 0.0001 TOTAL LTD G/L: 2.00877 CUSIP: 36214PP53	03/27/91	0.00	0.74	12/15/10	100.00	2.75	2.00

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

	Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
*	0	G N M A PASS THRU POOL 392107X 7.000% DUE 05/15/2024 COUNTRYWIDE FUNDING CORPO ADJUSTED QUANTITY: 1 ORIGINAL COST: 0.00 DISTRIBUTIONS: 1 FACTORS: PURCHASE: 0.00002923 SALE: 0 TOTAL LTD G/L: 0.01095 CUSIP: 36205JR49	06/07/94	0.00	0.71	12/15/10	100.00	0.73	0.01
	6,004.6190	THORNBURG INVT TR CORE GROWTH FUND CL A SHS SYMBOL: THCGX	10/29/07	21.65	130,000.00	12/16/10	15.44	92,711.32	-37,288.68
	3.4890	THORNBURG INVT TR CORE GROWTH FUND CL A SHS SYMBOL: THCGX	11/21/07	19.60	68.39	12/16/10	15.44	53.87	-14.51
	2,411.5810	THORNBURG INVT TR CORE GROWTH FUND CL A SHS SYMBOL: THCGX	04/04/08	16.91	40,779.84	12/16/10	15.44	37,234.81	-3,545.02
*	0	BANC OF AMERICA FUNDING CORP 7.000% DUE 10/25/2037 SERIES 2007-08 CL 2A1 /CCC ADJUSTED QUANTITY: 1568 ORIGINAL COST: 1,536.00 FACTORS: PURCHASE: 0.00510000 SALE: 0.0051 TOTAL LTD G/L: 31.36499 CUSIP: 05953LAD1	02/27/08	0.51	1,536.86	12/25/10	100.00	1,568.23	31.36
		Long Term Subtotal			**516,406.25**			**445,146.76**	**-71,259.99**

Schedule of Realized Gains and Losses

From 01/01/2010 through 12/31/2010
As of January 03, 2011
For Account: 308-42155

Quantity	Description	Open Date	Unit Cost	Net Cost	Close Date	Unit Proceeds	Net Proceeds	Realized Gain/Loss
Report Total				**535,919.62**			**464,612.47**	**-71,309.63**

Realized Gains or Losses

Short Term	-50
Long Term	-71,260
Term Unknown	N/A

Short Term includes assets held 12 months or less.
Long Term includes assets held longer than 12 months + 1 day

* = Return of Principal