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
THE NATHAN FOUNDATION,INC.
C/O PNC BANK, N. A. - AGENT FOR TRUSTEES

A Employer identification number
52-6033999

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
1600 MARKET STREET - TAX DEPARTMENT

B Telephone number
(215) 585-5597

City or town, state, and ZIP code
PHILADELPHIA, PA 19103-7240

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) ▶$ 4,976,208.

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			N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	138,522.	138,522.		STATEMENT 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	112,987.			
	b Gross sales price for all assets on line 6a 1,390,380.				
	7 Capital gain net income (from Part IV, line 2)		112,987.		
	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	199.	199.		STATEMENT 2
	12 **Total.** Add lines 1 through 11	251,708.	251,708.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	10,295.	7,720.		2,575.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees STMT 3	840.	0.		840.
	c Other professional fees				
	17 Interest				
	18 Taxes STMT 4	1,890.	90.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 5	90.	3.		87.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	13,115.	7,813.		3,502.
	25 Contributions, gifts, grants paid	194,300.			194,300.
	26 **Total expenses and disbursements** Add lines 24 and 25	207,415.	7,813.		197,802.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	44,293.			
	b **Net investment income** (if negative, enter -0-)		243,895.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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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			
	2 Savings and temporary cash investments			
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	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 STMT 8	26,873.	810.	1,053.
	b Investments - corporate stock STMT 9	1,225,813.	890,256.	1,497,361.
	c Investments - corporate bonds STMT 10	1,186,986.	550,749.	577,219.
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 11	1,840,000.	2,900,278.	2,900,575.
	14 Land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers)	4,279,672.	4,342,093.	4,976,208.
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	4,279,672.	4,342,093.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances**	4,279,672.	4,342,093.	
	31 **Total liabilities and net assets/fund balances**	4,279,672.	4,342,093.	

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	4,279,672.
2	Enter amount from Part I, line 27a	2	44,293.
3	Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 6	3	18,345.
4	Add lines 1, 2, and 3	4	4,342,310.
5	Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 7	5	217.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	4,342,093.

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				
b	SEE ATTACHED STATEMENT			
c				
d				
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				
b				
c				
d				
e	1,390,380.		1,277,393.	112,987.

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
	(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	
a				
b				
c				
d				
e				112,987.

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	112,987.
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	230,370.	4,207,472.	.054753
2008	285,003.	4,811,895.	.059229
2007	257,100.	5,438,921.	.047270
2006	249,800.	5,168,785.	.048329
2005	243,315.	5,039,433.	.048282

2 **Total** of line 1, column (d)	2	.257863
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	.051573
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	4,568,574.
5 Multiply line 4 by line 3	5	235,615.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	2,439.
7 Add lines 5 and 6	7	238,054.
8 Enter qualifying distributions from Part XII, line 4	8	197,802.

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 ▶ ☐ and enter 1% of Part I, line 27b			1	4,878.
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	4,878.
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	4,878.
6	Credits/Payments:				
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a	5,482.		
b	Exempt foreign organizations - tax withheld at source	6b			
c	Tax paid with application for extension of time to file (Form 8868)	6c	1,250.		
d	Backup withholding erroneously withheld	6d			
7	Total credits and payments. Add lines 6a through 6d			7	6,732.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached			8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	1,854.
11	Enter the amount of line 10 to be: **Credited to 2011 estimated tax** ▶ 1,854. **Refunded** ▶			11	0.

Part VII-A Statements Regarding Activities

			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) ▶ MD			
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

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

		Line	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? N/A	13		

Website address ▶ N/A

14 The books are in care of ▶ PNC BANK, N. A. - TAX DEPARTMENT Telephone no. ▶ (215) 585-5597

Located at ▶ 1600 MARKET STREET, PHILADELPHIA, PA ZIP+4 ▶ 19103-7240

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

		Line	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

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		Line	Yes	No
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)*

			Yes	No
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		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
SEE STATEMENT 12		10,295.	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
NONE				

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
NONE		
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 N/A	
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 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3 ▶	0.

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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	4,638,146.
b	Average of monthly cash balances		1b	
c	Fair market value of all other assets		1c	
d	**Total** (add lines 1a, b, and c)		1d	4,638,146.
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	4,638,146.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	69,572.
5	**Net value of noncharitable-use assets** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	4,568,574.
6	**Minimum investment return.** Enter 5% of line 5		6	228,429.

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	228,429.
2a	Tax on investment income for 2010 from Part VI, line 5	2a 4,878.		
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	4,878.
3	Distributable amount before adjustments. Subtract line 2c from line 1		3	223,551.
4	Recoveries of amounts treated as qualifying distributions		4	0.
5	Add lines 3 and 4		5	223,551.
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	223,551.

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	197,802.
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	197,802.
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	0.
6	**Adjusted qualifying distributions** Subtract line 5 from line 4	6	197,802.

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				223,551.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			176,826.	
b Total for prior years: ___ , ___ , ___		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005				
b From 2006				
c From 2007				
d From 2008				
e From 2009				
f **Total** of lines 3a through e	0.			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 197,802.				
a Applied to 2009, but not more than line 2a			176,826.	
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				20,976.
e Remaining amount distributed out of corpus	0.			
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	0.			
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				202,575.
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	0.			
9 **Excess distributions carryover to 2011** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9.				
a Excess from 2006				
b Excess from 2007				
c Excess from 2008				
d Excess from 2009				
e Excess from 2010				

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).)

NONE

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 ▶ ☐ 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:

JOHN FENTRESS - C/O PNC BANK, N. A., 410 237-5544
TWO HOPKINS PLAZA, BALTIMORE MD

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

WRITTEN

c Any submission deadlines:

NONE

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

NONE

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 STATEMENT 13				
Total			▶ 3a	194,300.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
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	138,522.	
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					199.
8 Gain or (loss) from sales of assets other than inventory			18	112,987.	
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.		251,509.	199.

13 Total Add line 12, columns (b), (d), and (e) 13 251,708.

(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).
7	ORDINARY BUSINESS INCOME FROM LINN ENERGY, LLC - PARTNERSHIP

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		

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

Sign Here ▶ [signature] 5/30/2011 ▶ 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
	JOHN C. REILLY	[signature]	7-26-2011		
	Firm's name ▶ PNC BANK, N. A.			Firm's EIN ▶	
	Firm's address ▶ 1600 MARKET STREET - TAX DEPARTMENT PHILADELPHIA, PA 19103-7240			Phone no. (215) 585-5597	

023622
04-26-11

Schedule K-1
(Form 1065)

Department of the Treasury
Internal Revenue Service

2010

For calendar year 2010, or tax year beginning ____________, 2010
ending ____________, 20_____

Partner's Share of Income, Deductions, Credits, etc.

▶ See back of form and separate instructions.

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	SEE ATACHED GAIN/LOSS REPORT	P		
b	LONG-TERM CAPITAL GAIN DISTRIBUTIONS	P		
c	LONG-TERM CAPITAL GAIN DISTRIBUTION	P		
d	SHORT-TERM CAPITAL GAIN DISTRIBUTIONS	P		
e	LINN ENERGY, LLC - PARTNERSHIP	P		
f	PROCEEDS DUE ON CLASS ACTION SETTLEMENTS	P		
g				
h				
i				
j				
k				
l				
m				
n				
o				

	(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	1,371,772.		1,277,393.	94,379.
b	4,359.			4,359.
c	2.			2.
d	13,818.			13,818.
e	-6.			-6.
f	435.			435.
g				
h				
i				
j				
k				
l				
m				
n				
o				

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a				94,379.
b				4,359.
c				2.
d				13,818.
e				-6.
f				435.
g				
h				
i				
j				
k				
l				
m				
n				
o				

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	112,987.
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

REPORT: TMS-TX-23
BANK 45 CAPITOL AREA (45)
REGION 46 BALTIMORE
OFFICE 001 PERSONAL

GAIN/LOSS FED/STE REPORT INTERNAL USE ONLY
ACCOUNT 7759301 THE NATHAN FOUNDATION INC
FROM: 01/01/10 TO: 12/31/10

TAX CODE	OR-OFF	SERIAL	SEQ LOT#	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
ASSET 013817AD3 ALCOA INC CONS NTS 06.500% DUE 06/01/2011										
830	000	40713-00001	00000	12/04/06	01/08/10	100,000.000	105,527.00	105,834.00	307.00-L	307.00-L
		TOTAL-LONG				100,000.000	105,527.00	105,834.00	307.00-	307.00-
ASSET 01741R102 ALLEGHENY TECHNOLOGIES INC										
830	000	40987-00001	00000	09/05/07	10/08/10	400.000	19,547.70	38,825.00	19,277.30-L	19,277.30-L
		TOTAL-LONG				400.000	19,547.70	38,825.00	19,277.30-	19,277.30-
ASSET 02209S103 ALTRIA GROUP INC										
830	000	41055-00001	00000	01/06/83	12/16/10	500.000	12,364.79	286.01	12,078.78 L	12,078.78 L
		TOTAL-LONG				500.000	12,364.79	286.01	12,078.78	12,078.78
ASSET 0258M0BY4 AMERICAN EXPRESS CREDIT NTS 05.000% DUE 12/02/2010										
829	000	41036-00002	00000	02/08/06	12/02/10	50,000.000	50,000.00	49,796.00	204.00 L	204.00 L
		TOTAL-LONG				50,000.000	50,000.00	49,796.00	204.00	204.00
ASSET 055622104 BP PLC SPONSORED ADR										
830	000	40880-00001	00000	02/05/03	06/24/10	400.000	11,454.09	15,688.00	4,233.91-L	4,233.91-L
830	000	40880-00001	00000	04/28/03	06/24/10	100.000	2,863.52	3,872.00	1,008.48-L	1,008.48-L
		TOTAL-LONG				500.000	14,317.61	19,560.00	5,242.39-	5,242.39-
ASSET 060505104 BANK OF AMERICA CORP										
830	000	40788-00001	00000	01/03/06	03/24/10	150.000	2,642.97	6,999.75	4,356.78-L	4,356.78-L
830	000	40788-00001	00000	01/11/05	03/24/10	400.000	7,047.91	18,096.00	11,048.09-L	11,048.09-L
830	000	40788-00001	00000	11/16/05	03/24/10	500.000	8,809.88	22,590.00	13,780.12-L	13,780.12-L
		TOTAL-LONG				1,050.000	18,500.76	47,685.75	29,184.99-	29,184.99-
ASSET 084670702 BERKSHIRE HATHAWAY INC CLASS B										
830	000	41055-00003	00000	05/05/03	12/16/10	100.000	7,957.86	4,818.14	3,139.72 L	3,139.72 L

TAX CODE	OR-OFF	SERIAL SEQ LOT#	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
ASSET 084670702 (CONT'D)									
	TOTAL-LONG				100.000	7,957.86	4,818.14	3,139.72	3,139.72
ASSET 165069AS4 CHESAPEAKE & POTOMAC TEL CO MD DEB 07.150% DUE 05/01/2023									
830	000	40713-00003 00000	06/03/99	01/08/10	25,000.000	25,482.75	24,875.00	607.75 L	607.75 L
	TOTAL-LONG				25,000.000	25,482.75	24,875.00	607.75	607.75
ASSET 17275R102 CISCO SYSTEMS INC									
830	000	41055-00004 00000	09/03/98	12/16/10	2,000.000	38,804.14	29,687.50	9,116.64 L	9,116.64 L
	TOTAL-LONG				2,000.000	38,804.14	29,687.50	9,116.64	9,116.64
ASSET 20825C104 CONOCOPHILLIPS									
830	000	40788-00002 00000	12/30/99	03/24/10	128.000	6,730.79	3,396.50	3,334.29 L	3,334.29 L
830	000	40788-00002 00000	03/06/91	03/24/10	572.000	30,078.24	6,503.01	23,575.23 L	23,575.23 L
	TOTAL-LONG				700.000	36,809.03	9,899.51	26,909.52	26,909.52
ASSET 260543BR3 DOW CHEMICAL NTS 06.000% DUE 10/01/2012									
830	000	40713-00005 00000	09/05/07	01/08/10	50,000.000	54,535.00	51,466.50	3,068.50 L	3,068.50 L
	TOTAL-LONG				50,000.000	54,535.00	51,466.50	3,068.50	3,068.50
ASSET 260543103 DOW CHEMICAL CO									
830	000	41013-00001 00000	02/04/03	11/04/10	300.000	9,816.34	8,499.00	1,317.34 L	1,317.34 L
	TOTAL-LONG				300.000	9,816.34	8,499.00	1,317.34	1,317.34
ASSET 285512109 ELECTRONIC ART									
830	000	40788-00004 00000	11/14/03	03/24/10	200.000	3,693.95	10,052.90	6,358.95-L	6,358.95-L
	TOTAL-LONG				200.000	3,693.95	10,052.90	6,358.95-	6,358.95-
ASSET 30161N101 EXELON CORPORATION									
830	000	40788-00005 00000	04/27/06	03/24/10	500.000	21,774.72	27,111.00	5,336.28-L	5,336.28-L

REPORT: TMS-TX-23
BANK 45 CAPITOL AREA (45)
REGION 46 BALTIMORE
OFFICE 001 PERSONAL

GAIN/LOSS FED/STE REPORT INTERNAL USE ONLY
ACCOUNT 7759301 THE NATHAN FOUNDATION INC
FROM: 01/01/10 TO: 12/31/10

TAX CODE	OR-OFF	SERIAL SEQ LOT#	ACQUIRED	TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
ASSET 30161N101 (CONT'D)									
		TOTAL-LONG			500.000	21,774.72	27,111.00	5,336.28-	5,336.28-
ASSET 302571104 FPL GROUP INC									
		NAME CHG 06/03/10 SEE 65339F101							
830	000	40781-00001 00000	05/28/08	03/17/10	400.000	19,193.16	26,414.00	7,220.84-L	7,220.84-L
		TOTAL-LONG			400.000	19,193.16	26,414.00	7,220.84-	7,220.84-
ASSET 3133MBJA6 FEDERAL HOME LN BKS									
		CONS							
		07.625% 05/14/2010							
829	000	40834-00002 00000	05/12/00	05/14/10	25,000.000	25,000.00	24,812.50	187.50 L	187.50 L
		TOTAL-LONG			25,000.000	25,000.00	24,812.50	187.50	187.50
ASSET 35671D857 FREEPORT MCMORAN COPPER & GOLD									
		INC							
830	000	41013-00002 00000	05/28/08	11/04/10	200.000	20,330.92	23,803.00	3,472.08-L	3,472.08-L
830	000	41013-00002 00000	10/08/10	11/04/10	200.000	20,330.91	19,121.98	1,208.93 S	1,208.93 L
		TOTAL-SHORT			400.000	40,661.83	42,924.98	1,208.93	.00
		TOTAL-LONG						3,472.08-	2,263.15-
ASSET 35906A108 FRONTIER COMMUNICATIONS CO									
830	000	40901-00001 00000	05/30/96	07/15/10	240.000	1,749.57	2,177.61	428.04-L	428.04-L
833	000	40897-00001 00000	05/30/96	07/16/10	.040	.29	.36	.07-L	.07-L
		TOTAL-LONG			240.040	1,749.86	2,177.97	428.11-	428.11-
ASSET 36206RFV3 GOVT NATL MTG ASSN									
		POOL # 418780							
		06.500% DUE 12/15/2025							
828	000	40747-00003 00000	12/04/95	01/31/10	7.230	7.23	6.36	.87 L	.87 L
828	000	40774-00004 00000	12/04/95	02/28/10	7.270	7.27	6.39	.88 L	.88 L
828	000	40805-00004 00000	12/04/95	03/31/10	7.310	7.31	6.43	.88 L	.88 L
828	000	40837-00003 00000	12/04/95	04/30/10	7.350	7.35	6.46	.89 L	.89 L
828	000	40866-00004 00000	12/04/95	05/31/10	7.400	7.40	6.51	.89 L	.89 L
828	000	40896-00002 00000	12/04/95	06/30/10	7.440	7.44	6.54	.90 L	.90 L
828	000	40928-00003 00000	12/04/95	07/31/10	7.480	7.48	6.58	.90 L	.90 L
828	000	40958-00004 00000	12/04/95	08/31/10	7.530	7.53	6.62	.91 L	.91 L
828	000	40988-00004 00000	12/04/95	09/30/10	7.570	7.57	6.66	.91 L	.91 L

TAX CODE	OR-OFF	SERIAL SEQ	LOT#	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
828	000	41019-00003	00000	12/04/95	10/31/10	7.610	7.61	6.69	.92 L	.92 L
828	000	41049-00004	00000	12/04/95	11/30/10	1,340.290	1,340.29	1,178.80	161.49 L	161.49 L
828	000	41088-00004	00000	12/04/95	12/31/10	4.060	4.06	3.57	.49 L	.49 L
		TOTAL-LONG				1,418.540	1,418.54	1,247.61	170.93	170.93
ASSET 38143UBE0 GOLDMAN SACHS GROUP INC NOTES 04.500% DUE 06/15/2010										
829	000	40866-00006	00000	12/04/06	06/15/10	50,000.000	50,000.00	49,463.00	537.00 L	537.00 L
		TOTAL-LONG				50,000.000	50,000.00	49,463.00	537.00	537.00
ASSET 437076AM4 HOME DEPOT INC NOTES 04.625% DUE 08/15/2010										
829	000	40928-00005	00000	05/23/06	08/15/10	100,000.000	100,000.00	97,073.00	2,927.00 L	2,927.00 L
		TOTAL-LONG				100,000.000	100,000.00	97,073.00	2,927.00	2,927.00
ASSET 46625H100 JPMORGAN CHASE & CO										
830	000	40788-00007	00000	01/11/05	03/24/10	400.000	17,931.77	15,212.00	2,719.77 L	2,719.77 L
		TOTAL-LONG				400.000	17,931.77	15,212.00	2,719.77	2,719.77
ASSET 469814107 JACOBS ENGINEERING GROUP INC										
830	000	41013-00003	00000	05/28/08	11/04/10	300.000	12,229.77	27,651.48	15,421.71-L	15,421.71-L
		TOTAL-LONG				300.000	12,229.77	27,651.48	15,421.71-	15,421.71-
ASSET 595017104 MICROCHIP TECHNOLOGY INC										
830	000	41055-00006	00000	09/05/07	12/16/10	700.000	24,107.59	27,007.60	2,900.01-L	2,900.01-L
		TOTAL-LONG				700.000	24,107.59	27,007.60	2,900.01-	2,900.01-
ASSET 637432DA0 NATIONAL RURAL UTILITIES COLLATERAL TRUST 04.375% DUE 10/01/2010										
829	000	40974-00007	00000	10/02/03	10/01/10	100,000.000	100,000.00	100,860.00	860.00-L	860.00-L

TAX CODE	OR-OFF	SERIAL	SEQ	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	GAIN/LOSS INFORMATION FEDERAL G/L	STATE G/L
ASSET 637432DA0 (CONT'D)										
		TOTAL-LONG				100,000.000	100,000.00	100,860.00	860.00-	860.00-
ASSET 69351J108 PNC INTERNATIONAL EQUITY FUND CLASS I										
831	000	41009-00001	00000	10/26/07	11/04/10	517.867	7,964.79	12,738.95	4,774.16-L	4,774.16-L
831	000	41009-00001	00000	10/26/07	11/04/10	252.344	3,881.05	6,207.37	2,326.32-L	2,326.32-L
831	000	41009-00001	00000	12/14/06	11/04/10	166.964	2,567.91	3,866.47	1,298.56-L	1,298.56-L
831	000	41009-00001	00000	12/14/06	11/04/10	563.559	8,667.54	13,050.55	4,383.01-L	4,383.01-L
831	000	41009-00001	00000	12/16/05	11/04/10	45.144	694.31	906.24	211.93-L	211.93-L
831	000	41009-00001	00000	12/16/05	11/04/10	352.707	5,424.63	7,080.30	1,655.67-L	1,655.67-L
831	000	41009-00001	00000	11/16/05	11/04/10	2,037.313	31,333.87	40,000.00	8,666.13-L	8,666.13-L
831	000	41009-00001	00000	12/20/00	11/04/10	83.259	1,280.52	1,227.97	52.55 L	52.55 L
831	000	41009-00001	00000	02/15/01	11/04/10	546.877	8,410.97	8,000.00	410.97 L	410.97 L
831	000	41009-00001	00000	05/13/02	11/04/10	1,403.037	21,578.71	20,000.00	1,578.71 L	1,578.71 L
831	000	41009-00001	00000	07/02/93	11/04/10	532.880	8,195.70	7,112.44	1,083.26 L	1,083.26 L
		TOTAL-LONG				6,501.951	100,000.00	120,190.29	20,190.29-	20,190.29-
ASSET 704329200 PAYDEN SHORT BOND FUND CL R										
831	000	40784-00003	00000	09/21/09	03/24/10	4,960.317	50,000.00	49,950.40	49.60 S	49.60 L
		TOTAL-SHORT				4,960.317	50,000.00	49,950.40	49.60	.00
		TOTAL-LONG							.00	49.60
ASSET 74733V100 QEP RESOURCES INC										
830	000	40987-00004	00000	12/08/93	10/08/10	1,000.000	30,349.58	5,574.57	24,775.01 L	24,775.01 L
		TOTAL-LONG				1,000.000	30,349.58	5,574.57	24,775.01	24,775.01
ASSET 78387GAS2 SBC COMMUNICATIONS NOTES 05.300% DUE 11/15/2010										
829	000	41019-00006	00000	12/04/06	11/15/10	50,000.000	50,000.00	50,639.00	639.00-L	639.00-L
		TOTAL-LONG				50,000.000	50,000.00	50,639.00	639.00-	639.00-
ASSET 812293AB4 SEARIVER MARITIME FINL HLDGS INC DEB GTD DEFD INT DUE 09/01/2012										
830	000	41055-00007	00000	03/13/01	12/16/10	50,000.000	48,000.00	24,975.00	23,025.00 L	23,025.00 L

TAX CODE	OR-OFF	SERIAL	SEQ LOT#	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
830	000	41055-00007	00000	01/05/00	12/16/10	200,000.000	192,000.00	81,256.00	110,744.00 L	110,744.00 L
		TOTAL-LONG				250,000.000	240,000.00	106,231.00	133,769.00	133,769.00
ASSET 902973304 US BANCORP DEL COM NEW										
830	000	40788-00008	00000	11/16/05	03/24/10	800.000	20,959.73	23,848.00	2,888.27-L	2,888.27-L
		TOTAL-LONG				800.000	20,959.73	23,848.00	2,888.27-	2,888.27-
ASSET 94973V107 WELLPOINT INC										
830	000	41055-00008	00000	01/08/08	12/16/10	300.000	16,940.71	26,579.49	9,638.78-L	9,638.78-L
		TOTAL-LONG				300.000	16,940.71	26,579.49	9,638.78-	9,638.78-
ASSET 949746101 WELLS FARGO & COMPANY										
830	000	40788-00009	00000	04/28/03	03/24/10	200.000	6,166.30	4,830.00	1,336.30 L	1,336.30 L
830	000	40788-00009	00000	02/05/03	03/24/10	600.000	18,498.90	14,034.00	4,464.90 L	4,464.90 L
		TOTAL-LONG				800.000	24,665.20	18,864.00	5,801.20	5,801.20
ASSET 981811102 WORTHINGTON INDUSTRIES INC										
830	000	40788-00011	00000	11/17/03	03/24/10	500.000	8,644.88	6,845.00	1,799.88 L	1,799.88 L
		TOTAL-LONG				500.000	8,644.88	6,845.00	1,799.88	1,799.88
ASSET 98385X106 XTO ENERGY INC MERGED 6/28/2010 SEE 30231G102										
830	000	40788-00012	00000	05/28/08	03/24/10	400.000	18,787.76	25,431.00	6,643.24-L	6,643.24-L
		TOTAL-LONG				400.000	18,787.76	25,431.00	6,643.24-	6,643.24-
		STATE LISTED SALES-TOTAL LONG				825,370.848	1371,772.03	1277,393.20	.00	94,378.83
		FEDERAL LISTED SALES-TOTAL SHORT				5,160.317	70,330.91	69,072.38	1,258.53	.00
		LONG				820,210.531	1301,441.12	1208,320.82	93,120.30	.00
		CAPITAL GAIN DISTRIBUTIONS							4,358.80 L	4,358.80 L
		GRAND TOTAL-SHORT				825,370.848	1371,772.03	1277,393.20	1,258.53	.00
		-LONG							97,479.10	94,378.83

REPORT: TMS-TX-23
BANK 45 CAPITOL AREA (45)
REGION 46 BALTIMORE
OFFICE 001 PERSONAL

GAIN/LOSS FED/STE REPORT INTERNAL USE ONLY
ACCOUNT 7720683 THE NATHAN FOUNDATION MM
FROM: 01/01/10 TO: 12/31/10

PAGE: 1
RUN DATE: 05/09/11

GAIN/LOSS INFORMATION

TAX CODE	OR-OFF SERIAL	SEQ LOT#	DATES ACQUIRED	DATES TRADE	UNITS	PROCEEDS	TAX COST	FEDERAL G/L	STATE G/L
		CAPITAL GAIN DISTRIBUTIONS						2.01 L	2.01 L
		GRAND TOTAL-LONG			.000	.00	.00	2.01	.00
		CARRYOVER(CURRENT)						.00 S	.00 S
								.00 M	.00 M
								.00 L	.00 L

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
DOMESTIC DIVIDENDS	243.	0.	243.
DOMESTIC DIVIDENDS	66,930.	0.	66,930.
DOMESTIC DIVIDENDS	19,845.	0.	19,845.
DOMESTIC INTEREST	1.	0.	1.
DOMESTIC INTEREST	47,915.	0.	47,915.
DOMESTIC INTEREST - LINN ENERGY, LLC	1.	0.	1.
FOREIGN DIVIDENDS	924.	0.	924.
FOREIGN DIVIDENDS	1,715.	0.	1,715.
U. S. GOVERNMENT INTEREST	948.	0.	948.
TOTAL TO FM 990-PF, PART I, LN 4	138,522.	0.	138,522.

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
LINN ENERGY, LLC - PARTNERSHIP BUSINESS INCOME	199.	199.	
TOTAL TO FORM 990-PF, PART I, LINE 11	199.	199.	

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PNC BANK, N. A. - TAX PREPARATION FEES	840.	0.		840.
TO FORM 990-PF, PG 1, LN 16B	840.	0.		840.

FORM 990-PF TAXES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX ON DIVIDENDS	90.	90.		0.
FEDERAL ESTIMATED EXCISE TAX FORM 990-PF 12/31/2010	900.	0.		0.
FEDERAL ESTIMATED EXCISE TAX FORM 990-PF 12/31/2010	900.	0.		0.
TO FORM 990-PF, PG 1, LN 18	1,890.	90.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PROCESSING FEES ON FOREIGN DIVIDENDS	3.	3.		0.
MISCELLANEOUS EXPENSES	87.	0.		87.
TO FORM 990-PF, PG 1, LN 23	90.	3.		87.

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES	STATEMENT 6

DESCRIPTION	AMOUNT
ADJUSTMENT FOR DISTRIBUTION RECEIVED FROM LINN ENERGY, LLC - PARTNERSHIP	660.
ADJUSTMENT INCREASE IN DIFFERENCE IN TAX COST VS. BOOK CARRYING VALUE	17,685.
TOTAL TO FORM 990-PF, PART III, LINE 3	18,345.

FORM 990-PF	OTHER DECREASES IN NET ASSETS OR FUND BALANCES	STATEMENT 7

DESCRIPTION	AMOUNT
ADJUSTMENT TO BOOK CARRYING VALUE	17.
ADJUSTMENT FOR INCOME RECOGNIZED FROM LINN ENERGY, LLC - PARTNERSHIP	200.
TOTAL TO FORM 990-PF, PART III, LINE 5	217.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 8

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
U. S. GOVERNMENT AGENCIES	X		810.	1,053.
TOTAL U.S. GOVERNMENT OBLIGATIONS			810.	1,053.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			810.	1,053.

FORM 990-PF	CORPORATE STOCK	STATEMENT 9

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
COMMON STOCK	890,256.	1,497,361.
TOTAL TO FORM 990-PF, PART II, LINE 10B	890,256.	1,497,361.

FORM 990-PF CORPORATE BONDS STATEMENT 10

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS	550,749.	577,219.
TOTAL TO FORM 990-PF, PART II, LINE 10C	550,749.	577,219.

FORM 990-PF | OTHER INVESTMENTS | STATEMENT 11

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
CASH EQUIVALENTS	COST	205,777.	205,777.
CASH EQUIVALENTS	COST	223,335.	223,335.
MUTUAL FUNDS - EQUITY	COST	978,172.	931,362.
MUTUAL FUNDS - FIXED	COST	1,460,464.	1,502,611.
LIMITED PARTNERSHIP	COST	32,530.	37,490.
TOTAL TO FORM 990-PF, PART II, LINE 13		2,900,278.	2,900,575.

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7720683

THE NATHAN FOUNDATION MM

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
	CASH EQUIVALENTS							
27.580	BLACKROCK LIQUIDITY FUNDS TEMP FUND INSTITUTIONAL SHRS #24 (INCOME INVESTMENT)	27.58	27.58	27.58	0.012	0.03	0.109	1.000
223,307.410	BLACKROCK LIQUIDITY FUNDS TEMP FUND INSTITUTIONAL SHRS #24	223,307.41	223,307.41	223,307.41	99.988	236.71	0.106	1.000
	TOTAL CASH EQUIVALENTS	223,334.99	223,334.99	223,334.99	100.000	236.74	0.106	
	TOTAL INVESTMENTS	223,334.99	223,334.99	223,334.99	100.000	236.74	0.106	
	CASH	0.00	0.00	0.00				
	TOTAL ASSETS	223,334.99	223,334.99	223,334.99				
	INCOME CASH			0.00				

PNC

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
CASH EQUIVALENTS								
195,604.930	BLACKROCK LIQUIDITY FUNDS TEMP FUND INSTITUTIONAL SHRS #24	195,604.93	195,604.93	195,604.93	4.116	207.34	0.106	1.000
10,172.390	BLACKROCK LIQUIDITY FUNDS TEMP FUND INSTITUTIONAL SHRS #24 (INCOME INVESTMENT)	10,172.39	10,172.39	10,172.39	0.214	10.78	0.106	1.000
	TOTAL CASH EQUIVALENTS	205,777.32	205,777.32	205,777.32	4.330	218.12	0.106	
U.S. GOVERNMENT AGENCIES								
921.220	GOVT NATL MTG ASSN POOL # 418780 06.500% DUE 12/15/2025	810.22	810.22	1,053.41	0.022	59.88	5.684	114.349
	TOTAL U.S. GOVERNMENT AGENCIES	810.22	810.22	1,053.41	0.022	59.88	5.684	
CORPORATE BONDS								
50,000.000	WAL MART STORES 04.125 % DUE 02/15/2011	48,257.00	48,257.00	50,208.00	1.056	2,062.50	4.108	100.416
50,000.000	BOEING CAP CORP SR NT 06.100% DUE 03/01/2011	51,744.00	51,744.00	50,453.50	1.062	3,050.00	6.045	100.907
50,000.000	MCDONALDS CORP NOTES 06.000% DUE 04/15/2011	52,154.00	52,154.00	50,795.00	1.069	3,000.00	5.906	101.590

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STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
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THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
50,000.000	TOYOTA MOTOR CREDIT CORP SR UNSEC 05.450% DUE 05/18/2011	51,256.50	51,256.50	50,898.50	1.071	2,725.00	5.354	101.797
50,000.000	MORGAN STANLEY SR UNSEC 05.625% DUE 01/09/2012	51,653.50	51,653.50	52,178.00	1.098	2,812.50	5.390	104.356
50,000.000	CONOCOPHIL AU COMP GUAR 05.500% DUE 04/15/2013	50,560.50	50,560.50	54,720.50	1.151	2,750.00	5.026	109.441
50,000.000	HOUSEHOLD FIANANCE CORP NOTES 04.750% DUE 07/15/2013	47,549.50	47,549.50	52,726.00	1.109	2,375.00	4.504	105.452
50,000.000	DEAN WITTER DISCOVER CO DEB 06.750% DUE 10/15/2013	50,830.00	50,830.00	55,225.50	1.162	3,375.00	6.111	110.451
50,000.000	JP MORGAN CHASE & CO SR NTS SER MTN 05.375% DUE 01/15/2014	51,377.50	51,377.50	54,379.50	1.144	2,687.50	4.942	108.759
25,000.000	WELLS FARGO & CO SUB NTS 05.000% DUE 11/15/2014	24,652.50	24,652.50	26,466.50	0.557	1,250.00	4.723	105.866
50,000.000	GOLDMAN SACHS GROUP INC SUB NT 05.625% DUE 01/15/2017	48,088.50	48,088.50	52,703.50	1.109	2,812.50	5.336	105.407

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STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
25,000.000	MERRILL LYNCH CO INC NT 06.500% DUE 07/15/2018	22,625.00	22,625.00	26,464.00	0.557	1,625.00	6.140	105.856
	TOTAL CORPORATE BONDS	550,748.50	550,748.50	577,218.50	12.145	30,525.00	5.288	
	COMMON STOCK							
200.000	ALCON INC MERGED 04/08/11 @ $8.20 P/S SEE 66987V109	28,198.70	28,198.70	32,680.00	0.688	680.00	2.081	163.400
500.000	AMERICAN TOWER CORP CL A	22,391.50	22,391.50	25,820.00	0.543	0.00	0.000	51.640
400.000	BERKSHIRE HATHAWAY INC CLASS B	19,272.56	19,272.56	32,044.00	0.674	0.00	0.000	80.110
1,200.000	MEDCO HEALTH SOLUTIONS INC	28,905.00	28,905.00	73,524.00	1.547	0.00	0.000	61.270
750.000	TEXAS INSTRUMENTS INC	22,042.50	22,042.50	24,375.00	0.513	390.00	1.600	32.500
2,000.000	AT&T INC	43,006.00	43,006.00	58,760.00	1.236	3,440.00	5.854	29.380
600.000	ABBOTT LABORATORIES INC	26,620.00	26,620.00	28,746.00	0.605	1,152.00	4.008	47.910
1,200.000	AMERICAN WATER WORKS CO INC	30,048.00	30,048.00	30,348.00	0.639	1,056.00	3.480	25.290
440.000	APACHE CORPORATION	4,515.24	4,515.24	52,461.20	1.104	264.00	0.503	119.230
350.000	BAXTER INTERNATIONAL INC	21,306.25	21,306.25	17,717.00	0.373	434.00	2.450	50.620
300.000	CATERPILLAR INC	10,905.00	10,905.00	28,098.00	0.591	528.00	1.879	93.660
500.000	CHEVRON CORPORATION	4,603.10	4,603.10	45,625.00	0.960	1,560.00	3.419	91.250

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STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
600.000	CHUBB CORP	15,648.00	15,648.00	35,784.00	0.753	936.00	2.616	59.640
400.000	COCA COLA CO	16,496.00	16,496.00	26,308.00	0.554	752.00	2.858	65.770
1,000.000	DANAHER CORP	38,700.00	38,700.00	47,170.00	0.992	80.00	0.170	47.170
200.000	DEVON ENERGY CORP NEW	23,667.00	23,667.00	15,702.00	0.330	136.00	0.866	78.510
700.000	DISNEY WALT CO	21,451.50	21,451.50	26,257.00	0.552	280.00	1.066	37.510
600.000	DOVER CORP	10,865.25	10,865.25	35,070.00	0.738	660.00	1.882	58.450
700.000	DUKE ENERGY HOLDING CORP	9,164.53	9,164.53	12,467.00	0.262	686.00	5.503	17.810
2,000.000	EMC CORP	37,779.80	37,779.80	45,800.00	0.964	0.00	0.000	22.900
350.000	EATON CORP	26,971.50	26,971.50	35,528.50	0.748	476.00	1.340	101.510
600.000	EMERSON ELECTRIC CO	18,021.00	18,021.00	34,302.00	0.722	828.00	2.414	57.170
800.000	EXXON MOBIL CORP	7,489.11	7,489.11	58,496.00	1.231	1,504.00	2.571	73.120
1,300.000	GENERAL ELECTRIC CO	2,581.88	2,581.88	23,777.00	0.500	780.00	3.280	18.290
800.000	GENERAL MILLS INC	16,652.00	16,652.00	28,472.00	0.599	896.00	3.147	35.590
350.000	GOODRICH CORPORATION	21,676.24	21,676.24	30,824.50	0.649	406.00	1.317	88.070
400.000	HONEYWELL INTL INC	23,666.00	23,666.00	21,264.00	0.447	532.00	2.502	53.160
2,000.000	INTEL CORP	41,682.87	41,682.87	42,060.00	0.885	1,450.00	3.447	21.030
200.000	INTERNATIONAL BUSINESS MACHS CORP	15,700.00	15,700.00	29,352.00	0.618	600.00	2.044	146.760

PNC

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
500.000	JOHNSON & JOHNSON	26,852.00	26,852.00	30,925.00	0.651	1,140.00	3.686	61.850
400.000	MC DONALDS CORP	22,866.00	22,866.00	30,704.00	0.646	976.00	3.179	76.760
1,000.000	MICROSOFT CORP	26,320.00	26,320.00	27,910.00	0.587	640.00	2.293	27.910
750.000	NESTLE S.A. SPONSORED ADR REPSTG REG SH	19,470.00	19,470.00	44,115.00	0.928	1,221.75	2.769	58.820
600.000	NIKE INC CLASS B	25,710.00	25,710.00	51,252.00	1.078	744.00	1.452	85.420
500.000	PPG INDUSTRIES INC	30,270.00	30,270.00	42,035.00	0.884	1,140.00	2.712	84.070
500.000	PEPSICO INC	21,967.00	21,967.00	32,665.00	0.687	1,030.00	3.153	65.330
689.000	PFIZER INC	12,067.83	12,067.83	12,064.39	0.254	551.20	4.569	17.510
500.000	PHILIP MORRIS INTERNAT-W/I	657.07	657.07	29,265.00	0.616	1,280.00	4.374	58.530
700.000	PROCTER & GAMBLE CO	7,254.68	7,254.68	45,031.00	0.947	1,470.00	3.264	64.330
1,000.000	QUESTAR CORP	2,695.43	2,695.43	17,410.00	0.366	610.00	3.504	17.410
1,200.000	SARA LEE CORP	18,360.00	18,360.00	21,012.00	0.442	552.00	2.627	17.510
600.000	SCHLUMBERGER LTD SEDOL 2779201 ISIN AN8068571086	11,517.00	11,517.00	50,100.00	1.054	600.00	1.198	83.500
1,000.000	VERIZON COMMUNICATIONS INC	32,310.79	32,310.79	35,780.00	0.753	1,950.00	5.450	35.780
1,200.000	XCEL ENERGY INC	21,912.00	21,912.00	28,260.00	0.595	1,212.00	4.289	23.550

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
	TOTAL COMMON STOCK	890,256.33	890,256.33	1,497,360.59	31.505	35,622.95	2.379	
LIMITED PARTNERSHIPS								
1,000.000	LINN ENERGY LLC UNITS	32,529.90	32,529.90	37,490.00	0.789	2,640.00	7.042	37.490
	TOTAL LIMITED PARTNERSHIPS	32,529.90	32,529.90	37,490.00	0.789	2,640.00	7.042	
MUTUAL FUNDS - FIXED								
22,054.592	BLACKROCK TOTAL RETURN PORTFOLIO II INSTL FUND 332 INSTITUTIONAL CLASS	200,000.00	200,000.00	205,548.80	4.325	9,041.01	4.398	9.320
42,495.538	BLACKROCK FDS HIGH YIELD BD PORTFOLIO FUND 318 INSTITUTIONAL CLASS	290,000.00	290,000.00	325,515.82	6.849	20,980.32	6.445	7.660
18,484.329	PIMCO FDS TOTAL RETURN BD FUND INSTL CLASS, FD #35	200,000.00	200,000.00	200,554.97	4.220	6,927.70	3.454	10.850
25,080.152	PAYDEN SHORT BOND FUND CL R	250,463.65	250,049.60	254,061.94	5.345	6,431.53	2.531	10.130
47,197.641	T ROWE PRICE HIGY YIELD FUND #57	320,000.00	320,000.00	320,000.01	6.733	24,815.38	7.755	6.780
15,804.965	WELLS FARGO ADVANTAGE TOTAL RETURN BOND FUND I	200,000.00	200,000.00	196,929.86	4.143	6,477.98	3.289	12.460

PNC

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
	TOTAL MUTUAL FUNDS - FIXED	1,460,463.65	1,460,049.60	1,502,611.40	31.615	74,673.92	4.970	
	MUTUAL FUNDS - EQUITY							
1,066.951	BLACKROCK FDS US OPPORTUNITIES PORTFOLIO FUND 339 INSTITUTIONAL CLASS	40,000.00	40,000.00	44,033.07	0.926	0.00	0.000	41.270
5,296.610	DODGE & COX INTERNATIONAL STOCK FUND	250,000.00	250,000.00	189,141.94	3.980	2,309.32	1.221	35.710
14,634.145	FEDERATED STRATEGIC VALUE DIVIDEND FD CLASS A	60,000.00	60,000.00	64,243.90	1.352	2,019.51	3.144	4.390
924.044	HARBOR INTERNATIONAL FUND CLASS INS	50,000.00	50,000.00	55,950.86	1.177	951.77	1.701	60.550
2,800.000	ISHARES TR MSCI EMERGING MKTS INDEX FD ETF	135,092.00	135,092.00	133,397.60	2.807	1,738.80	1.303	47.642
6,959.341	PNC INTERNATIONAL EQUITY FUND CLASS I	110,158.92	92,887.56	106,408.32	2.239	0.00	0.000	15.290
4,822.234	PNC SMALL CAP CORE FUND CLASS I	65,515.86	63,347.30	57,384.58	1.207	0.00	0.000	11.900
5,191.396	PRUDENTIAL JENNISON 20/20 FOCUS FUND CLASS Z	75,000.00	75,000.00	85,294.64	1.795	0.00	0.000	16.430

PNC

STATEMENT OF INVESTMENTS

AS OF 12/31/10

ACCOUNT
45-46-001-7759301

THE NATHAN FOUNDATION INC

PAR VALUE /SHARES	INVESTMENT DESCRIPTION	CARRYING VALUE	TAX COST	MARKET VALUE	% OF MARKET	ESTIMATED INCOME	YIELD AT MARKET	MARKET UNIT PRICE
3,571.429	TEMPLETON INSTL FDS INC FGN EQUITY SER FD #454	75,000.00	75,000.00	71,607.15	1.507	1,960.71	2.738	20.050
1,500.000	VANGUARD MATERIALS ETF	117,405.00	117,405.00	123,900.00	2.607	2,706.00	2.184	82.600
	TOTAL MUTUAL FUNDS - EQUITY	978,171.78	958,731.86	931,362.06	19.597	11,686.11	1.255	
TOTAL INVESTMENTS		4,118,757.70	4,098,903.73	4,752,873.28	100.000	155,425.98	3.270	
	CASH	0.00	0.00	0.00				
TOTAL ASSETS		4,118,757.70	4,098,903.73	4,752,873.28				
INCOME CASH				0.00				

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FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS TRUSTEES AND FOUNDATION MANAGERS STATEMENT 12

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
EDWARD H. NABB, JR. CAMBRIDGE, MD	PRESIDENT 1.00	0.	0.	0.
T. SEWELL HUBBERT CAMBRIDGE, MD	VICE-PRESIDENT 1.00	0.	0.	0.
ROBERT COLLISON CAMBRIDGE, MD	SECRETARY 1.00	0.	0.	0.
JOHN FENTRESS TWO HOPKINS PLAZA BALTIMORE, MD 21201	TREASURER 1.00	0.	0.	0.
LINDA K. NABB CAMBRIDGE, MD	DIRECTOR 1.00	0.	0.	0.
WILLIAM BATSON CAMBRIDGE, MD	DIRECTOR 1.00	0.	0.	0.
PNC BANK, N. A. TWO HOPKINS PLAZA BALTIMORE, MD 21201	AGENT FOR TRUSTEES 0.00	10,295.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		10,295.	0.	0.

FORM 990-PF GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR STATEMENT 13

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
BUCKTOWN VILLAGE FOUNDATION, INC. P. O. BOX 711 CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	1,500.
CAMBRIDGE - DORCHESTER CHRISTMAS PARADE CAMBRIDGE, MD 21613	PRESENTATION OF THE CHRISTMAS PARADE - CHARITABLE EV	501(C)(4)	2,000.
CAMBRIDGE - SOUTH DORCHESTER HIGH SCHOOL CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION - AFTER PROM COMMITTEE	SCHOOL DISTRICT	1,500.
CAMBRIDGE COLD WEATHER SHELTER CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION		1,500.
CAMBRIDGE LITTLE LEAGUE CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION		3,000.
CAMBRIDGE MAIN STREET CAMBRIDGE, MD 21613	CIVIC/CHARITABLE USE OF THE ORGANIZATION		2,000.
CAMBRIDGE POWER BOAT REGATTA CAMBRIDGE, MD 21613	CIVIC/CHARITABLE USE OF THE ORGANIZATION		10,000.
CAMBRIDGE RESCUE FIRE COMPANY, INC. CAMBRIDGE, MD 21613	CHARITABLE USE OF THE FIRE COMPANY		2,500.

CARE & SHARE FUND, INC. P. O. BOX 1256 CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	4,000.
CHARACTER COUNTS EASTON, MD 21601	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	2,500.
CHESAPEAKE BAY SCHOONER	CIVIC/CHARITABLE USE OF THE ORGANIZATION		1,000.
CHESAPEAKE COLLEGE WYE MILLS, MD 21679	FOR SCHOLARSHIPS	STATE COLLEGE	15,000.
CHURCH CREEK VOLUNTEER FIRE COMPANY, INC. P. O. BOX 16 CHURCH CREEK, MD 21622	CHARITABLE USE OF THE FIRE COMPANY	PUBLIC CHARITY	2,500.
DORCHESTER ARTS CENTER, INC. 120 HIGH STREET CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	10,000.
DORCHESTER ARTS CENTER, INC. 120 HIGH STREET CAMBRIDGE, MD 21613	FOR SHOWCASE	PUBLIC CHARITY	5,000.
DORCHESTER CHORUS CAMBRIDGE, MD 21613	CIVIC/CHARITABLE USE OF THE ORGANIZATION		1,500.
DORCHESTER COUNTY COMMISSION ON AGING	CHARITABLE USE OF THE COMMISSION	COUNTY GOVERNMENT	1,000.
DORCHESTER COUNTY FAMILY YMCA, INC. 201 TALBOT AVENUE CAMBRIDGE, MD 21613	FOR CAPITAL DEBT SERVICES	PUBLIC CHARITY	10,000.

DORCHESTER COUNTY HISTORICAL SOCIETY 902 LAGRANGE AVENUE CAMBRIDGE, MD 21613	FOR MUSEUM EXPANSION	PUBLIC CHARITY	5,000.
DORCHESTER GENERAL HOSPITAL FOUNDATION, INC. P. O. BOX 1151 CAMBRIDGE, MD 21613	GENERAL USE OF THE HOSPITAL	PUBLIC CHARITY	10,000.
DORCHESTER RECREATION & PARKS CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	MUNICIPAL GOVERNMENT	2,000.
DORCHESTER SKIPJACK COMMITTEE, INC. 526 POPLAR STREET CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	4,000.
EAST NEW MARKET VOLUNTEER FIRE COMPANY EAST NEW MARKET, MD 21631	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
ELDORADO BROOKVIEW VOLUNTEER FIRE COMPANY 5752 ELDORADO RHODESDALE ROAD RHODESDALE, MD 21659	CHARITABLE USE OF THE FIRE COMPANY	PUBLIC CHARITY	2,500.
ELLIOTT ISLAND VOLUNTEER FIRE COMPANY	CHARITABLE USE OF THE FIRE COMPANY		2,500.
HILLS POINT GANG - VINTAGE REGATTA	CIVIC/CHARITABLE USE OF THE ORGANIZATION		1,000.
HOOPERS ISLAND VOLUNTEER FIRE COMPANY P. O. BOX 125 FISHING CREEK, MD 21634	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
HURLOCK VOLUNTEER FIRE COMPANY P. O. BOX 178 HURLOCK, MD 21643	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.

JUNIOR ACHIEVEMENT SALISBURY, MD 21803	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	2,500.
LAKE & STRAITS VOLUNTEER FIRE COMPANY	CHARITABLE USE OF THE FIRE COMPANY		2,500.
LINKWOOD-SALEM DISTRICT VOLUNTEER FIRE COMPANY, INC. LINKWOOD, MD 21835	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
LUTHERAN MISSION SOCIETY OF MARYLAND BALTIMORE, MD 21225	COMPASSION CENTER	PUBLIC CHARITY	1,000.
MADISON VOLUNTEER FIRE COMPANY, INC. P. O. BOX 23 MADISON, MD 21648	CHARITABLE USE OF THE FIRE COMPANY	PUBLIC CHARITY	2,500.
MARYLAND 4-H FOUNDATION, INC. 8020 GREENMEAD DRIVE COLLEGE PARK, MD 20740	CAMP THENDARA	PUBLIC CHARITY	4,000.
NORTH DORCHESTER HIGH SCHOOL AFTER PROM COMMITTEE	GENERAL USE OF THE ORGANIZATION	SCHOOL DISTRICT	1,500.
PINE STREET COMMITTEE, INC. P. O. BOX 494 CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	800.
POP WARNER LEAGUE CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION		1,000.
QUOTA CLUB OF CAMBRIDGE CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION	501(C)(4)	1,000.

RELAY FOR LIFE CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION		1,000.
SALISBURY STATE UNIVERSITY FOUNDATION, INC. P. O. BOX 2655 SALISBURY, MD 21802	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	40,000.
SALVATION ARMY CAMBRIDGE, MD 21613	THE KETTLE FUND	RELIGIOUS CHARITY	2,000.
SECRETARY VOLUNTEER FIRE COMPANY, INC. P. O. BOX 56 SECRETARY, MD 21664	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
STANLEY INSTITUTE CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	2,000.
TAYLOR'S ISLAND VOLUNTEER FIRE COMPANY P. O. BOX 277 TAYLORS ISLAND, MD 21669	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
THE HUMANE SOCIETY OF DORCHESTER COUNTY, INC. P. O. BOX 132 CAMBRIDGE, MD 21613	GENERAL USE OF THE ORGANIZATION	PUBLIC CHARITY	5,000.
THE NECK DISTRICT VOLUNTEER FIRE COMPANY 954 COOK POINT ROAD CAMBRIDGE, MD 21613	CHARITABLE USE OF THE FIRE COMPANY	501(C)(4)	2,500.
TRI CITY LITTLE LEAGUE CAMBRIDGE, MD 21613	CHARITABLE USE OF THE ORGANIZATION		4,000.
VIENNA VOLUNTEER FIRE COMPANY P. O. BOX 5 VIENNA, MD 21869	CHARITABLE USE OF THE FIRE COMPANY	PUBLIC CHARITY	2,500.
TOTAL TO FORM 990-PF, PART XV, LINE 3A			194,300.