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
MARTIN & ILLIE ANDERSON FOUNDATION

Number and street (or P O box number if mail is not delivered to street address)
5 RIVER PARK EAST

Room/suite

City or town, state, and ZIP code
FRESNO CA 94720

A **Employer identification number** 77-0440292

B Telephone number (see page 10 of the instructions) 650-328-2862

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 ▶ [ ]

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

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

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

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 2,564,704

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

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) (see page 11 of the instructions))

			(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 (attach schedule)				
	2	Check ▶ [X] if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	2,840	2,840		
	4	Dividends and interest from securities	76,522	76,522		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10 Stmt 1	51,416			
	b	Gross sales price for all assets on line 6a 920,550				
	7	Capital gain net income (from Part IV, line 2)		13,324		
	8	Net short-term capital gain			12,034	
	9	Income modifications				
	10a	Gross sales less returns & allowances				
	b	Less Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total** Add lines 1 through 11	130,778	92,686	12,034	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc				
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule) Stmt 2	1,935	967		968
	c	Other professional fees (attach schedule) Stmt 3	18,032	18,032		
	17	Interest				
	18	Taxes (attach schedule) (see page 14 of the instructions) Stmt 4	10	10		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (att sch)				
	24	**Total operating and administrative expenses.** Add lines 13 through 23	19,977	19,009		968
	25	Contributions, gifts, grants paid	265,210			265,210
	26	**Total expenses and disbursements.** Add lines 24 and 25	285,187	19,009	0	266,178
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-154,409			
	b	**Net investment income** (if negative, enter -0-)		73,677		
	c	**Adjusted net income** (if negative, enter -0-)			12,034	

RECEIVED
MAR 14 2011
OGDEN, UT

SCANNED MAR 25 2011

G14 7

Part II Balance Sheets

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

			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	80,508	80,658	80,658
	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 (attach schedule) (see page 15 of the instructions)			
	7	Other notes and loans receivable (att schedule) ▶			
		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 (attach schedule) Stmt 5	143,840		
	b	Investments—corporate stock (attach schedule) See Stmt 6	1,312,441	1,662,753	2,018,805
	c	Investments—corporate bonds (attach schedule) See Stmt 7	193,810	100,344	99,372
	11	Investments—land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule) See Statement 8	476,689	319,010	365,869
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	2,207,288	2,162,765	2,564,704
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 (attach schedule)			
	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 ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	2,207,288	2,162,765	
	30	**Total net assets or fund balances** (see page 17 of the instructions)	2,207,288	2,162,765	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	2,207,288	2,162,765	

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	2,207,288
2	Enter amount from Part I, line 27a	2	-154,409
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	2,052,879
5	Decreases not included in line 2 (itemize) ▶ See Statement 9	5	-109,886
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	2,162,765

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	MT EDEN INVESTMENT			
b				
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	13,324			13,324
b				
c				
d				
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				13,324
b				
c				
d				
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	13,324
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) (see pages 13 and 17 of the instructions) If (loss), enter -0- in Part I, line 8		3	

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 page 18 of the 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	306,007	2,505,688	0.122125
2008	303,338	3,703,018	0.081916
2007	75,968	2,192,230	0.034653
2006	21,332	2,470,857	0.008633
2005	176,679	2,470,847	0.071505

2 **Total** of line 1, column (d)	2	0.318832
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	0.063766
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	2,531,666
5 Multiply line 4 by line 3	5	161,434
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	737
7 Add lines 5 and 6	7	162,171
8 Enter qualifying distributions from Part XII, line 4	8	266,178

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 on page 18

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the 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	737
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	737
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	737
6	Credits/Payments			
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a 200		
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	200
8	Enter any **penalty** for underpayment of estimated tax Check here [X] if Form 2220 is attached		8	4
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	541
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

			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 page 19 of the 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 ▶ $ ______ **(2)** On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
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? N/A If "Yes," attach the statement required by General Instruction T	5		
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 page 19 of the instructions) ▶ CA			
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 on page 27)? 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

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 page 20 of the 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 ▶ NONE

14 The books are in care of ▶ W. F. DOCKER Telephone no ▶ 559-433-1300
5 RIVER PARK PLACE EAST
Located at ▶ FRESNO CA ZIP+4 ▶ 93720

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 |

			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.			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?	N/A	1c		
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 ▶ 20 , 20 , 20 , 20				
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 page 22 of the 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 ▶ 20 , 20 , 20 , 20				
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?	N/A	4b		

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)? (see page 22 of the instructions) ☐ 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 page 22 of the 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 (see page 22 of the instructions).

(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
E. MARTIN ANDERSON 620 SAND HILL RD APT 422F	PALO ALTO CA 94304-2622	PRESIDENT 100.00	0	0	0
W. F. DOCKER 3 RIVER PARK PL EAST	FRESNO CA 93720	TREASURER 100.00	0	0	0
CHRISTINE DOCKER 3 RIVER PARK PL EAST	FRESNO CA 93720	SECRETARY 100.00	0	0	0

2 Compensation of five highest-paid employees (other than those included on line 1 — see page 23 of the instructions). 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 (see page 23 of the instructions). 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 ▶

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 (see page 24 of the instructions)

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 page 24 of the instructions 3	
Total. Add lines 1 through 3 ▶	

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the 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	2,477,025
b	Average of monthly cash balances	1b	93,194
c	Fair market value of all other assets (see page 25 of the instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	2,570,219
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	2,570,219
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	38,553
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	2,531,666
6	**Minimum investment return.** Enter 5% of line 5	6	126,583

Part XI Distributable Amount (see page 25 of the 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	126,583
2a	Tax on investment income for 2010 from Part VI, line 5 2a 737		
b	Income tax for 2010 (This does not include the tax from Part VI) 2b		
c	Add lines 2a and 2b	2c	737
3	Distributable amount before adjustments Subtract line 2c from line 1	3	125,846
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	125,846
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	125,846

Part XII Qualifying Distributions (see page 25 of the 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	266,178
b	Program-related investments—total from Part IX-B	1b	
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	266,178
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 (see page 26 of the instructions)	5	737
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	265,441

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 page 26 of the instructions)

		(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7					125,846
2 Undistributed income, if any, as of the end of 2010					
a Enter amount for 2009 only					
b Total for prior years 20____, 20____, 20____					
3 Excess distributions carryover, if any, to 2010					
a From 2005	49,004				
b From 2006					
c From 2007					
d From 2008	119,447				
e From 2009	181,723				
f **Total** of lines 3a through e		350,174			
4 Qualifying distributions for 2010 from Part XII, line 4 ▶ $ 266,178					
a Applied to 2009, but not more than line 2a					
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)					
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)					
d Applied to 2010 distributable amount					125,846
e Remaining amount distributed out of corpus		140,332			
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a))					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		490,506			
b Prior years' undistributed income Subtract line 4b from line 2b					
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					
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions					
e Undistributed income for 2009. Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions					
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) (see page 27 of the instructions)					
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)		49,004			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a		441,502			
10 Analysis of line 9					
a Excess from 2006					
b Excess from 2007					
c Excess from 2008	119,447				
d Excess from 2009	181,723				
e Excess from 2010	140,332				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a 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
2a 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 page 28 of 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 page 28 of the 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

N/A

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

N/A

c Any submission deadlines

N/A

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

N/A

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				
HOOVER INSTITUTION STANFORD UNIVERSITY STANFORD CA 94305				260,000
STANFORD UNIVERSITY STANFORD UNIVERSITY STANFORD CA 94305				5,000
PUNAHOU SCHOOL 1601 PUNAHOU ST HONOLULU HI 96822				200
VETERANS OF FOREIGN WARS 6801 WILSON RD KANSAS CITY MO				10
Total			▶ 3a	265,210
b Approved for future payment N/A				
Total			▶ 3b	

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 (See page 28 of the instructions)
	(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					2,840
4 Dividends and interest from securities					76,522
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					
8 Gain or (loss) from sales of assets other than inventory					51,416
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		0	130,778

13 **Total.** Add line 12, columns (b), (d), and (e) 13 130,778

(See worksheet in line 13 instructions on page 29 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) (See page 29 of the instructions)
N/A	

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 Martin Anderson — Signature of officer or trustee | 3/3/2011 — Date | PRESIDENT — Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☒ if self-employed
R L KERLEY	R L KERLEY	02/23/11	

Firm's name ▶	ROBERT L. KERLEY, BUSINESS CONSULTANT	PTIN	P01082005
Firm's address ▶	1221 Victoria St # 501	Firm's EIN ▶	99-0214143
	Honolulu, HI 96814-1431	Phone no	808-531-3530

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
MSCI EAFE INDEX FD	6/11/09	2/09/10	Purchase $ 41,549	$ 38,967	$	$	$ 2,582
MSCI EAFE INDEX FD	12/23/08	2/09/10	Purchase 41,549	33,838			7,711
BARCLAYS INTERM CR BOND FD	3/31/08	2/09/10	Purchase 25,856	25,568			288
BARCLAYS INTERM CR BOND FD	3/17/08	2/09/10	Purchase 43,955	43,447			508
T ROWE PRICE HI YIELD FD	1/29/10	2/09/10	Purchase 298	301			-3
T ROWE PRICE HI YIELD FD	12/31/09	2/09/10	Purchase 502	506			-4
T ROWE PRICE HI YIELD FD	11/30/09	2/09/10	Purchase 324	320			4
T ROWE PRICE HI YIELD FD	10/30/09	2/09/10	Purchase 342	335			7
T ROWE PRICE HI YIELD FD	9/30/09	2/09/10	Purchase 328	319			9
T ROWE PRICE HI YIELD FD	8/31/09	2/09/10	Purchase 318	298			20
T ROWE PRICE HI YIELD FD	7/31/09	2/09/10	Purchase 359	333			26
T ROWE PRICE HI YIELD FD	6/30/09	2/09/10	Purchase 347	307			40
T ROWE PRICE HI YIELD FD	5/29/09	2/09/10	Purchase 347	297			50
T ROWE PRICE HI YIELD FD	4/30/09	2/09/10	Purchase 354	290			64
T ROWE PRICE HI YIELD FD	11/06/08	2/09/10	Purchase 22,456	17,619			4,837
TIFFANY & CO	2/01/08	2/23/10	Purchase 8,599	8,095			504
TIFFANY & CO	8/14/08	2/23/10	Purchase 13,543	12,904			639

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
T ROWE PRICE HI YIELD FD	11/06/08	3/04/10	Purchase $ 1,461	$ 1,131	$	$	$ 330
T ROWE PRICE HI YIELD FD	11/28/08	3/04/10	Purchase 169	120			49
T ROWE PRICE HI YIELD FD	12/31/08	3/04/10	Purchase 214	155			59
T ROWE PRICE HI YIELD FD	1/16/09	3/04/10	Purchase 25,146	19,000			6,146
T ROWE PRICE HI YIELD FD	1/30/09	3/04/10	Purchase 278	211			67
T ROWE PRICE HI YIELD FD	2/27/09	3/04/10	Purchase 396	293			103
T ROWE PRICE HI YIELD FD	3/31/09	3/04/10	Purchase 390	290			100
T ROWE PRICE HI YIELD FD	2/26/10	3/04/10	Purchase 230	229			1
BEST BUY CO	3/27/08	4/28/10	Purchase 9,257	8,661			596
JOHNSON & JOHNSON	11/30/05	4/28/10	Purchase 3,233	3,106			127
JOHNSON & JOHNSON	12/13/05	4/28/10	Purchase 6,467	6,008			459
ROCKWELL COLLINS INC	5/06/08	4/28/10	Purchase 25,803	25,665			138
MICROSOFT CORP	3/27/08	4/28/10	Purchase 15,427	14,131			1,296
BARCLAYS INTERM CR BOND FD	12/28/07	4/28/10	Purchase 47,015	45,258			1,757
TSY INFL IX N/B	6/30/05	1/15/10	Purchase 64,265	65,243			-978
LEUTHOLD ASSET ALLOC FD	12/11/08	4/28/10	Purchase 9,556	6,898			2,658
LEUTHOLD ASSET ALLOC FD	12/30/08	4/28/10	Purchase 444	326			118

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
MSCI EMERGING MKT FD	6/04/09	5/11/10	Purchase $ 52,666	$ 43,093	$	$	$ 9,573
LOWES COMPANIES INC	8/14/08	5/11/10	Purchase 9,501	8,354			1,147
EMERSON ELECTRIC CO	6/09/06	5/11/10	Purchase 12,639	10,017			2,622
BARCLAYS INTERM CR BOND FD	12/28/07	5/11/10	Purchase 39,007	37,715			1,292
VAUGHAN NELSON SMALL CAP	12/19/08	5/18/10	Purchase 20,000	14,129			5,871
PROGRESSIVE CORP	5/01/07	6/01/10	Purchase 6,771	8,059			-1,288
EOG RESOURCES INC	9/12/08	6/03/10	Purchase 8,203	6,753			1,450
FURIEX PHARMACEUTICALS	5/18/06	6/14/10	Purchase 6	7			-1
MCDONALD/S CORP	11/18/03	6/24/10	Purchase 6,798	2,505			4,293
GILEAD SCIENCES INC	4/06/04	6/24/10	Purchase 10,803	4,288			6,515
PHARMACEUTICAL PRODUCT DEV	5/08/06	6/24/10	Purchase 20,782	27,486			-6,704
PHARMACEUTICAL PRODUCT DEV	1/17/07	6/24/10	Purchase 5,195	6,600			-1,405
PHARMACEUTICAL PRODUCT DEV	3/27/08	6/24/10	Purchase 9,092	14,301			-5,209
CISCO SYSTEMS INC	10/01/01	6/24/10	Purchase 9,083	4,764			4,319
LINEAR TECHNOLOGY CORP	2/23/07	6/24/10	Purchase 14,481	17,211			-2,730
VAUGHAN NELSON SMALL CAP	5/26/09	6/24/10	Purchase 15,000	12,020			2,980
FURIEX PHARMACEUTICALS INC	5/18/06	6/25/10	Purchase 740	957			-217

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
FURIEX PHARMACEUTICAL INC	1/17/07	6/25/10	Purchase $ 186	$ 232	$	$	$ -46
FURIEX PHARMACEUTICALS INC	3/27/08	6/25/10	Purchase 326	502			-176
NOKIA CORP	10/01/01	7/02/10	Purchase 5,440	9,965			-4,525
NOKIA CORP	8/06/03	7/02/10	Purchase 2,092	3,600			-1,508
NOKIA CORP	5/12/05	7/02/10	Purchase 2,511	5,052			-2,541
NOKIA CORP	9/01/05	7/02/10	Purchase 2,929	5,571			-2,642
NOKIA CORP	3/27/08	7/02/10	Purchase 7,114	26,588			-19,474
NOKIA CORP	7/24/09	7/02/10	Purchase 7,532	11,775			-4,243
PEPSICO INC	7/25/02	7/06/10	Purchase 9,213	5,963			3,250
WELLS FARGO & CO	3/24/08	7/06/10	Purchase 7,662	9,743			-2,081
VAUGHAN NELSON SMALL CAP	4/13/10	7/06/10	Purchase 1,005	1,182			-177
VAUGHAN NELSON SMALL CAP	12/17/09	7/06/10	Purchase 338	349			-11
VAUGHAN NELSON SMALL CAP	5/26/09	7/06/10	Purchase 8,657	7,347			1,310
PIMCO FUNDS TOTAL RETURN	3/04/10	7/06/10	Purchase 24,951	24,457			494
MCDONALD'S CORP	11/18/03	7/13/10	Purchase 4,956	1,753			3,203
UNITED PARCEL SERVICE	1/26/07	7/16/10	Purchase 4,494	5,442			-948
UNITED PARCEL SERVICE	3/27/08	7/16/10	Purchase 2,996	3,665			-669

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description: Whom Sold	Date Acquired	Date Sold	How Received: Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
PROGRESSIVE CORP			Purchase				
	5/01/07	7/20/10	$ 9,342	$ 10,937	$	$	$ -1,595
LINEAR TECHNOLOGY CORP			Purchase				
	2/23/07	7/26/10	5,711	6,024			-313
VAUGHAN NELSON SMALL CAP			Purchase				
	5/26/09	8/17/10	60,933	48,633			12,300
VAUGHAN NELSON SMALL CAP			Purchase				
	12/19/08	8/17/10	4,067	3,029			1,038
TSY INFL IX N/B			Purchase				
	2/24/09	11/22/10	83,227	78,597			4,630
Total			$ 907,226	$ 869,134	$ 0	$ 0	$ 38,092

Statement 2 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
R L KERLEY, BUSINESS CONSULTANT	$ 1,935	$ 967	$	$ 968
Total	$ 1,935	$ 967	$ 0	$ 968

Statement 3 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
MT. EDEN INVESTMENT ADVISORS	$ 18,032	$ 18,032	$	$
Total	$ 18,032	$ 18,032	$ 0	$ 0

Federal Statements

Statement 4 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
FRANCHISE TAX BOARD CALIFORNIA	$ 10	$ 10	$	$
Total	$ 10	$ 10	$ 0	$ 0

Federal Statements

Statement 5 - Form 990-PF, Part II, Line 10a - US and State Government Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
TREASURY SECURITIES				
	$ 143,840	$	Cost	$
Total	$ 143,840	$ 0		$ 0

Statement 6 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
SEE ATTACHED SCHEDULE				
	$ 1,312,441	$ 1,662,753	Cost	$ 2,018,805
Total	$ 1,312,441	$ 1,662,753		$ 2,018,805

Statement 7 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
SEE ATTCHD MT EDEN ADVISORS SCH				
	$ 193,810	$ 100,344	Cost	$ 99,372
Total	$ 193,810	$ 100,344		$ 99,372

Statement 8 - Form 990-PF, Part II, Line 13 - Other Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
OTHER INVESTMENTS MT EDEN				
	$ 476,689	$ 319,010	Cost	$ 365,869
Total	$ 476,689	$ 319,010		$ 365,869

Statement 9 - Form 990-PF, Part III, Line 5 - Other Decreases

Description	Amount
MARKET UNREALIZED GAINS	$ -109,886
Total	$ -109,886

Federal Statements

Form 990-PF, Part XV, Line 1a - Managers Who Contributed Over 2% or $5,000

Name of Manager	Amount
NONE	$
Total	$ 0

Form 990-PF, Part XV, Line 1b - Managers Who Own 10% or More Stock

Name of Manager	Amount
NONE	$
Total	$ 0

HOLDINGS REPORT

Martin & Illie Anderson Foundation

Schwab a/c# 2107-xxxx

December 31, 2010

Quantity	Security	Price	Market Value	Unit Cost	Total Cost	Pct. Assets	Unrealized Gain/Loss	Annual Income	Curr. Yield	Security Symbol
Cash & Equivalents										
	Accrued Dividends		1,175.40		1,175 40	0 0		0.00	0 0	divacc
	Schwab Gov't Money Fund		79,483.02		79,483 02	3.1		7.95	0 0	swgxx
			80.658.42		80.658 42	3.1		7.95	0.0	
Common Stock										
700	AFLAC Inc.	56 43	39.501 00	47 26	33.079.84	1.5	6,421.16	840.00	2.1	afl
600	Automatic Data Processing Inc.	46.28	27.768.00	31 21	18.727.22	1.1	9.040 78	816.00	2.9	adp
700	Best Buy Co., Inc.	34 29	24,003.00	36.78	25.748.72	0.9	-1.745.72	420.00	1.7	bby
700	Chevron Corp	91.25	63.875.00	33.34	23,341.50	2.5	40.533.50	2,016.00	3.2	cvx
400	Church & Dwight Co Inc	69.02	27,608.00	57.11	22,842.04	1.1	4,765.96	272.00	1.0	chd
1.600	Cisco Systems Inc.	20.23	32,368.00	16.26	26,014 71	1 3	6.353.29	0 00	0 0	csco
400	Colgate-Palmolive Co	80 37	32,148.00	54 06	21,625.90	1 3	10,522.10	848.00	2.6	cl
540	Costco Wholesale Corp	72 21	38.993.40	44 80	24,191.03	1 5	14.802.37	442.80	1.1	cost
450	Covidien Ltd.	45.66	20.547.00	43 52	19.583.77	0 8	963.23	360.00	1.8	cov
2,600	EMC Corporation	22 90	59,540.00	12 18	31.680.61	2.3	27.859.39	0.00	0.0	emc
300	EOG Resources Inc	91.41	27.423.00	90 04	27,011.09	1.1	411.91	186.00	0.7	eog
500	Emerson Electric Co.	57.17	28.585.00	40.07	20.034.13	1 1	8.550.87	670.00	2.3	emr
500	Exelon Corp	41.64	20,820.00	48.73	24,367.50	0.8	-3.547.50	1.050.00	5.0	exc
600	Exxon Mobil Corporation	73 12	43,872 00	65 46	39,278.95	1.7	4.593.05	1.056.00	2.4	xom
250	Franklin Resources, Inc.	111.21	27,802.50	93 74	23.435.82	1.1	4.366.68	220.00	0.8	ben
2.225	General Electric Co	18.29	40,695.25	29 00	64,514 43	1.6	-23,819.18	1.068.00	2.6	ge
400	Gilead Sciences Inc.	36.24	14,496.00	14.29	5.717.00	0.6	8.779.00	0.00	0 0	gild
100	Google Inc	593 97	59.397.00	462.54	46.254.04	2 3	13.142.96	0.00	0.0	goog
950	Jacobs Engineering Group	45.85	43.557.50	35 67	33,883.52	1.7	9.673.98	0.00	0.0	jec
200	Johnson & Johnson	61 85	12,370.00	60 08	12,016.63	0.5	353.37	432.00	3.5	jnj
725	Linear Technology Corp	34.59	25.077.75	32.07	23,253.12	1 0	1,824.63	667.00	2 7	lltc
1,750	Lowes Companies Inc.	25.08	43.890.00	22.46	39,310.55	1.7	4,579 45	770.00	1.8	low
330	McDonald's Corp.	76.76	25.330.80	27.79	9.170 98	1.0	16.159.82	805.20	3.2	mcd
1.500	Microsoft Corporation	27.91	41.865.00	25.35	38.027.09	1.6	3.837.91	960.00	2.3	msft
550	NextEra Energy, Inc.	51.99	28.594.50	44.45	24.448.59	1.1	4.145.91	1.100.00	3 8	nee
750	Novartis AG	58.95	44.212.50	54.39	40.795.91	1.7	3.416.59	949.82	2.1	nvs
750	PepsiCo. Inc.	65.33	48.997.50	58.15	43.613.16	1.9	5.384.34	1.440 00	2 9	pep
1.475	Progressive Corp.	19.87	29.308.25	18 72	27,607 07	1.1	1.701.18	237.92	0 8	pgr
700	Qualcomm Inc	49.49	34.643.00	34.09	23,860 47	1.4	10,782 53	532.00	1 5	qcom
500	Rockwell Collins Inc	58.26	29.130 00	48 94	24,471 93	1 1	4.658.07	480.00	1.6	col
550	SPDR Materials Select	38.41	21,125.50	28 36	15,598.10	0 8	5,527.40	643.50	3 0	xlb
540	Schlumberger Ltd.	83.50	45.090 00	68 08	36.764.74	1.8	8.325.26	453.60	1.0	slb

HOLDINGS REPORT

Martin & Illie Anderson Foundation

Schwab a/c# 2107-xxxx

December 31, 2010

Quantity	Security	Price	Market Value	Unit Cost	Total Cost	Pct. Assets	Unrealized Gain/Loss	Annual Income	Curr. Yield	Security Symbol
700	State Street Corp	46.34	32.438.00	45 65	31.957 67	1.3	480 33	28.00	0.1	stt
550	TJX Companies Inc	44.39	24.414.50	40.54	22.299.23	1.0	2.115.27	330.00	1 4	tjx
835	Teva Pharmaceutical	52.13	43.528.55	33.39	27.883 35	1 7	15.645.20	557.76	1.3	teva
525	Transocean Inc	69.51	36,492 75	52.49	27,559.49	1 4	8,933.26	0.00	0.0	rig
575	United Parcel Service Inc.	72.58	41.733.50	72 29	41,563.94	1.6	169.56	1.081.00	2.6	ups
1,100	Wells Fargo & Co	30 99	34.089.00	28.33	31,165.82	1 3	2.923.18	220.00	0.6	wfc
2.000	Western Union	18 57	37.140.00	20.51	41.026 75	1.4	-3.886 75	480.00	1 3	wu
			1,352.470.75		1,113,726.41	52 7	238,744.34	22.432.60	1 7	
Domestic Equity Funds										
4.898.9404	Vaughan Nelson Small Cap Value Fund Class	22 69	111.156.96	17.79	87.166.25	4.3	23,990.71	146.97	0.1	nefjx
International Equity Funds										
5.408.4193	Europacific Growth Fund. Class F-2 Shs	41.33	223.529 97	35 88	194.049 00	8 7	29.480.97	3.623.64	1 6	aepfx
4.356.5323	Nuveen Tradewinds International Value Fund	26 17	114.010.45	21.08	91.839.16	4.4	22.171.29	1.263.39	1.1	ngrrx
4.843.6812	Rs Emerging Markets Fund Class Y	26.75	129.568 47	22.72	110.049 00	5.1	19.519.47	3.099.96	2.4	rsenx
2.198 3675	Templeton China World Fund Advisor Class	40.06	88.066.60	29.99	65.923.48	3.4	22.143 12	967.28	1.1	tacwx
			555.175 49		461.860.64	21.6	93.314.85	8.954.27	1.6	
Domestic Bond Funds										
9,158.7535	Pimco Funds Total Return Fund Institutiona	10.85	99.372.48	10.96	100.344.47	3.9	-971.99	3.205.56	3.2	pttrx
Liquid Alternatives										
5.381 311	Diamond Hill Long Short Institutional	16.42	88.361 13	14 32	77.077.41	3.4	11.283.72	1.130.08	1 3	dhlsx
2.724.235	Gateway Fund-Y Instl	26.06	70,993.56	23.59	64.261.55	2.8	6.732.01	1.307.63	1.8	gteyx
8.459 369	Leuthold Asset Allocation Fund Instl	10.53	89.077.16	8.44	71,380 91	3.5	17.696 25	1.099 72	1.2	laaix
9.745.858	PIMCO All Asset Fund Instl	12 05	117.437.59	10 91	106.289.73	4.6	11.147.86	6.724.64	5.7	paaix
			365.869 44		319.009 60	14.3	46,859.84	10.262.07	2 8	

HOLDINGS REPORT

Martin & Illie Anderson Foundation

Schwab a/c# 2107-xxxx

December 31, 2010

Quantity	Security	Price	Market Value	Unit Cost	Total Cost	Pct. Assets	Unrealized Gain/Loss	Annual Income	Curr. Yield	Security Symbol
TOTAL PORTFOLIO			**2,564,703.53**		**2,162,765.79**	**100.0**	**401,937.75**	**45,009.42**	**1.8**	

Please contact us if there are any changes in your financial situation or investment objectives, or if you wish to discuss adding or modifying any restrictions to how we manage your portfolio