



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust

Treated as a Private Foundation

2010

Department of the Treasury
Internal Revenue Service

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

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 STEPHENSON FOUNDATION		A Employer identification number 94-3320092
Number and street (or P O box number if mail is not delivered to street address) 3000 SAND HILL ROAD, BLDG. 4		B Telephone number (650) 854-3927
City or town, state, and ZIP code MENLO PARK, CA 94025		C If exemption application is pending, check here ☐
H Check type of organization: ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		D 1. Foreign organizations, check here ☐ 2. Foreign organizations meeting the 85% test, check here and attach computation ☐
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ 21,779,350.	J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) _____	E If private foundation status was terminated under section 507(b)(1)(A), check here ☐
(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).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check ☒ if the foundation is not required to attach Sch. B					
3 Interest on savings and temporary cash investments		381.	381.		STATEMENT 1
4 Dividends and interest from securities		745,820.	745,349.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		1,537,140.			
b Gross sales price for all assets on line 6a 22,592,399.					
7 Capital gain net income (from Part IV, line 2)			1,537,140.		
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		7,361.	7,361.		STATEMENT 3
12 Total. Add lines 1 through 11		2,290,702.	2,290,231.		
13 Compensation of officers, directors, trustees, etc		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees STMT 4		14,000.	0.		0.
c Other professional fees STMT 5		63,680.	63,680.		0.
17 Interest					
18 Taxes STMT 6		22,220.	3,210.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses NOV 21 2010 STMT 7		27.	0.		2.
24 Total operating and administrative expenses. Add lines 13 through 23		99,927.	66,890.		2.
25 Contributions, gifts, grants paid		843,369.			843,369.
26 Total expenses and disbursements. Add lines 24 and 25		943,296.	66,890.		843,371.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		1,347,406.			
b Net investment income (if negative, enter -0-)			2,223,341.		
c Adjusted net income (if negative, enter -0-)				N/A	

SCANNED NOV 22 2010

RECEIVED

NOV 21 2010

Part II Balance Sheets		Beginning of year (a) Book Value	End of year	
			(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	207,967.	861,167.	861,167.
	3 Accounts receivable ▶ 38,171.			
	Less: allowance for doubtful accounts ▶	13,133.	38,171.	38,171.
	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			
	b Investments - corporate stock STMT 9	17,509,980.	18,557,246.	19,617,101.
	c Investments - corporate bonds			
Liabilities	11 Investments - land, buildings, and equipment basis ▶			
	Less: accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 10	1,087,189.	751,996.	1,262,911.
	14 Land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers)	18,818,269.	20,208,580.	21,779,350.
	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 ▶ ☒			
	and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	18,818,269.	20,208,580.	
	30 Total net assets or fund balances	18,818,269.	20,208,580.	
	31 Total liabilities and net assets/fund balances	18,818,269.	20,208,580.	

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	18,818,269.
2 Enter amount from Part I, line 27a	2	1,347,406.
3 Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 8	3	42,905.
4 Add lines 1, 2, and 3	4	20,208,580.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	20,208,580.

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 22,592,399.		21,055,259.	1,537,140.

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			
b			
c			
d			
e			1,537,140.

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	1,537,140.
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	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7		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	1,099,974.	17,160,910.	.064098
2008	1,239,034.	21,937,878.	.056479
2007	1,067,800.	25,731,112.	.041498
2006	1,090,731.	23,105,680.	.047206
2005	606,850.	20,754,981.	.029239

2 Total of line 1, column (d)	2	.238520
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	.047704
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	19,993,552.
5 Multiply line 4 by line 3	5	953,772.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	22,233.
7 Add lines 5 and 6	7	976,005.
8 Enter qualifying distributions from Part XII, line 4 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.	8	843,371.

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	44,467.
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	44,467.
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	44,467.
6 Credits/Payments:			
a 2010 estimated tax payments and 2009 overpayment credited to 2010	6a	43,005.	
b Exempt foreign organizations - tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c	15,000.	
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d	7	58,005.	
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	13,538.	
11 Enter the amount of line 10 to be: Credited to 2011 estimated tax ☐ 13,538. 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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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.		X
c Did the foundation file Form 1120-POL for this year?		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		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
b If "Yes," has it filed a tax return on Form 990-T for this year?	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		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?	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.	X	
8a Enter the states to which the foundation reports or with which it is registered (see 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	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		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Form 990-PF (2010)

Part VII-A Statements Regarding Activities (continued)

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? Website address ► N/A	13	X	
14	The books are in care of ► BARBARA STEPHENSON Telephone no. ► (650) 854-3927 Located at ► 3000 SAND HILL RD BLDG #4-250, MENLO PARK, CA ZIP+4 ► 94025			
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			
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? 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 ►	16	Yes	No X

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)? Organizations relying on a current notice regarding disaster assistance check here N/A ► ☐	1b	
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

Form 990-PF (2010)

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

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

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

N/A
▶ ☐

5b

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

6b

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

7b

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

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
BARBARA STEPHENSON	PRESIDENT			
3000 SAND HILL ROAD, BLDG #4-280				
MENLO PARK, CA 94025	1.00	0.	0.	0.
THOMAS F. STEPHENSON	VICE PRESIDENT			
3000 SAND HILL ROAD, BLDG #4-280				
MENLO PARK, CA 94025	1.00	0.	0.	0.

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

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over \$50,000

▶ 0

Form 990-PF (2010)

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.

Form 990-PF (2010)

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	18,590,483.
b	Average of monthly cash balances	1b	339,414.
c	Fair market value of all other assets	1c	1,368,125.
d	Total (add lines 1a, b, and c)	1d	20,298,022.
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	20,298,022.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	304,470.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	19,993,552.
6	Minimum investment return. Enter 5% of line 5	6	999,678.

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	999,678.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	44,467.
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	44,467.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	955,211.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	955,211.
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	955,211.

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	843,371.
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	843,371.
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	843,371.

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.

Form 990-PF (2010)

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				955,211.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			842,827.	
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: ► \$ 843,371.				
a Applied to 2009, but not more than line 2a			842,827.	
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				544.
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				954,667.
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				

N/A

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

b 85% of line 2a

d Amounts included in line 2c not used directly for active conduct of exempt activities

Subtract line 2d from line 2c

a "Assets" alternative test - enter:

(1) Value of all assets

(2) Value of assets qualifying under section 4942(j)(3)(B)(i)

b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed

c "Support" alternative test - enter:

(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)

(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)

(3) Largest amount of support from an exempt organization

(4) Gross investment income

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

1 Information Regarding Foundation Managers:

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

SEE STATEMENT 11

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:

BARBARA STEPHENSON, (650) 854-3927

3000 SAND HILL RD. BLDG #4-180, MENLO PARK, CA 94025

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	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
Name and address (home or business)				
a Paid during the year SEE STATEMENT ATTACHED				843,369.
Total				▶ 3a 843,369.
b Approved for future payment NONE				
Total				▶ 3b 0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

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) Exclu- sion 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			14	381.	
4 Dividends and interest from securities			14	745,820.	
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			14	7,361.	
8 Gain or (loss) from sales of assets other than inventory			18	1,537,140.	
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.		2,290,702.	0.
13 Total. Add line 12, columns (b), (d), and (e)				13 2,290,702.	

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

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

[illegible]

STEPHENSON FOUNDATION

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	CAPITAL GUARDIAN #44-150800 - SEE STATEMENT ATTAC	P	VARIOUS	VARIOUS
b	CAPITAL GUARDIAN #44-150800 - SEE STATEMENT ATTAC	P	VARIOUS	VARIOUS
c	FIDELITY #Y89-891371 - SEE STATEMENT ATTACHED	P	VARIOUS	VARIOUS
d	FIDELITY #Y89-891371 - SEE STATEMENT ATTACHED	P	VARIOUS	VARIOUS
e	SC FRANCHISE PARTNERS, LP	P	VARIOUS	VARIOUS
f	SC IX PRINCIPALS FUND	P	VARIOUS	VARIOUS
g	SC X PRINCIPALS FUND	P	VARIOUS	VARIOUS
h	SC X PRINCIPALS FUND	P	VARIOUS	VARIOUS
i	SC BUYOUTS, LLC	P	VARIOUS	VARIOUS
j	SC FRANCHISE PARTNERS, LP	P	VARIOUS	VARIOUS
k	CAPITAL GAINS DIVIDENDS			
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 4,888,937.		4,369,714.	519,223.
b 6,561,918.		5,318,361.	1,243,557.
c 3,351,364.		3,112,089.	239,275.
d 7,336,183.		8,253,161.	-916,978.
e		1,538.	-1,538.
f		201.	-201.
g 430,504.			430,504.
h 419.			419.
i 2,680.			2,680.
j		195.	-195.
k 20,394.			20,394.
l			
m			
n			
o			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
(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			519,223.
b			1,243,557.
c			239,275.
d			-916,978.
e			-1,538.
f			-201.
g			430,504.
h			419.
i			2,680.
j			-195.
k			20,394.
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	1,537,140.
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

2010 Tax Information Statement

Page 15 of 31

Account Number 44-150800
 Recipient's Tax ID Number XX-XXX0092

Recipient's Name and Address:
 THE STEPHENSON FOUNDATION
 THOMAS F & BARBARA U STEPHENSON
 DIRECTORS OF THE FDN
 198 FAIR OAKS LANE
 ATHERTON, CA 94027

☐ Corrected

☐ 2nd TIN notice

CAPITAL GUARDIAN TRUST COMPANY
 C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
 IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
200 0000	136385952	CANADIAN NATURAL RESOURCES LTD CS	VARIOUS	02/22/2010	13,651 32	8,078 50	5,572 82	0 00
200 0000	136385952	CANADIAN NATURAL RESOURCES LTD CS	11/24/2008	02/23/2010	13,488 22	7,564 94	5,923 28	0 00
300 0000	136385952	CANADIAN NATURAL RESOURCES LTD CS	11/24/2008	03/09/2010	21,534 19	11,347 41	10,186 78	0 00
650 0000	617232004	CANON INC	07/08/2003	03/09/2010	28,555 79	22,276 34	6,279 45	0 00
331 2100	140194101	CAPITAL INCOME BUILDER CL F2	12/21/2007	04/20/2010	16,120 00	20,401 00	-4,281 00	0 00
160 0000	140194101	CAPITAL INCOME BUILDER CL F2	VARIOUS	10/21/2010	8,000 01	9,788 97	-1,788 98	0 00
400 0000	143658300	CARNIVAL CORP COMMON PAIRED STOCK	VARIOUS	03/09/2010	14,615 81	15,834 07	-1,218 26	0 00
1100 0000	151020104	CELGENE CORP	VARIOUS	03/09/2010	67,638 12	71,213 81	-3,575 69	0 00
100 0000	156782104	CERNER CORP	06/03/2008	02/05/2010	7,602 53	4,536 58	3,065 95	0 00
1700 0000	156782104	CERNER CORP	VARIOUS	03/09/2010	141,613 61	71,553 74	70,059 87	0 00
4500 0000	17275R102	CISCO SYSTEMS INC	VARIOUS	03/09/2010	118,438 49	94,391 67	24,046 82	0 00
1908 2306	612345900	COCA-COLA AMATIL LTD	09/16/2004	03/09/2010	19,733 77	9,181 17	10,552 60	0 00
400 0000	191216100	COCA-COLA CO	07/23/2008	02/05/2010	21,171 85	20,867 72	304 13	0 00
100 0000	191216100	COCA-COLA CO	07/23/2008	02/08/2010	5,296 12	5,216 93	79 19	0 00
400 0000	191216100	COCA-COLA CO	VARIOUS	03/09/2010	21,715 72	17,866 94	3,848 78	0 00
1250 0000	20030N101	COMCAST CORP CL A (NEW)	VARIOUS	03/09/2010	21,962 23	24,762 80	-2,800 57	0 00
400 0000	22160K105	COSTCO WHOLESALE CORP	VARIOUS	03/09/2010	24,147 69	11,579 61	12,568 08	0 00
1600 0000	018270009	CRH PLC	VARIOUS	03/09/2010	38,884 38	23,313 80	15,570 58	0 00

This is important tax information and is being furnished to you.



2010 Tax Information Statement

Page 16 of 31

Account Number
Recipient's Tax ID Number

44-150800
XX-XXX0092

☐ Corrected

☐ 2nd TIN notice

Recipient's Name and Address.

THE STEPHENSON FOUNDATION
THOMAS F & BARBARA U STEPHENSON
DIRECTORS OF THE FDN
198 FAIR OAKS LANE/
ATHERTON, CA 94027

CAPITAL GUARDIAN TRUST COMPANY
C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
200 0000	235851102	DANAHER CORP	VARIOUS	03/09/2010	15,305 80	10,821 99	4,483 81	0 00
415 7647	B1Y9TB906	DANONE	VARIOUS	03/10/2010	25,059 43	30,678 12	-5,618 69	0 00
1200 0000	23918K108	DAVITA INC	VARIOUS	03/09/2010	74,879 04	35,794 17	39,084 87	0 00
2000 0000	617520903	DBS GROUP HOLDINGS LTD	VARIOUS	03/09/2010	20,082 56	12,429 74	7,652 82	0 00
2200 0000	278642103	EBAY INC	VARIOUS	03/09/2010	54,427 30	63,213 19	-8,785 89	0 00
800 0000	278865100	ECOLAB INC	VARIOUS	03/09/2010	34,095 57	24,842 82	9,252 75	0 00
1300 0000	281020107	EDISON INTERNATIONAL	VARIOUS	03/09/2010	43,562 44	42,420 00	1,142 44	0 00
400 0000	291011104	EMERSON ELECTRIC CO	08/04/2004	03/09/2010	19,175 76	12,560 00	6,615 76	0 00
200 0000	29266R108	ENERGIZER HOLDINGS INC	05/21/2008	03/09/2010	11,763 85	16,320 52	-4,556 67	0 00
800 0000	721247906	ESSILOR INTL	VARIOUS	03/09/2010	49,843 72	14,972 68	34,871 04	0 00
200 0000	635693005	FANUC CO	VARIOUS	03/09/2010	20,468 18	12,098 02	8,370 16	0 00
300 0000	336433107	FIRST SOLAR INC	02/26/2009	03/09/2010	31,766 59	31,422 18	344 41	0 00
200 0000	343412102	FLUOR CORP (NEW)	10/11/2002	03/09/2010	8,937 88	2,122 96	6,814 92	0 00
1800 0000	369604103	GENERAL ELECTRIC CO (USD)	01/31/2003	03/09/2010	29,249 62	41,634 00	-12,384 38	0 00
1500 0000	G3922B107	GENPACT LTD	VARIOUS	03/09/2010	23,571 90	25,311 79	-1,739 89	0 00
900 0000	38141G104	GOLDMAN SACHS GROUP INC	VARIOUS	03/09/2010	151,855 08	113,259 30	38,595 78	0 00
100 0000	410345102	HANESBRANDS INC	09/08/2006	01/07/2010	2,452 61	2,184 54	268 07	0 00
200 0000	410345102	HANESBRANDS INC	VARIOUS	01/08/2010	4,932 76	4,330 18	602 58	0 00
100 0000	410345102	HANESBRANDS INC	VARIOUS	01/13/2010	2,407 98	2,035 01	372 97	0 00
25 0000	410345102	HANESBRANDS INC	VARIOUS	01/14/2010	606 80	483 20	123 62	0 00

This is important tax information and is being furnished to you

2010 Tax Information Statement

Page 17 of 31

Account Number 44-150800
 Recipient's Tax ID Number XX-XXX0092

Recipient's Name and Address
 THE STEPHENSON FOUNDATION
 THOMAS F & BARBARA U STEPHENSON
 DIRECTORS OF THE FDN
 198 FAIR OAKS LANE
 ATHERTON, CA 94027

☐ Corrected

☐ 2nd TIN notice

CAPITAL GUARDIAN TRUST COMPANY
 C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
 IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
200 0000	40415F101	HDFC BANK LTD	03/06/2009	03/09/2010	25,373 67	9,391 60	15,982 07	0 00
600 0000	428236103	HEWLETT-PACKARD CO	VARIOUS	03/09/2010	30,941 60	19,014 45	11,927 15	0 00
292 0000	711075903	HOLCIM LTD NAMEN	VARIOUS	01/08/2010	23,472 10	10,515 53	12,956 57	0 00
446 0000	711075903	HOLCIM LTD NAMEN	VARIOUS	03/09/2010	32,073 38	16,336 51	15,736 87	0 00
22720 0000	643655004	HONG KONG/CHINA GAS	VARIOUS	03/09/2010	53,787 02	25,501 95	28,285 07	0 00
419 0000	054052907	HSBC HOLDINGS PLC UKP	01/29/2009	03/09/2010	4,420 25	3,500 39	919 86	0 00
800 0000	443683107	HUDSON CITY BANCORP INC	VARIOUS	03/09/2010	10,655 86	13,625 96	-2,970 11	0 00
1200 0000	452308109	ILLINOIS TOOL WORKS INC	09/08/2000	03/09/2010	55,979 29	33,105 00	22,874 29	0 00
1000 0000	045449907	IMPERIAL TOBACCO PLC	VARIOUS	03/09/2010	31,644 42	37,290 10	-5,645 68	0 00
800 0000	459200101	INTERNATIONAL BUSINESS MACHINES CORP	VARIOUS	03/09/2010	100,990 72	65,156 28	35,834 44	0 00
2800 0000	462846106	IRON MOUNTAIN INC	VARIOUS	03/09/2010	71,730 04	62,379 50	9,350 54	0 00
2000 0000	647346006	JGC CORP	VARIOUS	03/09/2010	37,640 06	41,980 31	-4,340 25	0 00
2300 0000	46625H100	JPMORGAN CHASE & CO	VARIOUS	03/09/2010	97,449 75	89,326 76	8,122 99	0 00
440 0000	649099009	KEYENCE CORP	VARIOUS	03/09/2010	96,919 84	79,038 44	17,881 40	0 00
3600 0000	595607904	KONINKLIJKE KPN NV	VARIOUS	03/09/2010	59,778 04	26,904 96	32,873 08	0 00
1400 0000	50075N104	KRAFT FOODS INC CL A	VARIOUS	03/09/2010	41,075 46	42,059 69	-984 23	0 00
569 0000	81YXBJ905	L'AIR LIQUIDE (L)	VARIOUS	03/09/2010	68,878 91	26,799 48	42,079 43	0 00
8800 0000	628625907	LI & FUNG LTD	VARIOUS	03/09/2010	45,426 67	19,467 85	25,958 82	0 00
700 0000	405780909	L'OREAL	VARIOUS	03/09/2010	75,377 05	65,674 87	9,702 18	0 00

This is important tax information and is being furnished to you



2010 Tax Information Statement

Page 18 of 31

Account Number:
Recipient's Tax ID Number.

44-150800
XX-XXX0092

☐ Corrected

☐ 2nd TIN notice

Recipient's Name and Address
THE STEPHENSON FOUNDATION
THOMAS F & BARBARA U STEPHENSON
DIRECTORS OF THE FDN
198 FAIR OAKS LANE
ATHERTON, CA 94027

CAPITAL GUARDIAN TRUST COMPANY
C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
IRVINE, CA 92618-

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
5500 0000	548661107	LOWES COMPANIES INC	VARIOUS	03/09/2010	131,503 33	69,768 57	61,734 76	0 00
800 0000	480065903	LUXOTICA GRP	VARIOUS	03/09/2010	20,450 66	10,576 73	9,873 93	0 00
600 0000	565849106	MARATHON OIL CORP COM	VARIOUS	03/09/2010	18,353 76	26,870 38	-8,516 62	0 00
1300 0000	57772K101	MAXIM INTEGRATED PRODS INC	VARIOUS	03/09/2010	24,348 69	16,687 40	7,661 29	0 00
700 0000	585055106	MEDTRONIC INC	VARIOUS	03/09/2010	31,177 60	33,500 42	-2,322 82	0 00
1300 0000	595017104	MICROCHIP TECHNOLOGY INC	VARIOUS	03/09/2010	35,047 56	41,638 73	-6,591 17	0 00
2300 0000	594918104	MICROSOFT CORP	VARIOUS	03/09/2010	65,664 15	61,070 19	4,593 96	0 00
146 0000	529412900	MUENCHENER RUECK NAMEN VINK (REG)	12/05/2008	03/09/2010	23,314 13	21,071 28	2,242 85	0 00
550 0000	636518102	NATIONAL INSTRUMENTS CORP	09/08/2000	03/09/2010	17,814 27	16,545 83	1,268 44	0 00
2237 0000	712387901	NESTLE SA REG	11/06/2003	03/09/2010	110,881 96	48,136 31	62,745 65	0 00
2163 0000	663710002	NEWCREST MINING NPV	VARIOUS	03/09/2010	67,205 36	44,432 61	22,772 75	0 00
200 0000	663955003	NINTENDO	VARIOUS	03/09/2010	60,313 20	84,673 31	-24,360 11	0 00
1160 0000	590294906	NOKIA OYJ	VARIOUS	01/29/2010	16,379 53	24,065 07	-7,685 54	0 00
300 0000	655664100	NORDSTROM INC	01/15/2008	03/09/2010	11,741 85	9,076 65	2,665 20	0 00
600 0000	670346105	NUCOR CORP	VARIOUS	03/09/2010	26,693 66	20,009 30	6,684 36	0 00
198 0000	595527904	OMEGA PHARMA SA	VARIOUS	03/09/2010	10,141 80	8,618 94	1,522 86	0 00
500 0000	681919106	OMNICOM GROUP INC	VARIOUS	03/09/2010	18,949 75	19,911 05	-961 30	0 00
2500 0000	704326107	PAYCHEX INC	VARIOUS	03/09/2010	78,099 00	93,510 58	-15,411 58	0 00
1500 0000	713448108	PEPSICO INC	VARIOUS	03/09/2010	95,968 79	75,043 28	20,925 51	0 00

This is important tax information and is being furnished to you.

2010 Tax Information Statement

Page 19 of 31

Account Number 44-150800
 Recipient's Tax ID Number XX-XXX0092

Recipient's Name and Address:
 THE STEPHENSON FOUNDATION
 THOMAS F & BARBARA U STEPHENSON
 DIRECTORS OF THE FDN
 198 FAIR OAKS LANE
 ATHERTON, CA 94027

☐ Corrected

☐ 2nd TIN notice

CAPITAL GUARDIAN TRUST COMPANY
 C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
 IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
716 6779	468232004	PERNOD RICARD SA	VARIOUS	03/09/2010	57,634 51	64,658 82	-7,024 31	0 00
400 0000	710352907	PEUGEOT SA	VARIOUS	02/23/2010	10,799 42	21,231 35	-10,431 95	0 00
600 0000	718172109	PHILIP MORRIS INTERNATIONAL INC	04/29/2008	03/09/2010	30,395 61	31,175 46	-779 85	0 00
600 0000	73172K104	POLYCOM INC	VARIOUS	03/09/2010	16,865 78	15,284.37	1,581 41	0 00
300 0000	73755L958	POTASH CORP OF SASKATCHEWAN INC C\$	12/03/2004	03/09/2010	35,283 46	7,716 42	27,567 04	0 00
100 0000	73755L107	POTASH CORP OF SASKATCHEWAN INC US\$	10/06/2006	03/09/2010	11,728 85	3,616 34	8,112 51	0 00
3400 0000	743315103	PROGRESSIVE CORP OHIO	VARIOUS	03/09/2010	58,105 25	72,697 16	-14,591 91	0 00
800 0000	747525103	QUALCOMM INC	VARIOUS	03/09/2010	31,023 60	36,482 24	-5,458 64	0 00
1100 0000	B24CGK904	RECKITT BENCKISER GROUP PLC	VARIOUS	03/09/2010	58,201 92	16,704 31	41,497 61	0 00
479 0000	B3DCZF902	RICHEMONT CIE FIN	VARIOUS	03/09/2010	17,668 84	4,416 85	13,251 99	0 00
570 0000	711038901	ROCHE HOLDING AG GENUSSCHEIN	VARIOUS	03/09/2010	95,960 73	102,334 71	-6,373 98	0 00
300 0000	780259206	ROYAL DUTCH SHELL CL A ADR	10/16/2000	02/08/2010	16,250 07	18,615 00	-2,364 93	0 00
2500 0000	780259206	ROYAL DUTCH SHELL CL A ADR	VARIOUS	03/09/2010	141,587 71	133,379 88	8,207 83	0 00
400 0000	048354906	SABMILLER PLC	VARIOUS	02/23/2010	10,789 22	8,495 69	2,293 53	0 00
230 0000	477309009	SAMSUNG ELEC GDS N/V PF	VARIOUS	03/09/2010	50,685 10	14,407 50	36,277 60	0 00
1300 0000	484628904	SAP AG	VARIOUS	03/09/2010	59,849 98	52,824 25	7,025 73	0 00
1600 0000	806857108	SCHLUMBERGER LTD	VARIOUS	03/09/2010	102,382 69	35,369 35	67,013 34	0 00
10000 0000	677103905	SHANGRI-LA ASIA	VARIOUS	03/09/2010	17,672 45	11,050 60	6,621 85	0 00
4500 0000	B2QKY0906	SHIRE PLC	VARIOUS	03/09/2010	98,775 04	62,415 49	36,359 55	0 00

This is important tax information and is being furnished to you



2010 Tax Information Statement

Page 20 of 31

Account Number: 44-150800
 Recipient's Tax ID Number: XX-XXX0092

Recipient's Name and Address
 THE STEPHENSON FOUNDATION
 THOMAS F & BARBARA U STEPHENSON
 DIRECTORS OF THE FDN
 198 FAIR OAKS LANE
 ATHERTON, CA 94027

☐ Corrected ☐ 2nd TIN notice

CAPITAL GUARDIAN TRUST COMPANY
 C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
 IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
200 0000	572797900	SIEMENS AG NAMEN	02/20/2009	03/09/2010	18,218 59	10,992 55	7,226 04	0 00
500 0000	676396005	SMC CORP	VARIOUS	03/09/2010	66,204 20	49,632 07	16,572 13	0 00
4800 0000	677062903	SOFTBANK CORP	VARIOUS	03/09/2010	124,011 75	94,766 37	29,245 38	0 00
700 0000	847560109	SPECTRA ENERGY CORP	VARIOUS	03/09/2010	15,343 80	10,653 30	4,690 50	0 00
1924 0000	040828907	STANDARD CHARTERED	VARIOUS	03/09/2010	50,475 46	24,357 80	26,117 66	0 00
2000 0000	685992000	SUN HUNG KAI PROP	02/04/2003	03/09/2010	29,518 50	11,382 41	18,136 09	0 00
500 0000	867224958	SUNCOR ENERGY INC	10/29/2008	03/09/2010	15,529 38	11,461 38	4,068 00	0 00
1100 0000	686550005	SUZUKI MOTOR	VARIOUS	02/23/2010	23,463 57	20,812 16	2,651 41	0 00
900 0000	686550005	SUZUKI MOTOR	VARIOUS	03/09/2010	20,345 68	12,944 71	7,400 97	0 00
2000 0000	686774001	SWIRE PACIFIC LTD CL A	11/01/2006	03/09/2010	23,663 43	21,479 74	2,183 69	0 00
187 0000	B01463908	SYNTHES INC	VARIOUS	03/09/2010	22,723 80	25,608 19	-2,884 39	0 00
1400 0000	87612E106	TARGET CORP	VARIOUS	03/09/2010	74,409 06	73,780 38	628 68	0 00
7786 0000	608728903	TELSTRA CORP	12/18/2008	03/09/2010	20,589 07	19,592 99	996 08	0 00
10700 0000	088470000	TESCO PLC	VARIOUS	03/09/2010	70,590 39	65,925 37	4,665 02	0 00
200 0000	254687106	THE WALT DISNEY CO	VARIOUS	01/08/2010	6,348 76	4,900 28	1,448 48	0 00
300 0000	254687106	THE WALT DISNEY CO	01/06/2006	01/08/2010	9,501 59	7,336 40	2,165 19	0 00
400 0000	254687106	THE WALT DISNEY CO	01/06/2006	01/25/2010	11,974 60	9,781 86	2,192 74	0 00
300 0000	254687106	THE WALT DISNEY CO	VARIOUS	03/01/2010	9,440 28	6,760 62	2,679 66	0 00
100 0000	254687106	THE WALT DISNEY CO	01/06/2006	03/01/2010	3,145 46	2,445 47	699 99	0 00
1000 0000	254687106	THE WALT DISNEY CO	VARIOUS	03/09/2010	32,979 58	19,449 80	13,529 78	0 00

This is important tax information and is being furnished to you

2010 Tax Information Statement

Page 21 of 31

Account Number:
Recipient's Tax ID Number

44-150800
XX-XXX0092

☐ Corrected

☐ 2nd TIN notice

Recipient's Name and Address:
THE STEPHENSON FOUNDATION
THOMAS F & BARBARA U STEPHENSON
DIRECTORS OF THE FDN
198 FAIR OAKS LANE
ATHERTON, CA 94027

CAPITAL GUARDIAN TRUST COMPANY
C/O PCS TAX, 6455 IRVINE CENTER DR, C-2B
IRVINE, CA 92618

Number of shares	CUSIP	Description	Date Acquired	Date of Sale	Stocks Bonds, etc.	Cost or other Basis	Net Gain or Loss	Federal Income Tax Withheld
400 0000	891160954	TORONTO-DOMINION BANK	VARIOUS	03/09/2010	27,636 87	23,021 22	4,615 65	0 00
1000 0000	612528901	TREND MICRO INC	11/02/2005	03/09/2010	35,357 16	31,622 00	3,735 16	0 00
400 0000	904784709	UNILEVER NV NY SHRS	VARIOUS	02/23/2010	12,147 88	9,009 11	3,138 77	0 00
800 0000	904784709	UNILEVER NV NY SHRS	VARIOUS	03/09/2010	24,767 68	15,628 87	9,138 81	0 00
800 0000	810RZP905	UNILEVER PLC	VARIOUS	02/18/2010	23,585 25	25,225 18	-1,639 93	0 00
800 0000	810RZP905	UNILEVER PLC	03/19/2007	02/19/2010	23,756 83	23,835 79	-78 96	0 00
1000 0000	907818108	UNION PACIFIC CORP	10/06/2000	03/09/2010	69,139 12	21,212 50	47,926 62	0 00
300 0000	911312106	UNITED PARCEL SERVICE INC CL B	09/08/2000	01/04/2010	17,451 81	16,027 50	1,424 31	0 00
200 0000	911312106	UNITED PARCEL SERVICE INC CL B	09/08/2000	03/09/2010	11,957 84	10,685 00	1,272 84	0 00
400 0000	913017109	UNITED TECHNOLOGIES CORP	10/01/2001	03/09/2010	28,575 63	9,407 88	19,167 75	0 00
900 0000	917047102	URBAN OUTFITTERS INC	VARIOUS	03/09/2010	31,724 61	14,333 86	17,390 75	0 00
1677 0000	403187909	VEOLIA ENVIRONNEMENT	VARIOUS	03/09/2010	54,314 63	73,678 53	-19,363 90	0 00
600 0000	929160109	VULCAN MATERIALS CO	VARIOUS	03/09/2010	27,449 64	39,101 89	-11,652 25	0 00
2634 0000	802YZ0905	WAL MART DE MEXICO, SAB DE C V	VARIOUS	03/09/2010	12,921 72	3,078 84	9,842 88	0 00
Total Long Term 15% Sales					6,561,918 09	5,318,361 18	1,243,556 83	0 00





2010 Detail Information

Account No.	Taxpayer ID	Page
Y89-891371	** - ***0092	7 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Additional Information

Amount

This detail information is not reported to the IRS It may assist you in tax return preparation

Short-Term Realized Gain/Loss	.239,274.67
Long-Term Realized Gain/Loss	-916,977.53

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
------------------------------------	-----------	----------	----------	------------	--------------

*Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes**This detail information is not reported to the IRS It may assist you in tax return preparation*

ASTON/ MONTAG & CALDWELL GROWTH CL N / 00078H299

06/01/10	06/08/10	994.264	20,800.00	20,829.83 a	-29.83
06/01/10	06/21/10	102.075	2,214.00	2,138.47 a	75.53
06/01/10	08/09/10	1,293.143	28,100.00	27,091.35 a	1,008.65
06/01/10	09/10/10	52.751	1,141.00	1,105.13 a	35.87
06/01/10	09/20/10	1,385.379	30,700.00	29,023.69 a	1,676.31
06/01/10	10/21/10	1,409.250	32,300.00	29,523.79 a	2,776.21
06/01/10	11/09/10	868.263	20,300.00	18,190.11 a	2,109.89
06/01/10	12/06/10	859.075	20,471.76	17,997.63 a	2,474.13
		USD Subtotal	156,026.76	145,900.00	

WILLIAM BLAIR INT'L GROWTH CLASS N / 093001402

06/01/10	06/21/10	71.025	1,331.00	1,232.28 a	98.72
06/01/10	08/09/10	2,186.869	43,300.00	37,942.18 a	5,357.82
06/01/10	09/10/10	22.386	441.00	388.40 a	52.60
06/01/10	09/20/10	1,915.685	39,003.35	33,237.14 a	5,766.21
		USD Subtotal	84,075.35	72,800.00	

CAUSEWAY INTERNATNAL VALUE INVESTOR / 14949P109

06/01/10	06/21/10	121.820	1,312.00	1,223.07 a	88.93
06/01/10	08/09/10	3,780.277	43,700.00	37,953.98 a	5,746.02
06/01/10	09/10/10	38.023	427.00	381.75 a	45.25
06/01/10	12/10/10	35.832	435.00	360.83 a	74.17
various	12/16/10	3,269.157	40,177.94	32,909.97 a	7,267.97
		USD Subtotal	86,051.94	72,829.60	

CREDIT SUISSE COMMD RETRN STRTG COM SHR / 22544R305

06/01/10	06/08/10	9,671.485	73,600.00	74,373.72 a	-773.72
06/01/10	06/21/10	244.584	1,942.00	1,880.85 a	61.15
06/01/10	09/10/10	163.170	1,369.00	1,254.78 a	114.22
06/01/10	12/10/10	151.582	1,437.00	1,165.67 a	271.33
		USD Subtotal	78,348.00	78,675.02	

2010 Detail Information



Account No.	Taxpayer ID	Page
Y89-891371	**-***0092	8 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704



Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP	Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes</i>						
<i>This detail information is not reported to the IRS. It may assist you in tax return preparation</i>						
EATON VANCE LARGE-CAP VALUE CL A / 277905808						
06/01/10	06/08/10		2,152 381	33,900 00	34,158 29 a	-258.29
Wash Sale Disallowed Loss				0 00	-1 76	1 76
06/01/10	06/21/10		80 387	1,328 00	1,275 74 a	52.26
various	08/09/10		4,631 326	77,111 58	73,496.94 a	3,614 64
			USD Subtotal	112,339.58	108,929.21	
FIDELITY DIVERSIFIED INTERNATIONAL / 315910802						
06/01/10	06/21/10		50 538	1,314 00	1,239 70 a	74 30
06/01/10	08/09/10		1,536 781	42,200 00	37,697 24 a	4,502.76
06/01/10	09/10/10		16 031	433 00	393 24 a	39 76
06/01/10	09/20/10		1,372 598	38,391 57	33,669 82 a	4,721 75
			USD Subtotal	82,338.57	73,000.00	
STRATEGIC ADVISERS VALUE FUND / 31606X704						
06/01/10	06/21/10		639 886	7,877 00	7,557 05 a	319 95
FIDELITY CAPITAL & INCOME / 316062108						
06/01/10	06/21/10		292 457	2,559 00	2,500 51 a	58 49
06/01/10	08/09/10		2,617 978	23,300 00	22,383 71 a	916 29
06/01/10	09/10/10		169 231	1,496 00	1,446 93 a	49 07
06/01/10	09/20/10		1,726 058	15,500 00	14,757.80 a	742 20
06/01/10	12/10/10		139 471	1,318 00	1,193 87 a	124 13
			USD Subtotal	44,173.00	42,282.82	
FIDELITY ADVISOR NEW INSIGHTS CL I / 316071604						
06/01/10	06/08/10		1,294.749	21,700 00	21,855 36 a	-155 36
06/01/10	06/21/10		111 654	1,964.00	1,884 72 a	79 28
06/01/10	08/09/10		2,074 618	36,700 00	35,019.55 a	1,680 45
06/01/10	09/10/10		50 085	883 00	845.43 a	37 57
06/01/10	09/20/10		2,156 114	39,500 00	36,395 20 a	3,104 80
06/01/10	10/21/10		2,132 685	40,499 69	35,999 74 a	4,499 95
			USD Subtotal	141,246.69	132,000.00	
FIDELITY HIGH INCOME / 316146406						
06/01/10	06/21/10		374 531	3,191 00	3,142 32 a	48 68
06/01/10	08/09/10		2,832 569	24,700 00	23,765 25 a	934 75
06/01/10	09/10/10		223.165	1,946 00	1,872.35 a	73 65
06/01/10	09/20/10		1,818.182	16,000 00	15,254 55 a	745 45
06/01/10	10/21/10		1,939.799	17,400 00	16,294.31 a	1,105 69



2010 Detail Information

Account No.	Taxpayer ID	Page
Y89-891371	**-***0092	9 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes This detail information is not reported to the IRS It may assist you in tax return preparation</i>					
FIDELITY HIGH INCOME / 316146406					
06/01/10	12/06/10	2,042 411	18,300.00	17,156 25 a	1,143 75
06/01/10	12/10/10	146 488	1,314 00	1,230 50 a	83 50
		USD Subtotal	82,851.00	78,715.53	
FIDELITY TOTAL BOND / 31617K881					
06/01/10	06/08/10	2,858 473	30,700 00	30,671 42 a	28 58
06/01/10	06/21/10	1,086 827	11,716 00	11,661 65 a	54 35
06/01/10	09/10/10	763.902	8,380 00	8,204 31 a	175 69
06/01/10	12/10/10	759 184	8,184 00	8,168.82 a	15 18
		USD Subtotal	58,980.00	58,706.20	
PAS SMALL-MID CAP FUND OF FDS / 31635C101					
06/01/10	06/21/10	530 206	5,143 00	4,978 63 a	164 37
PAS INTERNATIONAL FUND OF FUNDS / 31635C200					
06/01/10	06/21/10	1,767 085	13,747 92	12,952 73 a	795 19
PAS US OPPORTUNITIES FUND OF FUNDS / 31635C309					
06/01/10	06/21/10	457 392	3,929 00	3,764 34 a	164 66
PAS CORE INCOME FUND OF FUNDS / 31635C804					
06/01/10	06/21/10	369.407	3,864 00	3,841.83 a	22 17
PAS INCOME OPPORT FUND OF FUNDS / 31635C887					
06/01/10	06/21/10	137 352	1,276 00	1,254.02 a	21 98
STRATEGIC ADVISERS CORE FUND / 31635R504					
06/01/10	06/21/10	749 699	7,482.00	7,182 12 a	299 88
06/01/10	09/10/10	727 660	7,182 00	7,072.86 a	109 14
06/01/10	12/10/10	950 045	10,669 00	9,405 45 a	1,263 55
		USD Subtotal	25,333.00	23,660.43	
STRATEGIC ADVISERS GROWTH FUND / 31635R603					
06/08/10	06/21/10	269 215	2,711 00	2,587 16 a	123 84
06/08/10	09/10/10	318 588	3,205 00	3,144 46 a	60 54
06/08/10	12/10/10	735 142	8,535 00	7,785 15 a	749 85
		USD Subtotal	14,451.00	13,516.77	
STRATEGIC ADVISERS VALUE FUND / 31635R702					
06/01/10	09/10/10	599 752	7,269 00	7,167 04 a	101 96
06/01/10	12/06/10	2,547 241	33,700 00	30,796 14 a	2,903 86
06/01/10	12/10/10	698 954	9,352.00	8,457 34 a	894 66
		USD Subtotal	50,321.00	46,420.52	

2010 Detail Information



Account No	Taxpayer ID	Page
Y89-891371	**-***0092	10 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes. This detail information is not reported to the IRS. It may assist you in tax return preparation.</i>					
STRATEGIC ADVISERS EMERGING MARKETS / 31635R801					
10/21/10	12/10/10	222.201	2,302.00	2,306.45 a	-4.45
Wash Sale Disallowed Loss			0.00	-4.45	4.45
USD Subtotal			2,302.00	2,302.00	
STRATEGIC ADVISERS US OPPTY FUND / 31635R835					
06/01/10	09/10/10	354.630	3,064.00	2,939.88 a	124.12
06/01/10	12/10/10	369.980	3,648.00	3,096.73 a	551.27
USD Subtotal			6,712.00	6,036.61	
STRATEGIC ADVISERS SMALL-MID CAP FD / 31635R843					
06/01/10	09/10/10	350.949	3,327.00	3,295.41 a	31.59
06/01/10	12/10/10	321.956	3,622.00	3,023.17 a	598.83
USD Subtotal			6,949.00	6,318.58	
STRATEGIC ADVISERS INTERNATIONAL FUND / 31635R868					
06/01/10	09/10/10	1,522.290	12,284.88	11,447.62 a	837.26
06/01/10	10/21/10	6,382.253	56,100.00	48,824.24 a	7,275.76
06/01/10	11/09/10	3,259.177	29,300.00	24,932.70 a	4,367.30
06/01/10	12/10/10	1,587.010	14,172.00	12,140.63 a	2,031.37
USD Subtotal			111,856.88	97,345.19	
STRATEGIC ADVISERS INCOME OPPORTUNITIES / 31635R876					
06/01/10	09/10/10	186.258	1,762.00	1,732.20 a	29.80
06/01/10	12/10/10	217.941	2,138.00	2,039.93 a	98.07
USD Subtotal			3,900.00	3,772.13	
STRATEGIC ADVISERS CORE INCOME FUND / 31635R884					
06/01/10	09/10/10	249.719	2,667.00	2,597.08 a	69.92
06/01/10	12/10/10	277.221	2,933.00	2,905.28 a	27.72
USD Subtotal			5,600.00	5,502.36	
FIDELITY STRATEGIC INCOME / 31638R303					
05/28/10	05/28/10	60.344	650.51	628.80 a	21.71
FIDELITY DIVIDEND GROWTH / 316389402					
06/01/10	06/08/10	1,465.137	33,200.00	33,917.92 a	-717.92
06/01/10	06/21/10	55.116	1,325.00	1,275.94 a	49.06
06/01/10	08/09/10	1,588.018	38,700.00	36,762.62 a	1,937.38
06/01/10	09/10/10	18.301	433.00	423.67 a	9.33
various	09/20/10	1,568.933	38,564.37	36,323.48 a	2,240.89
USD Subtotal			112,222.37	108,703.63	

**2010 Detail Information****Account No.**

Y89-891371

Taxpayer ID.

-*0092

Page

11 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information**Short-Term Realized Gain/Loss**

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes This detail information is not reported to the IRS It may assist you in tax return preparation.</i>					
FIDELITY SELECT GOLD / 316390780					
06/01/10	06/21/10	41 272	1,986 00	1,884 07 a	101 93
06/01/10	09/10/10	26 934	1,344 00	1,229 54 a	114 46
06/01/10	12/10/10	26 967	1,419 00	1,245.34 a	173 66
		USD Subtotal	4,749.00	4,358.95	
GE INTERNATIONAL EQUITY SERVICE CL / 36158T308					
06/01/10	06/21/10	130 491	1,301 00	1,235 75 a	65 25
06/01/10	08/09/10	3,958 530	42,000 00	37,487.28 a	4,512 72
06/01/10	09/10/10	41 932	434 00	397 10 a	36.90
06/01/10	09/20/10	3,577 600	38,065 66	33,879 87 a	4,185 79
		USD Subtotal	81,800.66	73,000.00	
JOHN HANCOCK CLASSIC VALUE CL A / 409902780					
06/01/10	06/21/10	103 771	1,541 00	1,492 23 a	48 77
06/01/10	09/10/10	68 711	997.00	988 06 a	8 94
06/01/10	09/20/10	2,770 764	41,700 00	39,843 59 a	1,856 41
06/01/10	10/21/10	1,614 550	25,300 00	23,217 23 a	2,082 77
06/01/10	11/09/10	1,506.182	24,370 02	21,658 89 a	2,711 13
		USD Subtotal	93,908.02	87,200.00	
HARBOR INTERNATIONAL ADMINISTRATIVE CL / 411511652					
06/01/10	06/21/10	25 948	1,334 00	1,236 68 a	97 32
06/01/10	08/09/10	802 719	43,700 00	38,257 59 a	5,442 41
06/01/10	09/10/10	8 089	431 00	385 52 a	45 48
06/01/10	09/20/10	692.829	38,050 17	33,020 21 a	5,029 96
		USD Subtotal	83,515.17	72,900.00	
HARTFORD GROWTH OPPORTUNITY CLASS A / 416529881					
06/01/10	06/21/10	57 105	1,294 00	1,247 74 a	46 26
06/01/10	08/09/10	1,586 813	36,100 00	34,671 86 a	1,428 14
06/01/10	09/10/10	19 542	444 00	426 99 a	17 01
06/01/10	09/20/10	1,672 924	39,230 07	36,553 41 a	2,676 66
		USD Subtotal	77,068.07	72,900.00	
HARTFORD CAPITAL APPRECIATION CL A / 416645406					
06/01/10	06/08/10	907 492	25,800 00	26,172.07 a	-372 07
06/01/10	06/21/10	82 814	2,472 00	2,388.36 a	83 64
06/01/10	08/09/10	2,266 058	69,500 00	65,353 11 a	4,146 89
06/01/10	09/10/10	29 004	871 00	836 48 a	34 52

2010 Detail Information



Account No	Taxpayer ID	Page
Y89-891371	**--***0092	12 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes This detail information is not reported to the IRS It may assist you in tax return preparation</i>					
HARTFORD CAPITAL APPRECIATION CL A / 416645406					
06/01/10	09/20/10	1,230 670	38,200 00	35,492.52 a	2,707 48
06/01/10	11/09/10	1,253 726	41,924 60	36,157 46 a	5,767 14
		USD Subtotal	178,767.60	166,400.00	
JANUS FUND CLASS T SHARES / 471023101					
06/01/10	06/08/10	1,968 408	48,600 00	49,131 46 a	-531 46
06/01/10	06/21/10	141.120	3,655 00	3,522 36 a	132 64
06/01/10	08/09/10	2,228 198	58,000 00	55,615 82 a	2,384 18
06/01/10	09/10/10	67 887	1,761.00	1,694 46 a	66 54
06/01/10	09/20/10	2,908 068	77,500 00	72,585 38 a	4,914.62
06/01/10	10/21/10	1,485 326	41,500 00	37,073 74 a	4,426 26
06/01/10	12/06/10	1,429 358	40,965 40	35,676 78 a	5,288 62
		USD Subtotal	271,981.40	255,300.00	
LAZARD EMERGING MKTS OPEN CLASS / 52106N764					
06/01/10	06/21/10	104 198	1,961 00	1,820 34 a	140 66
06/01/10	09/10/10	70 221	1,396 00	1,226 76 a	169 24
06/01/10	10/21/10	3,495 636	76,100 00	61,068 76 a	15,031 24
various	11/09/10	2,529 863	56,289 45	44,198 46 a	12,090 99
		USD Subtotal	135,746.45	108,314.32	
LEGG MASON CBA LARGE CAP GROWTH A / 52469H826					
06/01/10	06/08/10	1,329 423	27,200 00	27,465 88 a	-265 88
06/01/10	06/21/10	66 824	1,418 00	1,380 58 a	37 42
06/01/10	08/09/10	965.936	20,700 00	19,956 24 a	743 76
06/01/10	09/10/10	33 036	704 00	682 52 a	21 48
06/01/10	09/20/10	1,424 036	31,400 00	29,420 58 a	1,979 42
06/01/10	11/09/10	1,408 238	33,262 58	29,094 20 a	4,168 38
		USD Subtotal	114,684.58	108,000.00	
MANNING & NAPIER WORLD OPPT SER CL A / 563821545					
06/01/10	06/21/10	168 057	1,289 00	1,208 33 a	80 67
06/01/10	08/09/10	5,018 587	40,500.00	36,083 64 a	4,416 36
06/01/10	09/10/10	54 626	431 00	392 76 a	38 24
various	09/20/10	4,703 544	38,098 71	33,841 09 a	4,257 62
		USD Subtotal	80,318.71	71,525.82	
MARSICO FOCUS / 573012101					
06/01/10	06/08/10	2,327 348	33,700 00	34,351 66 a	-651 66
06/01/10	06/21/10	112 836	1,723 00	1,665 46 a	57 54
06/01/10	08/09/10	1,611.465	25,300 00	23,785 22 a	1,514 78



2010 Detail Information

Account No.	Taxpayer ID	Page
Y89-891371	**-***0092	13 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes. This detail information is not reported to the IRS. It may assist you in tax return preparation.</i>					
MARSICO FOCUS / 573012101					
06/01/10	09/10/10	56 209	860 00	829 64 a	30 36
06/01/10	09/20/10	1,877 370	29,700 00	27,709 98 a	1,990 02
06/01/10	10/21/10	1,500 904	24,900 00	22,153 34 a	2,746 66
06/01/10	11/09/10	1,450.182	25,276.67	21,404 70 a	3,871 97
		USD Subtotal	141,459.67	131,900.00	
MERGER FUND / 589509108					
09/20/10	12/10/10	77 067	1,240 00	1,228.45 a	11 55
METROPOLITAN WEST LOW DURATION M / 592905202					
06/01/10	06/21/10	460.577	3,832 00	3,822 79 a	9 21
06/01/10	09/10/10	310.836	2,639 00	2,579 94 a	59 06
06/01/10	12/10/10	289 510	2,484 00	2,402 93 a	81 07
		USD Subtotal	8,955.00	8,805.66	
MORGAN STA INST INC INTERNATL EQUITY P / 61744J499					
06/01/10	06/21/10	107 113	1,295 00	1,229 66 a	65 34
06/01/10	08/09/10	3,193 010	40,200 00	36,655 75 a	3,544 25
06/01/10	09/10/10	35 194	435 00	404 03 a	30 97
06/01/10	09/20/10	3,006 146	38,178 05	34,510 56 a	3,667 49
		USD Subtotal	80,108.05	72,800.00	
PIMCO TOTAL RETURN ADMINISTRATIVE SHS / 693390726					
06/01/10	06/08/10	2,145 422	23,900 00	23,814 18 a	85 82
06/01/10	06/21/10	828 021	9,249 00	9,191 03 a	57 97
06/01/10	09/10/10	578 846	6,622 00	6,430 98 a	191 02
06/01/10	12/10/10	593 680	6,388 00	6,607.66 a	-219 66
Wash Sale Disallowed Loss			0 00	-219.66	219 66
		USD Subtotal	46,159.00	45,824.19	
PIMCO SHORT TERM ADMINISTRATIVE SHS / 693390734					
06/01/10	06/21/10	500 406	4,934 00	4,929 00 a	5 00
06/01/10	09/10/10	355 859	3,523 00	3,505.21 a	17 79
06/01/10	09/20/10	11,241 171	111,400 00	110,725.53 a	674 47
06/01/10	12/10/10	208 215	2,053 00	2,050.92 a	2 08
		USD Subtotal	121,910.00	121,210.66	
T ROWE PRICE HIGH YIELD ADVISOR CL / 741481204					
06/01/10	06/21/10	490 543	3,164 00	3,124 76 a	39 24
06/01/10	08/09/10	4,704 992	31,100 00	29,970 80 a	1,129 20
06/01/10	09/10/10	280 909	1,854 00	1,789 39 a	64 61
06/01/10	10/21/10	3,770 250	25,600 00	24,016 49 a	1,583 51

2010 Detail Information



Account No.	Taxpayer ID	Page
Y89-891371	**--***0092	14 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service. 800-544-5704

Detail Information

Short-Term Realized Gain/Loss

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes. This detail information is not reported to the IRS. It may assist you in tax return preparation.</i>					
T ROWE PRICE HIGH YIELD ADVISOR CL / 741481204					
06/01/10	12/06/10	2,681 481	18,100 00	17,107.85 a	992 15
06/01/10	12/10/10	194 667	1,314 00	1,241 98 a	72 02
		USD Subtotal	81,132.00	77,251.27	
RS VALUE FUND CL A / 74972H309					
06/01/10	06/21/10	80 805	1,806 00	1,738 12 a	67 88
06/01/10	08/09/10	4,670 473	104,712 00	100,461 88 a	4,250 12
		USD Subtotal	106,518.00	102,200.00	
T ROWE PRICE EQUITY INCOME ADVISOR CL / 779547207					
06/01/10	06/08/10	1,675 702	34,000 00	34,368.65 a	-368 65
Wash Sale Disallowed Loss			0 00	-3 07	3 07
06/01/10	06/21/10	61 860	1,317 00	1,268 75 a	48 25
06/01/10	09/10/10	41 363	874 00	848 36 a	25 64
06/01/10	09/20/10	1,740 536	37,700 00	35,698 39 a	2,001 61
06/01/10	10/21/10	909 918	20,000 00	18,671 52 a	1,328 48
various	11/09/10	900 192	20,290 33	18,466.67 a	1,823 66
		USD Subtotal	114,181.33	109,319.27	
SELECTED AMERICAN SHARES CL S / 816221105					
06/01/10	06/21/10	52 562	1,949 00	1,869 10 a	79 90
06/01/10	08/09/10	1,377 084	51,200 00	48,969 11 a	2,230 89
06/01/10	09/10/10	19 040	698 00	677 06 a	20 94
06/01/10	09/20/10	804 475	30,200 00	28,607 13 a	1,592.87
06/01/10	10/21/10	828 954	32,412.10	29,477 60 a	2,934 50
		USD Subtotal	116,459.10	109,600.00	
TEMPLETON GLOBAL BOND CLASS A / 880208103					
06/01/10	06/21/10	192 744	2,550 00	2,484 47 a	65 53
06/01/10	09/10/10	131 259	1,772 00	1,691 93 a	80 07
06/01/10	12/10/10	122 540	1,669 00	1,580 77 a	88 23
		USD Subtotal	5,991.00	5,757.17	
CRM MID CAP VALUE INVESTOR SHARES / 92934R777					
06/01/10	06/08/10	848 889	19,100 00	19,456 54 a	-356 54
06/01/10	06/21/10	55 579	1,330.00	1,273.87 a	56 13
06/01/10	09/10/10	36 796	889.00	843 36 a	45 64
06/01/10	09/20/10	1,592 637	39,800 00	36,503 24 a	3,296 76
06/01/10	10/21/10	796 767	20,700 00	18,261 90 a	2,438 10
06/01/10	11/09/10	766 191	20,327 05	17,561 09 a	2,765 96
		USD Subtotal	102,146.05	93,900.00	

**2010 Detail Information**

Account No.	Taxpayer ID	Page
Y89-891371	**-***0092	15 of 16

Envelope 9101 118481 11

STEPHENSON FOUNDATION
3000 SAND HILL RD STE 4-250
MENLO PARK CA 94025-7117

Customer Service 800-544-5704

Detail Information**Short-Term Realized Gain/Loss**

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes This detail information is not reported to the IRS It may assist you in tax return preparation</i>					
Short-Term Realized Gain					243,751 22
Short-Term Realized Loss					-4,705 49
Short-Term Realized Disallowed Loss					228 94
Total Short-Term Realized Gain/Loss					239,274.67

a - Average Cost-Single Category

Amortization, accretion, and similar adjustments to cost basis are not provided for short-term instruments, unit investment trusts, or securities of foreign issuers

Detail Information**Long-Term Realized Gain/Loss**

Description/CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis	Gain/Loss(-)
<i>Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes This detail information is not reported to the IRS It may assist you in tax return preparation</i>					
FIDELITY INT'L DISCOVERY / 315910208 10/13/05	05/28/10	20,679 516	556,485 78	633,000 00 a	-76,514 22
FIDELITY WORLDWIDE / 315910505 10/13/05	05/28/10	33,688 132	511,722.73	633,000 00 a	-121,277 27
FIDELITY EQUITY INCOME II / 316145101 various	05/28/10	44,057 462	709,765 71	1,313,410.52 a	-603,644 81
FIDELITY STRATEGIC DIVIDEND & INCOME / 316145887 10/13/05	05/28/10	111,159 547	1,083,805.58	1,275,000 00 a	-191,194 42
FIDELITY PURITAN / 316345107 10/13/05	05/28/10	70,676 275	1,138,594 79	1,275,000 00 a	-136,405 21
FIDELITY BALANCED / 316345206 10/13/05	05/28/10	72,402.044	1,190,289 60	1,275,000 00 a	-84,710 40
FIDELITY LOW PRICED STOCK / 316345305 various	05/28/10	25,258 810	826,468 26	573,727 66 a	252,740 60
FIDELITY STRATEGIC INCOME / 31638R303 10/13/05	05/28/10	122,360 845	1,319,049 91	1,275,021.71 a	44,028 20
Long-Term Realized Gain					296,768 80
Long-Term Realized Loss					-1,213,746 33
Long-Term Realized Disallowed Loss					0 00
Total Long-Term Realized Gain/Loss					-916,977.53

a - Average Cost-Single Category

Amortization, accretion, and similar adjustments to cost basis are not provided for short-term instruments, unit investment trusts, or securities of foreign issuers

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
SEQUOIA CAPITAL BUYOUTS, LLC	18.
SEQUOIA CAPITAL FRANCHISE PARTNERS, LP	9.
SEQUOIA CAPITAL IX PRINCIPAL'S FUND	7.
SEQUOIA CAPITAL X PRINCIPAL'S FUND	347.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	381.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
CAPITAL GUARDIAN #150800 DIVIDENDS	528,276.	931.	527,345.
FIDELITY #Y89-891371	187,456.	19,463.	167,993.
FIDELITY #Z10-049204	46,264.	0.	46,264.
SC BUYOUTS, LLC	2,152.	0.	2,152.
SC FRANCHISE PARTNERS, LP	2,066.	0.	2,066.
TOTAL TO FM 990-PF, PART I, LN 4	766,214.	20,394.	745,820.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
CAPITAL GUARDIAN #44-150800	4,865.	4,865.	
SC FRANCHISE PARTNERS, LP	2,496.	2,496.	
TOTAL TO FORM 990-PF, PART I, LINE 11	7,361.	7,361.	

FORM 990-PF	ACCOUNTING FEES			STATEMENT 4
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	14,000.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	14,000.	0.		0.

FORM 990-PF	OTHER PROFESSIONAL FEES			STATEMENT 5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT MANAGEMENT FEES	60,255.	60,255.		0.
PORTFOLIO DEDUCTIONS	3,331.	3,331.		0.
INVESTMENT INTEREST EXPENSE	94.	94.		0.
TO FORM 990-PF, PG 1, LN 16C	63,680.	63,680.		0.

FORM 990-PF	TAXES			STATEMENT 6
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAXES	3,210.	3,210.		0.
STATE TAXES	10.	0.		0.
FEDERAL TAXES	19,000.	0.		0.
TO FORM 990-PF, PG 1, LN 18	22,220.	3,210.		0.

FORM 990-PF	OTHER EXPENSES	STATEMENT	7
-------------	----------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FILING FEES	25.	0.		0.
CASH CHARITABLE CONTRIBUTIONS FROM PASSTHROUGH	2.	0.		2.
TO FORM 990-PF, PG 1, LN 23	27.	0.		2.

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES	STATEMENT	8
-------------	--	-----------	---

DESCRIPTION	AMOUNT
UNREALIZED GAIN/LOSS - FMV ADJUSTMENT	42,905.
TOTAL TO FORM 990-PF, PART III, LINE 3	42,905.

FORM 990-PF	CORPORATE STOCK	STATEMENT	9
-------------	-----------------	-----------	---

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
U.S. AMERICAN HIGH-INCOME TRUST R5	3,879,559.	3,932,237.
SECURITIES HELD AT CAPITAL GUARDIAN (SEE STMT ATTACHED)	7,294,945.	7,608,306.
44,057 SHS FIDELITY EQUITY INCOME II FUND	0.	0.
25,258 SHS FIDELITY LOW PRICED STOCK FUND	0.	0.
20,679 SHS FIDELITY INT'L DISCOVERY	0.	0.
33,688 SHS FIDELITY WORLDWIDE	0.	0.
111,159 SHS FIDELITY STRATEGIC DIVIDEND & INCOME	0.	0.
70,676 SHS FIDELITY PURITAN	0.	0.
72,402 SHS FIDELITY BALANCED	0.	0.
122,361 SHS FIDELITY STRATEGIC INCOME	0.	0.
SECURITIES HELD AT FIDELITY Y89-891371 (SEE STMT ATTACHED)	7,377,476.	8,047,299.
3,067 SHS A123 SYSTEMS, INC.	5,266.	29,259.
TOTAL TO FORM 990-PF, PART II, LINE 10B	18,557,246.	19,617,101.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT 10
-------------	-------------------	--------------

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
SEQUOIA CAPITAL BUYOUTS, LLC	FMV	74,877.	74,877.
SEQUOIA CAPITAL X PRINCIPAL'S FUND	FMV	167,502.	182,004.
SEQUOIA CAPITAL IX PRINCIPAL'S FUND	FMV	387,232.	387,232.
SEQUOIA CAPITAL FRANCHISE PARTNERS, LP	FMV	122,385.	618,798.
TOTAL TO FORM 990-PF, PART II, LINE 13		751,996.	1,262,911.

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT 11
-------------	--	--------------

NAME OF MANAGER

BARBARA STEPHENSON
THOMAS F. STEPHENSON

STEPHENSON FOUNDATION

Account Number: XXXX50800

Portfolio Holdings Summary by Sector

As of December 31, 2010

Reporting Currency USD

Description	Total Cost	Total Market Value	% of Asset Class	% of Total Net Assets
Cash and Cash Equivalents				
CASH AND CASH EQUIVALENTS	133,904	133,904	100.0	1.1
Total Cash and Cash Equivalents	133,904	133,904	100.0	1.1
Fixed Income				
MUTUAL FUNDS	3,879,559	3,932,237	100.0	33.7
Total Fixed Income	3,879,559	3,932,237	100.0	33.7
Equity				
MUTUAL FUNDS	7,294,945	7,608,306	100.0	65.2
Total Equity	7,294,945	7,608,306	100.0	65.2
Total Net Assets	11,308,407	11,674,447		100.0

STEPHENSON FOUNDATION

Account Number XXXX50800

Detailed Holdings List by Country

As of December 31, 2010

Reporting Currency: USD

Description	Shares/ Par	Average Cost/ Unit	Total Cost	Current Price	Total Market Value	% of Total Net Assets	Unrealized Gain/(Loss)	Estimated Annual Income	Annual Yield(%)
Cash and Cash Equivalents									
SSGA US GOV MONEY MARKET FUND	93	1 00	93	1 00	93	0 0	0	0	0 0
SSGA US GOV MONEY MARKET FUND - INCOME	133,810	1 00	133,810	1 00	133,810	1 1	0	0	0 0
Total Cash and Cash Equivalents			133,904		133,904	1.1	0	0	0.0
Fixed Income									
MUTUAL FUNDS - FIXED									
AMERICAN HIGH-INCOME TRUST CL F2	100,767	10 86	1,094,329	11 27	1,135,644	9 7	41,314	87,968	7.7
CAPITAL CORE BOND FUND	222,705	10 00	2,227,102	10 07	2,242,635	19.2	15,533	44,621	2.0
CAPITAL WORLD BOND FUND CL F2	27,155	20 55	558,128	20 40	553,959	4 7	(4,169)	20,915	3 8
TOTAL MUTUAL FUNDS - FIXED			3,879,559		3,932,237	33.7	52,678	153,503	3.9
Total Fixed Income			3,879,559		3,932,237	33.7	52,678	153,503	3.9
Equity									
MUTUAL FUNDS - EQUITY									
CAPITAL INCOME BUILDER CL F2	147,108	48 05	7,068,203	49 89	7,339,229	62 9	271,026	276,755	3 8
EMERGING MARKETS GROWTH FUND INC	27,262	8 32	226,742	9 87	269,078	2 3	42,336	4,635	1 7
TOTAL MUTUAL FUNDS - EQUITY			7,294,945		7,608,306	65.2	313,362	281,389	3.7
Total Equity			7,294,945		7,608,306	65.2	313,362	281,389	3.7
Total Net Assets			11,308,407		11,674,447	100.0	366,040	434,893	3.7





FIDELITY PRIVATE
CLIENT GROUPSM

Investment Report

December 1, 2010 - December 31, 2010

Your Portfolio Details

Portfolio Advisory Services Y89-891371

STEPHENSON FOUNDATION

Account Summary

Beginning value as of Dec 1	\$7,864,005.68
Portfolio Advisory Services Fees	-3,896.25
Transfers between Fidelity accounts	-87,500.00
Change in investment value	350,746.23
Ending value as of Dec 31	\$8,123,355.66

Percentage change in value 4.46%

Income Summary

	This Period	Year to Date
Taxable:		
Dividends	\$61,481.97	\$116,273.52
St cap gain	37,947.02	47,734.69
Lt cap gain	18,911.22	19,463.49
Total	\$118,340.21	\$183,471.70

Realized Gain/Loss from Sales

	This Period	Year to Date
Short-term gain	\$27,282.72	\$243,751.22
Short-term loss	-224.11	-4,705.49
St disallowed loss	224.11	228.94
Net short	27,282.72	239,274.67
Long-term gain	\$0.00	\$296,768.80
Long-term loss	0.00	-1,213,746.33
Net long	0.00	-916,977.53

Holdings (Symbol) as of December 31, 2010

	Percentage of holding	Quantity December 31, 2010	Price per Unit December 31, 2010	Total Cost Basis	Total Value December 1, 2010	Total Value December 31, 2010
Stock Funds						
STRATEGIC ADVISERS CORE FUND (FCSAX)	12.28%	87,880.309	\$11.360	\$870,792.95	\$942,005.35	\$998,320.31
STRATEGIC ADVISERS GROWTH FUND (FSGFX)	9.71%	67,686.451	11.660	716,766.54	631,871.72	789,224.02
STRATEGIC ADVISERS VALUE FUND N/C FROM 31606X704 (FVSAX)	10.76%	64,507.885	13.550	780,760.34	856,815.19	874,081.84
STRATEGIC ADVISERS EMERGING MARKETS (FSAMX)	2.66%	20,543.240	10.530	213,349.01	205,836.38	216,320.32
STRATEGIC ADVISERS US OPPTY FUND (FUSOX)	4.19%	34,368.224	9.920	287,995.53	322,761.08	340,932.78
STRATEGIC ADVISERS SMALL-MID CAP FD (FSCFX)	4.16%	29,858.571	11.330	280,684.91	318,555.31	338,297.61
STRATEGIC ADVISERS INTERNATIONAL FUND (FILFX)	16.83%	151,940.999	9.000	1,171,891.74	1,243,803.64	1,367,468.99
FIDELITY SELECT GOLD (FSAGX)	1.61%	2,464.242	53.110	113,788.62	127,299.54	130,875.89
CREDIT SUISSE COMMD RETRN STRTG COM SHR (CRSOX)	1.70%	14,854.531	9.340	115,473.81	126,801.96	138,741.31
MERGER FUND (MERFX)	1.39%	7,179.138	15.780	114,414.75	114,027.60	113,286.79
Subtotal of Stock Funds	65.29%					5,307,549.86
Bond Funds						
FIDELITY CAPITAL & INCOME (FAGIX)	1.50%	12,958.715	9.430	111,127.58	119,595.55	122,200.68
FIDELITY HIGH INCOME (SPHIX)	1.49%	13,570.217	8.940	114,118.10	138,558.89	121,317.74
FIDELITY TOTAL BOND (FTBFX)	9.25%	70,168.617	10.720	754,951.23	764,177.42	752,207.57
STRATEGIC ADVISERS INCOME OPPORTUNITIES (FPIOX)	2.43%	20,170.786	9.810	188,969.32	195,407.76	197,875.41
STRATEGIC ADVISERS CORE INCOME FUND (FPCIX)	3.32%	25,735.989	10.480	269,603.68	274,199.42	269,713.16

0001

101231 0001 069001820

04 18 000

Page 2 of 14



FIDELITY PRIVATE
CLIENT GROUP SM

Investment Report

December 1, 2010 - December 31, 2010

Portfolio Advisory Services Y89-891371

STEPHENSON FOUNDATION

Holdings (Symbol) as of December 31, 2010	Percentage of holding	Quantity December 31, 2010	Price per Unit December 31, 2010	Total Cost Basis	Total Value December 1, 2010	Total Value December 31, 2010
METROPOLITAN WEST LOW DURATION M (MWLDX)	2.79%	26,435.406	8.590	219,495.89	228,987.53	227,080.13
PIMCO TOTAL RETURN ADMINISTRATIVE SHS (PTRAX)	7.22%	54,078.455	10.850	601,872.39	596,727.77	586,751.23
PIMCO SHORT TERM ADMINISTRATIVE SHS (PSFAX)	2.31%	19,039.766	9.860	187,634.82	190,001.78	187,732.09
T ROWE PRICE HIGH YIELD ADVISOR CL (PAHIX)	1.48%	17,792.753	6.770	113,545.07	137,645.23	120,456.93
TEMPLETON GLOBAL BOND CLASS A (TPINX)	1.90%	11,362.341	13.590	146,667.45	152,654.58	154,414.21
Subtotal of Bond Funds	33.69%					2,739,749.15
Short-term Funds						
FIDELITY CASH RESERVES (FDRXX)	0.00%	0.230	1.000	not applicable	0.10	0.23
FIMM MGMT PORT INST CL (FNSXX)	0.93%	76,056.420	1.000	not applicable	39,511.35	76,056.42
Subtotal of Short-term Funds	0.93%					76,056.65
Total PAS Managed Funds	100.00%					8,123,355.66
Total Market Value						\$8,123,355.66

r - Please note that due to rounding, percentages may not add to 100%

Transaction Details (for holdings with activity this period)

Activity	Settlement Date	Description	Quantity	Price per Unit	Cost Basis of Close	Transaction Amount
STRATEGIC ADVISERS CORE FUND						
	12/13	You sold	-950.045	\$11.23000	\$ 9,405.45a	\$10,669.00
		Short-term gain \$1,263.55				
	12/30	Dividend received				4,808.00
	12/30	Short-term cap gain				437.09
	12/30	Reinvestment	462.122	11.35000		-5,245.09
STRATEGIC ADVISERS GROWTH FUND						
	12/07	You bought	9,524.139	11.51000		-109,622.84

0001

101231 0001 069001820 04 18 000

Page 3 of 14

Stephenson Foundation
Charitable Grants
12/31/2010

Payee	Amount	Address	Recipient Status	Purpose of Grant
A Foundation Building Strength	\$ 1,000	2450 EL CAMINO REAL, SUITE 101 PALO ALTO, CA 94306	Public Charity	SUPPORT IN NEMALINE MYOPATHY RESEARCH
AIDS Walk - San Francisco	\$ 1,000	PO BOX 193920 SAN FRANCISCO, CA 94119	Public Charity	SUPPORT IN AIDS RESEARCH
Alexandra Chiles Foundation	\$ 1,000	PO BOX 823 MENLO PARK, CA 94026-0823	Public Charity	SUPPORT COMMUNITY SERVICE
American Enterprise Institute for Public Policy	\$ 2,500	1150 SEVENTEENTH ST, NW WASHINGTON, DC 20036	Public Charity	IMPROVE THE HUMAN CONDITION
Bay Area Ballers	\$ 2,500	444 CLINTON STREET REDWOOD CITY CA 94062	Public Charity	IMPROVE THE HUMAN CONDITION
Boys & Girls Club of the Peninsula	\$ 5,000	401 PIERCE RD MENLO PARK CA 94025	Public Charity	SUPPORT YOUTH DEVELOPMENT
Bret Harte Elementary PTA	\$ 1,000	1035 GILMAN AVENUE SAN FRANCISCO, CA 94124	Public Charity	SUPPORT AND EMPOWER MEMBERS WITH THE SKILLS OF LEADERSHIP
California State Protocol Foundation	\$ 5,000	1215 K ST , STE 1400 SACRAMENTO, CA 95814	Public Charity	HEALTH AND COMMUNITY SERVICES
Dream Foundation	\$ 1,000	1528 CHAPALA ST SUITE 304 SANTA BARBARA, CA 93101	Public Charity	IMPROVE THE HUMAN CONDITION
Ducks Unlimited	\$ 2,500	ONE WATERFORD WAY MEMPHIS, TN 38120	Public Charity	HABITAT CONSERVATION AND RESEARCH
George W Bush Presidential Center	\$ 250,000	PO BOX 600610 DALLAS, TX 75206	Public Charity	IMPROVE THE HUMAN CONDITION
George W Bush Presidential Center	\$ 319,027	PO BOX 600610 DALLAS, TX 75206	Public Charity	IMPROVE THE HUMAN CONDITION
Harvard Business School	\$ 26,125	124 MOUNT AUBURN STREET CAMBRIDGE MA 02138	Public Charity	IMPROVE THE HUMAN CONDITION
Hoover Institute - Stanford University	\$ 83,217	434 GALVEZ MALL STANFORD UNIVERSITY STANFORD, CA 94305	Public Charity	TO SUPPORT SHULTZ-STEPHENSON ENERGY TASK FORCE
Leukemia and Lymphoma Society	\$ 1,000	1311 MAMARONECK AVENUE STE 310 WHITE PLAINS, NY 10605	Public Charity	SUPPORT IN LEUKEMIA AND LYMPHOMA RESEARCH
Outward Bound Bay Area	\$ 1,000	1539 PERSHING DR SAN FRANCISCO CA 94129	Public Charity	SUPPORT COMMUNITY GROWTH
Right to Play	\$ 1,000	CHELSEA PIERS, PIER 62, SUITE 303 NEW YORK, NY 10011	Public Charity	SUPPORT YOUTH DEVELOPMENT
SIEPR	\$ 50,000	579 SERRA MALL AT GALVEZ STREET STANFORD, CA 94305	Public Charity	SUPPORT ECONOMIC POLICY RESEARCH
Special Operations Fund	\$ 1,000	901 N STUART ST, SUITE 200 ARLINGTON, VA 22203	Public Charity	SUPPORT THE TROOPS
St Edwards University	\$ 1,000	3001 SOUTH CONGRESS AVE AUSTIN, TX 78704	Public Charity	IMPROVE THE HUMAN CONDITION
St Francis High School	\$ 50,000	1885 MIRAMONTE AVE MOUNTAIN VIEW, CA 94040	Public Charity	SUPPORT ACADEMIC ADVANCEMENT
Stanford University	\$ 2,500	450 SERRA MALL STANFORD, CA 94305	Public Charity	SUPPORT ACADEMIC ADVANCEMENT
Wilmington Friends School	\$ 25,000	101 SCHOOL ROAD WILMINGTON DE 19803	Public Charity	ASSIST IN PROVIDING FELLOWSHIPS TO SCHOLARS
Woodrow Wilson International Center for Scholars	\$ 10,000	1300 PENNSYLVANIA AVE, NW WASHINGTON, DC 20004	Public Charity	SUPPORT ACADEMIC ADVANCEMENT
Total	\$ 843,369			

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box ☒

Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

Part II Additional (Not Automatic) 3-Month Extension of Time. Only file the original (no copies needed).

Type or print File by the extended due date for filing your return See instructions	Name of exempt organization	Employer identification number
	STEPHENSON FOUNDATION	94-3320092
	Number, street, and room or suite no. If a P.O. box, see instructions. 3000 SAND HILL ROAD, BLDG. 4, NO. 180	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. MENLO PARK, CA 94025	

Enter the Return code for the return that this application is for (file a separate application for each return)

04

Application Is For	Return Code	Application Is For	Return Code
Form 990	01		
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

BARBARA STEPHENSON

- The books are in the care of ☒ 3000 SAND HILL RD BLDG #4-180 - MENLO PARK, CA 94025
Telephone No. ☒ (650) 854-3927 FAX No. ☐

- If the organization does not have an office or place of business in the United States, check this box ☐

- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ☐. If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until NOVEMBER 15, 2011.

5 For calendar year 2010, or other tax year beginning , and ending .

6 If the tax year entered in line 5 is for less than 12 months, check reason ☐ Initial return ☐ Final return
☐ Change in accounting period

7 State in detail why you need the extension

THE TAXPAYER REQUESTS ADDITIONAL TIME TO FILE IN ORDER TO COMPILE THE INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE TAX RETURN.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	8a	\$	58,005.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	8b	\$	58,005.
c Balance due. Subtract line 8b from line 8a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	8c	\$	0.

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature ☒ Ka Val

Title ☒ CPA

Date ☒ 8/11/11

Form 8868 (Rev. 1-2011)

Frank, Rimerman & Co. LLP 94-1341042
1801 Page Mill Road
Palo Alto, CA 94304

Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

► **File a separate application for each return.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Electronic filing (e-file). You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed)

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Type or print	Name of exempt organization	Employer identification number
	STEPHENSON FOUNDATION	94-3320092
	Number, street, and room or suite no. If a P.O. box, see instructions 3000 SAND HILL ROAD, BLDG. 4, NO. 180	
File by the due date for filing your return. See instructions	City, town or post office, state, and ZIP code. For a foreign address, see instructions. MENLO PARK, CA 94025	

Enter the Return code for the return that this application is for (file a separate application for each return)

04

Application Is For	Return Code	Application Is For	Return Code
Form 990	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

BARBARA STEPHENSON

- The books are in the care of ► **3000 SAND HILL RD BLDG #4-180 - MENLO PARK, CA 94025**
Telephone No ► **(650) 854-3927** FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) . If this is for the whole group, check this box ☐ . If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until **AUGUST 15, 2011**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
- ☒ calendar year **2010** or
- ☐ tax year beginning , and ending **Frank, Rimerman & Co. LLP 94-1341042**

- 2 If the tax year entered in line 1 is for less than 12 months, check reason: ☐ Change in accounting period ☐ Initial return

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	58,005.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	43,005.
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$	15,000.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions

LHA For Paperwork Reduction Act Notice, see Instructions.

Form **8868** (Rev. 1-2011)

o/c
142