



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 **12/10**, **2010**, and ending **9/30**, **2011**

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

Hong Foundation
2311 Bryant St.
Palo Alto, CA 94301

A Employer identification number
27-2549443
B Telephone number (see the instructions)
408-832-5118
C If exemption application is pending, check here
D 1 Foreign organizations, check here
2 Foreign organizations meeting the 85% test, check here and attach computation
E If private foundation status was terminated under section 507(b)(1)(A), check here
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here

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

I Fair market value of all assets at end of year (from Part II, column (c), line 16) **J** Accounting method Cash Accrual
 Other (specify) _____
\$ **71,346.** (Part I, column (d) must be on cash basis)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions))		(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 (att sch)	89,800.			
2	Ck <input type="checkbox"/> if the foundn is not req to att Sch B				
3	Interest on savings and temporary cash investments	15.	15.	15.	
4	Dividends and interest from securities	109.	109.	109.	
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain/(loss) from sale of assets not on line 10	-12,123.			
b	Gross sales price for all assets on line 6a	1,040,538.			
7	Capital gain net income (from Part IV, line 2)		0.		
8	Net short-term capital gain			0.	
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less: Cost of goods sold				
c	Gross profit/(loss) (att sch)				
11	Other income (attach schedule)				
12	Total. Add lines 1 through 11	77,801.	124.	124.	
13	Compensation of officers, directors, trustees, etc.	0.			
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees (attach schedule)				
b	Accounting fees (attach sch) See St 1	1,585.	531.	531.	1,064.
c	Other prof fees (attach sch) See St 2	895.	294.	294.	601.
17	Interest				
18	Taxes (attach schedule)(see instr)				
19	Depreciation (attach sch) and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications	27.	9.	9.	18.
23	Other expenses (attach schedule) See Statement 3	3,013.	904.	904.	2,109.
24	Total operating and administrative expenses. Add lines 13 through 23	5,520.	1,738.	1,738.	3,792.
25	Contributions, gifts, grants paid Stmt 4	935.			935.
26	Total expenses and disbursements. Add lines 24 and 25	6,455.	1,738.	1,738.	4,727.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	71,346.			
b	Net investment income (if negative, enter -0-)		0.		
c	Adjusted net income (if negative, enter -0-)			0.	

SCANNED JUN 05 2012

ADMINISTRATIVE AND OPERATING EXPENSES

1109

1109

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1	Cash – non-interest-bearing		13,548.	13,548.
	2	Savings and temporary cash investments		57,798.	57,798.
	3	Accounts receivable ▶			
		Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶			
		Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7	Other notes and loans receivable (attach sch) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments – U S and state government obligations (attach schedule)			
		b Investments – corporate stock (attach schedule)			
		c Investments – corporate bonds (attach schedule)			
	11	Investments – land, buildings, and equipment basis ▶			
	Less: accumulated depreciation (attach schedule) ▶				
12	Investments – mortgage loans				
13	Investments – other (attach schedule)				
14	Land, buildings, and equipment basis ▶				
	Less accumulated depreciation (attach schedule) ▶				
15	Other assets (describe ▶)				
16	Total assets (to be completed by all filers – see instructions Also, see page 1, item I)		0.	71,346.	71,346.
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	Total liabilities (add lines 17 through 22)		0.	0.
NET ASSETS OR FUND BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input checked="" type="checkbox"/>				
	24	Unrestricted		71,346.	
	25	Temporarily restricted			
	26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>				
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, building, and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds.				
30	Total net assets or fund balances (see the instructions)		0.	71,346.	
31	Total liabilities and net assets/fund balances (see the instructions)		0.	71,346.	

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	0.
2	Enter amount from Part I, line 27a	2	71,346.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	71,346.
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	71,346.

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 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a See Statement 5			
b			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss) [If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7]	2	-12,123.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8 []	3	-12,123.

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) N/A

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

(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 (column (b) divided by column (c))
2009			
2008			
2007			
2006			
2005			

2 Total of line 1, column (d)	2	
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	
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	
5 Multiply line 4 by line 3	5	
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	
8 Enter qualifying distributions from Part XII, line 4	8	

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1 Date of ruling or determination letter: _____ (attach copy of letter if necessary – see instr.)		
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b	1	0.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (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	0.
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	0.
6 Credits/Payments		
a 2010 estimated tax pmts and 2009 overpayment credited to 2010	6 a	
b Exempt foreign organizations – tax withheld at source	6 b	
c Tax paid with application for extension of time to file (Form 8868)	6 c	
d Backup withholding erroneously withheld	6 d	
7 Total credits and payments. Add lines 6a through 6d	7	0.
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> 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	0.
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
11 Enter the amount of line 10 to be Credited to 2011 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11	

Part VII-A Statements Regarding Activities

	Yes	No
1 a 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 the instructions for definition)? <i>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</i>		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? <i>If 'Yes,' attach a detailed description of the activities</i>		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? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4 a 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?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T</i>		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? <i>If 'Yes,' complete Part II, column (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions) CA		
b If the answer is 'Yes' to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If 'No,' attach explanation</i> See Statement 6		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)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

BAA

See Statement 7

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)			X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ N/A	X		
14	The books are in care of ▶ <u>Miao Hong</u> Telephone no ▶ <u>408-832-5118</u> Located at ▶ <u>2311 Bryant St. Palo Alto CA</u> ZIP + 4 ▶ <u>94301</u>			
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 ▶ N/A		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 the instructions for exceptions and filing requirements for Form TD F 90-22.1 If 'Yes,' enter the name of the foreign country ▶		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
1 a	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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
1 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 the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1 b	N/A
1 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?	1 c	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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years ▶ 20__ , 20__ , 20__ , 20__		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer 'No' and attach statement – see the instructions)	2 b	N/A
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20__ , 20__ , 20__ , 20__		
3 a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)	3 b	N/A
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	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?	4 b	X

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

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

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

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

5b N/A

Organizations relying on a current notice regarding disaster assistance check here

c If the answer is 'Yes' to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?

N/A Yes No

If 'Yes,' attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

Yes No

6b X

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 (see instructions).

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Miao Hong 2311 Bryant St. Palo Alto, CA 94301	President & 20	0.	0.	0.
Lei Fu 2311 Bryant St. Palo Alto, CA 94301	CFO 10	0.	0.	0.
Yun Hong 2311 Bryant St. Palo Alto, CA 94301	CMO 10	0.	0.	0.

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

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

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

0

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

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
None		

Total number of others receiving over \$50,000 for professional services		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 Support the church, Home of Christ, for it's religious activities.	
-----	680.
2 Support the local youth organization (California Youth Symphony).	
-----	255.
3 -----	
4 -----	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount	
1 N/A		

2 -----		
All other program-related investments See instructions		
3 -----		
Total. Add lines 1 through 3		0.

BAA

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	91,723.
b	Average of monthly cash balances	1b	16,016.
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	107,739.
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	107,739.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	1,616.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	106,123.
6	Minimum investment return. Enter 5% of line 5 Short Year Modified Percentage 4.0411 %	6	4,289.

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	4,289.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	
b	Income tax for 2010 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	
3	Distributable amount before adjustments Subtract line 2c from line 1	3	4,289.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	4,289.
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	4,289.

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	4,727.
b	Program-related investments — total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	4,727.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	4,727.

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

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				4,289.
2 Undistributed income, if any, as of the end of 2010.				
a Enter amount for 2009 only			0.	
b Total for prior years: 20 __, 20 __, 20 __		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: \$ <u>4,727.</u>				
a Applied to 2009, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2010 distributable amount				4,289.
e Remaining amount distributed out of corpus	438.			
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	438.			
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 instructions			0.	
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	438.			
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	438.			

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

N/A

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

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

2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

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

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

1 Information Regarding Foundation Managers:

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

None

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

None

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

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

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

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

c Any submission deadlines

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
<i>a Paid during the year</i>				
Total				▶ 3a
<i>b Approved for future payment</i>				
Total				▶ 3b

**Schedule B
(Form 990, 990-EZ,
or 990-PF)**

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No 1545-0047

2010

Name of the organization

Hong Foundation

Employer identification number

27-2549443

Organization type (check one)

Filers of:

Form 990 or 990-EZ

Section:

- 501(c)(____) (enter number) organization
 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
 527 political organization

Form 990-PF

- 501(c)(3) exempt private foundation
 4947(a)(1) nonexempt charitable trust treated as a private foundation
 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions

General Rule

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

Special Rules

- For a section 501(c)(3) organization filing Form 990 or 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II
- For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III
- For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not aggregate to more than \$1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc, purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc, contributions of \$5,000 or more during the year ▶ \$ _____

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

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2010)

Name of organization

Employer identification number

Hong Foundation

27-2549443

Part I Contributors (see instructions)

(a) Number	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Miao Hong ----- 2311 BRYANT ST. ----- PALO ALTO, CA 94301 -----	\$ 89,800.	Person <input checked="" type="checkbox"/> Payroll <input checked="" type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution)
---	----- ----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
---	----- ----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
---	----- ----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
---	----- ----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
---	----- ----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)

Name of organization: **Hong Foundation** Employer identification number: **27-2549443**

Part II Noncash Property (see instructions.)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
1	Various Publicly Traded Securities		
		\$ 69,700.	12/10/10
		\$	
		\$	
		\$	
		\$	
		\$	

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i) - (j)	(l) Gain (Loss)
156	0.		7,325.	-7,325.				\$ -7,325.
157	51,290.		0.	51,290.				51,290.
							Total	\$ <u>-12,123.</u>

Statement 6
Form 990-PF, Part VII-A, Line 8b
Copies of Form 990-PF to State Officials

The Foundation is reporting its first tax return and will furnish a copy of Form 990-PF to the Department of Justice once the form is ready.

Hong Foundation

27-2549443

Statement 1
Form 990-PF, Part I, Line 16b
Accounting Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Total	\$ 1,585.	\$ 531.	\$ 531.	\$ 1,064.
	<u>\$ 1,585.</u>	<u>\$ 531.</u>	<u>\$ 531.</u>	<u>\$ 1,064.</u>

Statement 2
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
CA State Foundation App Fee	\$ 20.	\$ 3.	\$ 3.	\$ 17.
Dept Justice Foundation App Fee	25.	8.	8.	17.
IRS Foundation App Fee	850.	283.	283.	567.
Total	<u>\$ 895.</u>	<u>\$ 294.</u>	<u>\$ 294.</u>	<u>\$ 601.</u>

Statement 3
Form 990-PF, Part I, Line 23
Other Expenses

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Miscellaneous Bank service	\$ 13.	\$ 4.	\$ 4.	\$ 9.
Web Page Design and Service	3,000.	900.	900.	2,100.
Total	<u>\$ 3,013.</u>	<u>\$ 904.</u>	<u>\$ 904.</u>	<u>\$ 2,109.</u>

Statement 4
Form 990-PF, Part I, Line 25
Contributions, Gifts, and Grants

Cash Grants and Allocations

Class of Activity:

Donee's Name:

Donee's Address:

California Youth Symphony

441 California Ave #5

Palo Alto, CA 94306

Relationship of Donee:

Organizational Status of Donee:

Amount Given:

\$ 255.

Class of Activity:

Donee's Name:

Donee's Address:

Home of Christ #5

10340 Bubb Road

Cupertino, CA 95014

Relationship of Donee:

Organizational Status of Donee:

Religious Organization

Hong Foundation

27-2549443

Statement 4 (continued)
Form 990-PF, Part I, Line 25
Contributions, Gifts, and Grants

Amount Given: \$ 680.
Total \$ 935.

Statement 5
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
1	50 PROSHARES ULTRA SILVER (AGQ)	Purchased	5/11/2011	5/12/2011
2	50 PROSHARES ULTRA SILVER (AGQ)	Purchased	5/11/2011	5/12/2011
3	100 PROSHARES ULTRA SILVER (AGQ)	Purchased	5/12/2011	5/23/2011
4	50 PROSHARES ULTRA SILVER (AGQ)	Purchased	5/24/2011	7/08/2011
5	100 ACME PACKET INC (APKT)	Purchased	2/08/2011	2/10/2011
6	100 ARM HOLDINGS PLC (ARMH)	Purchased	1/26/2011	2/03/2011
7	100 ARM HOLDINGS PLC (ARMH)	Purchased	1/26/2011	2/03/2011
8	300 ARM HOLDINGS PLC (ARMH)	Purchased	2/04/2011	2/10/2011
9	300 ARM HOLDINGS PLC (ARMH)	Purchased	2/16/2011	2/22/2011
10	200 ARM HOLDINGS PLC (ARMH)	Purchased	2/22/2011	2/25/2011
11	100 ARM HOLDINGS PLC (ARMH)	Purchased	2/22/2011	3/31/2011
12	200 ARM HOLDINGS PLC (ARMH)	Purchased	3/01/2011	3/31/2011
13	100 BAIDU INC ADS (BIDU)	Purchased	1/03/2011	1/26/2011
14	100 BAIDU INC ADS (BIDU)	Purchased	3/29/2011	3/31/2011
15	100 BAIDU INC ADS (BIDU)	Purchased	4/06/2011	4/08/2011
16	100 BAIDU INC ADS (BIDU)	Purchased	4/27/2011	4/28/2011
17	479 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/03/2011
18	21 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/03/2011
19	500 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/03/2011
20	500 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/04/2011
21	500 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/05/2011
22	442 CISCO SYSTEMS INC (CSCO)	Donated	12/10/2010	1/06/2011
23	200 CTRIP COM INTERNATIONAL LTD (CTRP)	Purchased	1/04/2011	1/26/2011
24	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	12/31/2010	2/03/2011
25	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	1/19/2011	2/03/2011
26	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/09/2011	2/16/2011
27	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/11/2011	2/16/2011
28	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/14/2011	2/18/2011
29	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/22/2011	2/25/2011
30	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/22/2011	3/02/2011
31	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/23/2011	3/08/2011
32	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	2/28/2011	3/08/2011
33	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	3/04/2011	3/10/2011
34	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	3/16/2011	3/17/2011
35	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	3/16/2011	3/21/2011
36	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	3/23/2011	3/24/2011
37	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	3/30/2011	3/31/2011
38	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	4/01/2011	4/01/2011
39	100 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	4/06/2011	4/08/2011
40	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	5/17/2011	5/23/2011
41	200 DIREXION DAILY CHINA 3X BUL (CZM)	Purchased	5/23/2011	5/25/2011
42	100 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	1/04/2011	1/12/2011
43	100 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	1/04/2011	1/12/2011
44	300 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	1/05/2011	1/12/2011
45	300 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	1/31/2011	2/09/2011

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
46	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/04/2011	2/09/2011
47	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/10/2011	2/22/2011
48	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/14/2011	2/22/2011
49	100 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/15/2011	2/25/2011
50	400 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/15/2011	2/25/2011
51	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/22/2011	3/02/2011
52	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	2/22/2011	3/11/2011
53	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	3/11/2011	3/21/2011
54	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	3/29/2011	3/31/2011
55	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	4/01/2011	4/08/2011
56	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	5/11/2011	5/18/2011
57	500 DB AGRICULTURE DOUBLE LONG (DAG)	Purchased	5/24/2011	5/27/2011
58	100 DIREXION DAILY REAL ESTATE (DRN)	Purchased	4/14/2011	4/14/2011
59	100 DIREXION DAILY REAL ESTATE (DRN)	Purchased	8/02/2011	8/16/2011
60	100 DIREXION DAILY REAL ESTATE (DRN)	Purchased	8/17/2011	8/29/2011
61	100 DIREXION DAILY REAL ESTATE (DRN)	Purchased	8/17/2011	9/16/2011
62	100 DIREXION DAILY EMERGING MAR (EDC)	Purchased	12/31/2010	1/12/2011
63	100 DIREXION DAILY EMERGING MAR (EDC)	Purchased	1/07/2011	1/12/2011
64	100 DIREXION DAILY EMERGING MAR (EDC)	Purchased	1/19/2011	1/26/2011
65	200 DIREXION DAILY EMERGING MAR (EDC)	Purchased	2/10/2011	2/10/2011
66	121 DIREXION DAILY EMERGING MAR (EDC)	Purchased	3/16/2011	3/17/2011
67	79 DIREXION DAILY EMERGING MAR (EDC)	Purchased	3/16/2011	3/17/2011
68	100 DIREXION DAILY EMERGING MAR (EDC)	Purchased	5/13/2011	5/23/2011
69	200 DIREXION DAILY EMERGING MAR (EDC)	Purchased	5/31/2011	7/08/2011
70	200 DIREXION DAILY EMERGING MAR (EDC)	Purchased	8/04/2011	8/16/2011
71	50 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	2/09/2011	2/14/2011
72	50 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	2/09/2011	2/14/2011
73	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	3/07/2011	3/11/2011
74	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	4/07/2011	4/08/2011
75	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	4/12/2011	4/20/2011
76	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	4/12/2011	4/21/2011
77	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	4/12/2011	4/27/2011
78	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	4/27/2011	4/28/2011
79	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	5/11/2011	5/24/2011
80	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	5/11/2011	5/24/2011
81	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	5/23/2011	6/29/2011
82	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	5/24/2011	6/30/2011
83	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	6/03/2011	6/30/2011
84	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	6/06/2011	7/01/2011
85	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	7/18/2011	7/21/2011
86	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/02/2011	8/16/2011
87	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/02/2011	8/16/2011
88	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/03/2011	8/16/2011
89	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/04/2011	8/16/2011
90	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/04/2011	8/16/2011
91	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/16/2011	8/29/2011
92	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/16/2011	9/13/2011
93	100 DIREXIONSHARES ENERGY BULL (ERX)	Purchased	8/16/2011	9/13/2011
94	500 DIREXION DAILY ENERGY BEAR (ERY)	Purchased	4/28/2011	4/28/2011
95	400 DIREXION DAILY ENERGY BEAR (ERY)	Purchased	9/20/2011	9/21/2011
96	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	1/03/2011	1/26/2011
97	100 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	3/11/2011	3/21/2011
98	100 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	3/14/2011	3/21/2011
99	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	3/30/2011	4/01/2011
100	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	4/14/2011	4/28/2011
101	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	7/18/2011	7/21/2011

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
102	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	8/02/2011	8/29/2011
103	35 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	8/03/2011	8/29/2011
104	200 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	8/18/2011	8/29/2011
105	400 DIREXION DAILY FINANCIAL BU (FAS)	Purchased	8/18/2011	9/13/2011
106	300 JDS UNIPHASE CORP (JDSU)	Purchased	2/10/2011	2/10/2011
107	200 MIPS TECH INC (MIPS)	Purchased	1/06/2011	3/01/2011
108	200 MIPS TECH INC (MIPS)	Purchased	2/09/2011	3/01/2011
109	200 NVIDIA CORP (NVDA)	Purchased	1/26/2011	2/03/2011
110	100 QUALCOMM INC (QCOM)	Purchased	2/08/2011	3/21/2011
111	100 QUALCOMM INC (QCOM)	Purchased	3/01/2011	3/21/2011
112	300 RARE ELEMENT RES LT (REE)	Purchased	1/03/2011	1/05/2011
113	500 SANDRIDGE ENERGY INC (SD)	Purchased	3/07/2011	3/11/2011
114	100 SINA CORP (SINA)	Purchased	4/27/2011	4/28/2011
115	100 SINA CORP (SINA)	Purchased	9/20/2011	9/20/2011
116	100 SINA CORP (SINA)	Purchased	9/29/2011	9/29/2011
117	200 ISHARES SILVER TR (SLV)	Purchased	1/07/2011	1/26/2011
118	200 SKYWORKS SOLS INC (SWKS)	Purchased	1/03/2011	2/04/2011
119	200 SKYWORKS SOLS INC (SWKS)	Purchased	2/04/2011	2/10/2011
120	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	3/14/2011	3/21/2011
121	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	3/29/2011	3/31/2011
122	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	4/05/2011	4/21/2011
123	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	4/14/2011	4/27/2011
124	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	6/03/2011	7/01/2011
125	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	8/02/2011	8/16/2011
126	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	8/04/2011	8/16/2011
127	200 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	8/16/2011	8/29/2011
128	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	8/16/2011	9/07/2011
129	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/01/2011	9/07/2011
130	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/01/2011	9/07/2011
131	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/07/2011	9/09/2011
132	200 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/07/2011	9/13/2011
133	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/09/2011	9/16/2011
134	100 DIREXIONSHARES SMALL CAP BU (TNA)	Purchased	9/16/2011	9/19/2011
135	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	1/26/2011	2/03/2011
136	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	3/04/2011	3/17/2011
137	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	3/16/2011	3/17/2011
138	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	3/16/2011	3/21/2011
139	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/05/2011	4/20/2011
140	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/14/2011	4/20/2011
141	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/20/2011	4/21/2011
142	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/20/2011	4/28/2011
143	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/26/2011	4/28/2011
144	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	4/26/2011	4/28/2011
145	100 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	7/18/2011	7/26/2011
146	200 DIREXION DAILY TECHNOLOGY B (TYH)	Purchased	9/07/2011	9/13/2011
147	100 DIREXION DAILY SMALL CAP BE (TZA)	Purchased	9/19/2011	9/20/2011
148	100 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	5/23/2011	6/29/2011
149	100 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	5/23/2011	6/30/2011
150	100 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	6/03/2011	6/30/2011
151	100 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	6/08/2011	6/30/2011
152	200 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	8/02/2011	8/16/2011
153	200 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	8/03/2011	8/16/2011
154	200 DIREXION DAILY CHINA 3X BUL (YINN)	Purchased	8/17/2011	9/16/2011
155	1000 CISCO SYSTEM INC (CSCO)	Donated	12/10/2010	12/31/2010
156	1 sale adj to 1099 b981922 +7325	Purchased	12/10/2010	12/10/2010

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description			(b) How Acquired	(c) Date Acquired	(d) Date Sold		
157	1 cost adj	cost adj	per 1099	924349+69700-1045336	Purchased	12/10/2010	12/10/2010	
Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i)-(j)	(l) Gain (Loss)
1	8,544.		9,980.	-1,436.				\$ -1,436.
2	8,544.		9,371.	-827.				-827.
3	16,817.		18,243.	-1,426.				-1,426.
4	9,157.		10,420.	-1,263.				-1,263.
5	7,266.		7,123.	143.				143.
6	2,829.		2,580.	249.				249.
7	2,829.		2,581.	248.				248.
8	8,783.		8,860.	-77.				-77.
9	8,753.		9,423.	-670.				-670.
10	5,986.		6,169.	-183.				-183.
11	2,797.		3,085.	-288.				-288.
12	5,593.		6,033.	-440.				-440.
13	10,816.		9,799.	1,017.				1,017.
14	13,710.		13,540.	170.				170.
15	14,207.		13,785.	422.				422.
16	15,369.		14,811.	558.				558.
17	9,805.		9,700.	105.				105.
18	430.		425.	5.				5.
19	10,290.		10,125.	165.				165.
20	10,280.		10,125.	155.				155.
21	10,395.		10,125.	270.				270.
22	9,224.		8,950.	274.				274.
23	8,858.		8,424.	434.				434.
24	10,149.		8,804.	1,345.				1,345.
25	5,075.		5,174.	-99.				-99.
26	5,058.		4,875.	183.				183.
27	5,067.		4,963.	104.				104.
28	10,328.		10,116.	212.				212.
29	4,656.		4,663.	-7.				-7.
30	4,641.		4,663.	-22.				-22.
31	4,893.		4,440.	453.				453.
32	4,893.		4,782.	111.				111.
33	9,480.		9,746.	-266.				-266.
34	4,316.		4,631.	-315.				-315.
35	4,427.		4,543.	-116.				-116.
36	9,506.		9,697.	-191.				-191.
37	5,068.		5,277.	-209.				-209.
38	10,677.		10,681.	-4.				-4.
39	5,706.		5,684.	22.				22.
40	9,132.		9,304.	-172.				-172.
41	8,920.		9,044.	-124.				-124.
42	1,426.		1,349.	77.				77.
43	1,426.		1,350.	76.				76.
44	4,278.		4,245.	33.				33.
45	4,982.		4,638.	344.				344.
46	8,304.		7,994.	310.				310.
47	7,690.		8,210.	-520.				-520.
48	7,690.		8,004.	-314.				-314.
49	1,520.		1,683.	-163.				-163.

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i) - (j)	(l) Gain (Loss)
50	6,080.		6,696.	-616.				\$ -616.
51	7,685.		7,610.	75.				75.
52	6,710.		8,074.	-1,364.				-1,364.
53	7,115.		8,169.	-1,054.				-1,054.
54	7,347.		8,121.	-774.				-774.
55	7,698.		8,284.	-586.				-586.
56	7,280.		6,515.	765.				765.
57	7,430.		7,014.	416.				416.
58	6,511.		6,402.	109.				109.
59	5,370.		6,811.	-1,441.				-1,441.
60	5,345.		5,503.	-158.				-158.
61	5,432.		6,944.	-1,512.				-1,512.
62	4,237.		4,136.	101.				101.
63	4,237.		3,973.	264.				264.
64	3,902.		4,191.	-289.				-289.
65	6,922.		7,145.	-223.				-223.
66	4,123.		4,106.	17.				17.
67	2,699.		2,680.	19.				19.
68	3,416.		3,642.	-226.				-226.
69	7,738.		8,188.	-450.				-450.
70	4,727.		6,381.	-1,654.				-1,654.
71	3,824.		3,598.	226.				226.
72	3,824.		3,638.	186.				186.
73	7,043.		8,311.	-1,268.				-1,268.
74	9,043.		10,076.	-1,033.				-1,033.
75	8,500.		9,044.	-544.				-544.
76	8,622.		8,356.	266.				266.
77	8,778.		7,611.	1,167.				1,167.
78	8,669.		8,491.	178.				178.
79	7,383.		7,338.	45.				45.
80	7,383.		7,132.	251.				251.
81	7,002.		6,848.	154.				154.
82	7,328.		7,212.	116.				116.
83	7,350.		7,310.	40.				40.
84	7,549.		6,878.	671.				671.
85	8,499.		7,731.	768.				768.
86	5,004.		7,311.	-2,307.				-2,307.
87	5,004.		7,116.	-2,112.				-2,112.
88	5,004.		6,416.	-1,412.				-1,412.
89	5,004.		6,141.	-1,137.				-1,137.
90	5,004.		6,224.	-1,220.				-1,220.
91	4,763.		7,211.	-2,448.				-2,448.
92	4,145.		7,016.	-2,871.				-2,871.
93	4,155.		6,316.	-2,161.				-2,161.
94	6,651.		6,804.	-153.				-153.
95	7,231.		7,053.	178.				178.
96	6,038.		5,880.	158.				158.
97	2,983.		3,070.	-87.				-87.
98	2,983.		2,950.	33.				33.
99	6,156.		6,219.	-63.				-63.
100	6,058.		5,920.	138.				138.
101	5,074.		4,498.	576.				576.
102	3,030.		4,412.	-1,382.				-1,382.

Hong Foundation

27-2549443

Statement 5 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i) - (j)	(l) Gain (Loss)
103	530.		716.	-186.				\$ -186.
104	3,030.		2,519.	511.				511.
105	5,103.		6,607.	-1,504.				-1,504.
106	7,577.		7,783.	-206.				-206.
107	2,365.		3,576.	-1,211.				-1,211.
108	2,365.		2,820.	-455.				-455.
109	4,966.		4,950.	16.				16.
110	5,380.		5,598.	-218.				-218.
111	5,380.		5,799.	-419.				-419.
112	4,782.		5,283.	-501.				-501.
113	4,950.		5,725.	-775.				-775.
114	13,168.		12,611.	557.				557.
115	9,261.		9,258.	3.				3.
116	7,321.		7,055.	266.				266.
117	5,224.		5,612.	-388.				-388.
118	6,922.		5,828.	1,094.				1,094.
119	7,114.		6,982.	132.				132.
120	7,809.		7,491.	318.				318.
121	8,731.		8,393.	338.				338.
122	8,737.		9,200.	-463.				-463.
123	9,178.		8,724.	454.				454.
124	8,555.		7,711.	844.				844.
125	4,626.		6,511.	-1,885.				-1,885.
126	4,626.		6,147.	-1,521.				-1,521.
127	9,458.		11,279.	-1,821.				-1,821.
128	4,455.		6,218.	-1,763.				-1,763.
129	4,455.		6,766.	-2,311.				-2,311.
130	4,455.		4,811.	-356.				-356.
131	3,856.		6,013.	-2,157.				-2,157.
132	8,154.		11,167.	-3,013.				-3,013.
133	4,627.		5,937.	-1,310.				-1,310.
134	4,290.		6,994.	-2,704.				-2,704.
135	5,340.		5,229.	111.				111.
136	4,345.		5,328.	-983.				-983.
137	4,348.		4,455.	-107.				-107.
138	4,540.		5,437.	-897.				-897.
139	4,715.		4,718.	-3.				-3.
140	4,715.		5,383.	-668.				-668.
141	4,858.		4,655.	203.				203.
142	5,107.		5,320.	-213.				-213.
143	5,107.		5,083.	24.				24.
144	5,096.		5,296.	-200.				-200.
145	5,040.		4,430.	610.				610.
146	6,434.		6,428.	6.				6.
147	4,223.		4,336.	-113.				-113.
148	4,359.		4,455.	-96.				-96.
149	4,522.		4,455.	67.				67.
150	4,588.		4,857.	-269.				-269.
151	4,599.		4,466.	133.				133.
152	6,249.		8,989.	-2,740.				-2,740.
153	6,249.		7,720.	-1,471.				-1,471.
154	5,556.		9,009.	-3,453.				-3,453.
155	20,130.		20,250.	-120.				-120.

Contributions, Gifts, and Grants
Other contributions, gifts, grants, etc.

Cash	\$	20,000.
Open stock account beg amt		100.
Total	\$	<u>20,100.</u>