Form **990-PF**
Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation
Note. The foundation may be able to use a copy of this return to satisfy state reporting requirements

OMB No 1545-0052
2011

For calendar year 2011 or tax year beginning , 2011, and ending , 20

Name of foundation
THE MOREY FAMILY FOUNDATION, INC.

A Employer identification number
20-0559815

Number and street (or P O box number if mail is not delivered to street address) Room/suite
6319 BURNHAM ROAD

B Telephone number (see instructions)
(239) 598-5392

City or town, state, and ZIP code
NAPLES, FL 34119

C If exemption application is pending, check here ☐

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

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

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

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

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶ $ 2,764,565.

J Accounting method ☒ Cash ☐ Accrual
☐ Other (specify)
(Part I, column (d) must be on cash basis)

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

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

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	74,423.	74,423.		ATCH 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	-46,781.			
	b Gross sales price for all assets on line 6a 1,059,924.				
	7 Capital gain net income (from Part IV, line 2)				
	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) (attach schedule)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	27,642.	74,423.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	5,000.	5,000.		
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule) ATCH 2	2,500.	2,500.		
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions) **	4,015.		4,015.	
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) ATCH 4	23,898.	23,898.		
	24 **Total operating and administrative expenses.** Add lines 13 through 23	35,413.	31,398.	4,015.	
	25 Contributions, gifts, grants paid	131,000.			131,000.
	26 **Total expenses and disbursements** Add lines 24 and 25	166,413.	31,398.	4,015.	131,000.
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	-138,771.			
	b **Net investment income** (if negative, enter -0-)		43,025.		
	c **Adjusted net income** (if negative, enter -0-)				

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Part II Balance Sheets

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

		Description	Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1	Cash - non-interest-bearing			
	2	Savings and temporary cash investments	367,573.	396,148.	396,148.
	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 instructions)			
	7	Other notes and loans receivable (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10 a	Investments - U S and state government obligations (attach schedule) **	480,480.	378,983.	391,394.
	b	Investments - corporate stock (attach schedule) ATCH 6	1,086,503.	1,200,452.	1,208,247.
	c	Investments - corporate bonds (attach schedule) ATCH 7	907,329.	742,277.	768,776.
	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 the instructions Also, see page 1, item I)	2,841,885.	2,717,860.	2,764,565.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ [X] and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted	2,841,885.	2,717,860.	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ [ ]			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances** (see instructions)	2,841,885.	2,717,860.	
	31	**Total liabilities and net assets/fund balances** (see instructions)	2,841,885.	2,717,860.	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	2,841,885.
2	Enter amount from Part I, line 27a	2	-138,771.
3	Other increases not included in line 2 (itemize) ▶ ATTACHMENT 8	3	14,746.
4	Add lines 1, 2, and 3	4	2,717,860.
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	2,717,860.

**ATCH 5

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	SEE PART IV SCHEDULE			
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

	(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				

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	-46,781.
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 instructions) If (loss), enter -0- in Part I, line 8	3	0

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 the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2010	134,800.	2,802,266.	0.048104
2009	139,572.	2,647,058.	0.052727
2008	150,882.	2,868,858.	0.052593
2007	143,123.	3,060,451.	0.046765
2006	94,451.	2,952,613.	0.031989

2	**Total** of line 1, column (d)	2	0.232178
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.046436
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	2,790,403.
5	Multiply line 4 by line 3	5	129,575.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	430.
7	Add lines 5 and 6	7	130,005.
8	Enter qualifying distributions from Part XII, line 4	8	131,000.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ [ ] and enter "N/A" on line 1 . . . Date of ruling or determination letter: ______________ (attach copy of letter if necessary - see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b	1	430.
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	
3	Add lines 1 and 2	3	430.
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	430.
6	Credits/Payments		
a	2011 estimated tax payments and 2010 overpayment credited to 2011 — 6a: 1,200.		
b	Exempt foreign organizations - tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	1,200.
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	770.
11	Enter the amount of line 10 to be **Credited to 2012 estimated tax** ▶ 770. **Refunded** ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		X
	If the answer is "Yes" to **1a** *or* **1b**, *attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ ______ (2) On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ FL,			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

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

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ RONALD J. MOREY Telephone no ▶ 239-598-5392

Located at ▶ 6319 BURNHAM ROAD NAPLES, FL ZIP + 4 ▶ 34119

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

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

			Yes	No
16	At any time during calendar year 2011, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes," enter the name of the foreign country ▶			

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

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		Yes	No
1a	During the year did the foundation (either directly or indirectly)			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☒ Yes ☐ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?	1b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011?	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 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011? ☐ 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)	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 2011 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 2011)*	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 2011?	4b		X

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

		Yes	No
5a	During the year did the foundation pay or incur any amount to		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No		
	(4) Provide a grant to an organization other than a charitable, etc, organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (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**		
	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? ☐ Yes ☐ No		
	If "Yes," attach the statement required by Regulations section 53 4945-5(d)		
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b**		X
	If "Yes" to 6b, file Form 8870		
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No		
b	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? **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
ATTACHMENT 9		5,000.	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 ▶

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 . . . ▶		

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 NONE	
2	
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 NONE	
2	
All other program-related investments See instructions	
3 NONE	
Total. Add lines 1 through 3 . . . ▶	

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	2,451,035.
b	Average of monthly cash balances	1b	381,861.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	2,832,896.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	2,832,896.
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	42,493.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	2,790,403.
6	**Minimum investment return.** Enter 5% of line 5	6	139,520.

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	139,520.
2a	Tax on investment income for 2011 from Part VI, line 5	2a	430.		
b	Income tax for 2011 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	430.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	139,090.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	139,090.
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	139,090.

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	131,000.
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	131,000.
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	430.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	130,570.

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 2010	(c) 2010	(d) 2011
1	Distributable amount for 2011 from Part XI, line 7				139,090.
2	Undistributed income, if any, as of the end of 2011				
a	Enter amount for 2010 only			129,632.	
b	Total for prior years 20 09 ,20 08 ,20 07				
3	Excess distributions carryover, if any, to 2011				
a	From 2006				
b	From 2007				
c	From 2008				
d	From 2009				
e	From 2010				
f	**Total** of lines 3a through e				
4	Qualifying distributions for 2011 from Part XII, line 4 ▶ $ 131,000.				
a	Applied to 2010, but not more than line 2a			129,632.	
b	Applied to undistributed income of prior years (Election required - see instructions)				
c	Treated as distributions out of corpus (Election required - see instructions)				
d	Applied to 2011 distributable amount				1,368.
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2011 *(If an amount appears in column (d), the same amount must be shown in column (a).)*				
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b	Prior years' undistributed income Subtract line 4b from line 2b				
c	Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d	Subtract line 6c from line 6b Taxable amount - see instructions				
e	Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount - see instructions				
f	Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2012				137,722.
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8	Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions)				
9	**Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a	0			
10	Analysis of line 9				
a	Excess from 2007				
b	Excess from 2008				
c	Excess from 2009				
d	Excess from 2010				
e	Excess from 2011				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) NOT APPLICABLE

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2011, enter the date of the ruling ▶

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

	Tax year	Prior 3 years			
	(a) 2011	(b) 2010	(c) 2009	(d) 2008	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test-enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942 (j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

ATTACHMENT 10

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

N/A

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

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

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

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

c Any submission deadlines

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
ATTACHMENT 11				
Total . . . . ▶ **3a**				131,000.
b *Approved for future payment*				
Total . . . . ▶ **3b**				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	74,423.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	-46,781.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b ATTACHMENT 12					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)				27,642.	

13 Total. Add line 12, columns (b), (d), and (e) . . . 13 27,642.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

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

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

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Sign Here

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

▶ [signature] | 9/10/12 | ▶ Pres

Signature of officer or trustee | Date | Title

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
RONALD L. BLEICH	RONALD L. BLEICH	8/30/2012		P00005910
Firm's name ▶ WITHUMSMITH+BROWN, PC			Firm's EIN ▶ 22-2027092	
Firm's address ▶ 1 SPRING STREET NEW BRUNSWICK, NJ 08901			Phone no 732-828-1614	

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL SHORT-TERM CAPITAL GAIN DIVIDENDS					134.	
		TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS					5,995.	
		THRU UBS CODE A SHORT TERM PROPERTY TYPE: SECURITIES				P		
172,749.		191,797.					-19,048.	
		THRU UBS CODE B SHORT TERM PROPERTY TYPE: SECURITIES				P		
756,046.		788,374.					-32,328.	
		THRU UBS CODE B LONG TERM PROPERTY TYPE: SECURITIES				P		
125,000.		126,534.					-1,534.	
TOTAL GAIN(LOSS)							-46,781.	

FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
THRU UBS - DIVIDENDS	36,792.	36,792.
THRU UBS - INTEREST	30,125.	30,125.
THRU UBS - US INTEREST	6,456.	6,456.
THRU UBS - DIVIDENDS	1,050.	1,050.
TOTAL	74,423.	74,423.

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
WITHUMSMITH+BROWN P.C.	2,500.	2,500.		
TOTALS	2,500.	2,500.		

ATTACHMENT 3

FORM 990PF, PART I - TAXES

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS	ADJUSTED NET INCOME
FEDERAL EXCISE TAX		4,015.	4,015.
	TOTALS	4,015.	4,015.

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
INVEST ADVISORS & BROKERAGE	23,898.	23,898.
TOTALS	23,898.	23,898.

FORM 990PF, PART II - U.S. AND STATE OBLIGATIONS

ATTACHMENT 5

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
GOVT OBLIGATIONS SEE ATTACHED	738,983.	391,394.
US OBLIGATIONS TOTAL	738,983.	391,394.

ATTACHMENT 6

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
CORP SECURITIES & MUTUAL FUNDS	1,200,452.	1,208,247.
TOTALS	1,200,452.	1,208,247.

ATTACHMENT 7

FORM 990PF, PART II - CORPORATE BONDS

DESCRIPTION	ENDING BOOK VALUE
CORP BONDS - SEE ATTACHED	742,277.
TOTALS	742,277.

ATTACHMENT 8

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION		AMOUNT
NET BOOK TAX DIFFERENCE		14,746.
	TOTAL	14,746.

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

ATTACHMENT 9

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
RONALD J MOREY 6319 BURNHAM ROAD NAPLES, FL 34119	DIR/PRES 2.00	0	0	0
BRENDA A MOREY 6319 BURNHAM ROAD NAPLES, FL 34119	DIR/SEC/TREAS	0	0	0
GREGORY D MOREY 353 BLANCA AVENUE TAMPA, FL 33606	DIR/V.P.	0	0	0
TAMMY MOREY 353 BLANCA AVENUE TAMPA, FL 33606	DIRECTOR	0	0	0
JED R MOREY 151 DOSORIS LANE GLEN COVE, NY 11542	DIR/V.P. 1.00	5,000.	0	0
EDEN MOREY 151 DOSORIS LANE GLEN COVE, NY 11542	DIRECTOR	0	0	0
	GRAND TOTALS	5,000.	0	0

ATTACHMENT 10

FORM 990-PF, PART XV - INFORMATION REGARDING FOUNDATION MANAGERS

RONALD J. MOREY
JED R. MOREY

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 11

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
BIG BROTHERS, BIG SISTERS	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	10,000.
NCH HEALTHCARE	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	5,000.
WINTHROP UNIVERSITY HOSPITAL	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	10,000.
MISSOULA FOOD BANK	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	2,500.
GOOD SHEPARD LUTHERAN CHURCH	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	1,000.
HOLOCAUST CENTER	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	3,000.

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 11 (CONT'D)

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
MEMORIAL SLOAN KETTERING CANCER CENTER NEW YORK, NY	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	50,000.
ST FRANCIS HEART HOSPITAL	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	5,000.
ISLAND HARVEST	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	3,000.
LONG ISLAND CRISIS CENTER	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	1,000.
TAMPA PREP	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	2,500.
KICKING FOR CELIAC FOUNDATION	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	4,000.

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 11 (CONT'D)

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
HOFSTRA UNIVERSITY	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	1,000.
FRIENDS ACADEMY	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	2,500.
MS SOCIETY OF CANADA	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	2,500.
MARCIE MAZZOLA FOUNDATION	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	1,000.
NAPLES CENTER FOR ABUSED WOMEN	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	25,000.
GRASS ROOTS ENVIRONMENT	NONE TAX EXEMPT ORG	CHARITABLE CONTRIBUTION TO GENERAL FUND	2,000.
		TOTAL CONTRIBUTIONS PAID	131,000.

THE MOREY FAMILY FOUNDATION, INC. 20-0559815

FORM 990-PF, PART XVI-A - ANALYSIS OF OTHER REVENUE

ATTACHMENT 12

DESCRIPTION	BUSINESS CODE	AMOUNT	EXCLUSION CODE	AMOUNT	RELATED OR EXEMPT FUNCTION INCOME
MISCELLANEOUS INVESTMENT INCOME			14		
TOTALS					

SCHEDULE D (Form 1041)

Department of the Treasury
Internal Revenue Service

Capital Gains and Losses

▶ Attach to Form 1041, Form 5227, or Form 990-T. See the Instructions for Schedule D (Form 1041) (also for Form 5227 or Form 990-T, if applicable).

OMB No 1545-0092

2011

Name of estate or trust: THE MOREY FAMILY FOUNDATION, INC.

Employer identification number: 20-0559815

Note: *Form 5227 filers need to complete **only** Parts I and II*

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
1a SHORT-TERM CAPITAL GAIN DIVIDENDS			ATCH 1		134.

b Enter the short-term gain or (loss), if any, from Schedule D-1, line 1b	1b	-51,376.
2 Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824	2	
3 Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts	3	
4 Short-term capital loss carryover Enter the amount, if any, from line 9 of the 2010 Capital Loss Carryover Worksheet	4	( )
5 **Net short-term gain or (loss).** Combine lines 1a through 4 in column (f) Enter here and on line 13, column (3) on the back ▶	5	-51,242.

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
6a LONG-TERM CAPITAL GAIN DIVIDENDS			ATCH 2		5,995.

b Enter the long-term gain or (loss), if any, from Schedule D-1, line 6b	6b	-1,534.
7 Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824	7	
8 Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts	8	
9 Capital gain distributions	9	
10 Gain from Form 4797, Part I	10	
11 Long-term capital loss carryover Enter the amount, if any, from line 14 of the 2010 Capital Loss Carryover Worksheet	11	( )
12 **Net long-term gain or (loss).** Combine lines 6a through 11 in column (f) Enter here and on line 14a, column (3) on the back ▶	12	4,461.

For Paperwork Reduction Act Notice, see the Instructions for Form 1041. **Schedule D (Form 1041) 2011**

JSA
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Part III Summary of Parts I and II

Caution: *Read the instructions* ***before*** *completing this part.*

			(1) Beneficiaries' (see instr)	(2) Estate's or trust's	(3) Total
13	**Net short-term gain or (loss)**	13			-51,242.
14	**Net long-term gain or (loss):**				
a	Total for year	14a			4,461.
b	Unrecaptured section 1250 gain (see line 18 of the wrksht)	14b			
c	28% rate gain	14c			
15	**Total net gain or (loss).** Combine lines 13 and 14a ▶	15			-46,781.

Note: *If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4 (or Form 990-T, Part I, line 4a) If lines 14a and 15, column (2), are net gains, go to Part V, and* ***do not*** *complete Part IV If line 15, column (3), is a net loss, complete Part IV and the* ***Capital Loss Carryover Worksheet,*** *as necessary*

Part IV Capital Loss Limitation

16 Enter here and enter as a (loss) on Form 1041, line 4 (or Form 990-T, Part I, line 4c, if a trust), the **smaller** of

a The loss on line 15, column (3) **or** b $3,000 . . . 16 (3,000)

Note: *If the loss on line 15, column (3), is more than $3,000,* ***or*** *if Form 1041, page 1, line 22 (or Form 990-T, line 34), is a loss, complete the* ***Capital Loss Carryover Worksheet*** *in the instructions to figure your capital loss carryover*

Part V Tax Computation Using Maximum Capital Gains Rates

Form 1041 filers. Complete this part **only** if both lines 14a and 15 in column (2) are gains, or an amount is entered in Part I or Part II and there is an entry on Form 1041, line 2b(2), **and** Form 1041, line 22, is more than zero

Caution: *Skip this part and complete the* ***Schedule D Tax Worksheet*** *in the instructions if*

- *Either line 14b, col (2) or line 14c, col (2) is more than zero, or*
- *Both Form 1041, line 2b(1), and Form 4952, line 4g are more than zero*

Form 990-T trusts. Complete this part **only** if both lines 14a and 15 are gains, or qualified dividends are included in income in Part I of Form 990-T, **and** Form 990-T, line 34, is more than zero Skip this part and complete the **Schedule D Tax Worksheet** in the instructions if either line 14b, col (2) or line 14c, col (2) is more than zero

17	Enter taxable income from Form 1041, line 22 (or Form 990-T, line 34)	17	
18	Enter the **smaller** of line 14a or 15 in column (2) but not less than zero	18	
19	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) (or enter the qualified dividends included in income in Part I of Form 990-T)	19	
20	Add lines 18 and 19	20	
21	If the estate or trust is filing Form 4952, enter the amount from line 4g, otherwise, enter -0- ▶	21	
22	Subtract line 21 from line 20 If zero or less, enter -0-	22	
23	Subtract line 22 from line 17 If zero or less, enter -0-	23	
24	Enter the **smaller** of the amount on line 17 or $2,300	24	
25	Is the amount on line 23 equal to or more than the amount on line 24? ☐ **Yes.** Skip lines 25 and 26, go to line 27 and check the "No" box ☐ **No.** Enter the amount from line 23	25	
26	Subtract line 25 from line 24	26	
27	Are the amounts on lines 22 and 26 the same? ☐ **Yes.** Skip lines 27 thru 30, go to line 31 ☐ **No.** Enter the smaller of line 17 or line 22	27	
28	Enter the amount from line 26 (If line 26 is blank, enter -0-)	28	
29	Subtract line 28 from line 27	29	
30	Multiply line 29 by 15% (15)	30	
31	Figure the tax on the amount on line 23 Use the 2011 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	31	
32	Add lines 30 and 31	32	
33	Figure the tax on the amount on line 17 Use the 2011 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	33	
34	**Tax on all taxable income.** Enter the **smaller** of line 32 or line 33 here and on Form 1041, Schedule G, line 1a (or Form 990-T, line 36)	34	

SCHEDULE D-1
(Form 1041)

Department of the Treasury
Internal Revenue Service

Continuation Sheet for Schedule D (Form 1041)

▶ See instructions for Schedule D (Form 1041).
▶ Attach to Schedule D to list additional transactions for lines 1a and 6a.

OMB No 1545-0092

2011

Name of estate or trust
THE MOREY FAMILY FOUNDATION, INC.

Employer identification number
20-0559815

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 sh 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
1a THRU UBS CODE A SHORT TERM			172,749.	191,797.	-19,048.
THRU UBS CODE B SHORT TERM			756,046.	788,374.	-32,328.

1b **Total.** Combine the amounts in column (f) Enter here and on Schedule D, line 1b . . . . -51,376.

For Paperwork Reduction Act Notice, see the Instructions for Form 1041. **Schedule D-1 (Form 1041) 2011**

JSA
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Name of estate or trust as shown on Form 1041 Do not enter name and employer identification number if shown on the other side	Employer identification number

Part II **Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(a) Description of property (Example 100 sh. 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
6a THRU UBS CODE B LONG TERM			125,000.	126,534.	-1,534.

6b Total. Combine the amounts in column (f) Enter here and on Schedule D, line 6b . . . . -1,534.

2011 Realized Gain/Loss Summary (Include sale proceeds not reported on Form 1099-B)

This Realized Gain/Loss Summary classifies tax lots into three categories within holding period Type "A" activity was reported to the IRS on Form 1099-B with cost basis on line 3 Type "B" activity was reported to the IRS on Form 1099-B without cost basis Type "C" activity was not reported to the IRS on Form 1099-B. Please rely on the confirmations previously provided to you as your official activity record.

Estimated 2011 Gain/Loss for transactions with trade dates through 12/30/11 has been incorporated into this statement Realized gain/loss is based on the sales amount less the cost basis Please note that gain or loss recognized on the sale or redemption of certain Structured Products may be ordinary, and not capital, gain or loss Please check with your tax advisor and/or read the tax-related disclosure materials associated with those products Note that the Original Cost Basis column is only populated for transactions of securities that have had their basis reduced due to premium amortization or increased due to OID accretion

The cost basis of the oldest security lot (first-in, first-out or FIFO method of accounting) is assigned to a sale to calculate Gain/Loss unless you identified a specific lot (a "versus purchase" or "VSP" order) when you placed your sell order An asterisk (*) indicates a UBS Financial Services adjustment to cost basis The number "1" indicates cost basis information has been provided by a source other than UBS Financial Services Gain/Loss may not have been adjusted for all capital changes Gain/Loss has been adjusted to include the amount of the disallowed loss as a result of a Wash Sale transaction for Type "A" activity only Although we apply wash sale rules to covered lots of identical securities, there are other circumstances to be considered that can adjust or negate wash sales

Cost basis for coupon tax-exempt municipal securities (including securities subject to AMT) has been adjusted for mandatory amortization of bond premium The OID amount reported on your Form 1099-OID is not adjusted for Market Discount, Acquisition Premium, or Bond Premium Therefore, the amortization and accretion adjustments used here may not be consistent with the Form 1099-OID amount because the reporting requirements are different

Gain/Loss from short sale closings are reported as short-term regardless of the holding period of property used to close the short position Clients should consult their tax advisors as to whether exceptions may apply in their particular case to change this classification The possible application of the "Constructive Sale" provisions (Sec 1259) for short-against-the box transactions is not considered Clients should discuss the possible application of these provisions with their tax advisor

Description	*Cost or Other Basis*	*Sale Amount*	*Gains*	*Losses*	*Net Gain/Loss*
Short-term Gain/Loss					
A - Reported to the IRS on Form 1099-B with cost basis	191,797 19	172,748 71	6,118 06	(25,166 54)	(19,048.48)
B - Reported to the IRS on Form 1099-B without cost basis	862,493 23	828,184 18	15,142.98	(49,452 03)	(34,309 05)
Total Short Term	$1,054,290 42	$1,000,932.89	$21,261 04	$(74,618 57)	$(53,357 53)
Long-term Gain/Loss					
B - Reported to the IRS on Form 1099-B without cost basis	126,534 43	125,000 00		(1,534.43)	(1,534 43)
Total Long Term	$126,534.43	$125,000 00		$(1,534 43)	$(1,534 43)
Sub Total	$1,180,824 85	$1,125,932 89	$21,261.04	$(76,153 00)	$(54,891 96)
Unclassified Gain/Loss					
Activity with missing cost basis information		44 88			
Total	**$1,180,824.85**	**$1,125,977.77**	**$21,261.04**	**$(76,153.00)**	**$(54,891.96)**
ST INTem B ADJusTed	788,374 25	756,646 36	12,506 90	(49,452 03)	(32,327.93)

Short-Term Gain/Loss-Cost Basis Reported to IRS

This section includes securities held for less than one year Type "A" activity was reported by UBS to the IRS on Form 1099-B with cost basis on line 3 A Wash Sale transaction that has both short-term and long-term gain/loss will appear in both sections

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	wash sale loss disallowed
CISCO SYSTEMS INC	Trade	800 0000		03/01/11	08/09/11	10,839 79	14,855 36	(4,015.57)	1,656.42
	Trade	400.0000		03/16/11	08/09/11	5,419 89	6,867 68	(1,447 79)	
	Trade	660 0000		06/20/11	08/09/11	8,942 83	9,985 80	(1,042 97)	
	Sub-Total	**1,860.0000**				**25,202.51**	**31,708.84**	**(6,506.33)**	
DUOYUAN GLOBAL WTR INC SPON ADR	Trade	1,630 0000		03/01/11	04/05/11	4,858.93	14,942 84	(10,083 91)	2,288 99
	Trade	370 0000		03/16/11	04/05/11	1,102 95	5,507 98	(4,405 03)	
	Sub-Total	**2,000.0000**				**5,961.88**	**20,450.82**	**(14,488.94)**	
ECOLAB INC	Cash in lieu	0.6405		10/07/11	12/08/11	35 45	34.52	0 93	
ITT CORP	Cash in lieu	0 5000		03/01/11	11/01/11	9 00	10 75	(1 75)	1 75
NALCO HLDG CO **MERGER EFF 12/2011**	Trade	375 0000	S/B 119	06/20/11	07/20/11	13,527 00 4617.70	10,045 95	3,481 05 4617.21	
	Trade	1,000 0000		10/07/11	12/01/11	37,819 24	35,491 24	2,328 00	Recorded in Error
	Trade	1,000 0000		11/08/11	12/01/11	38,935 78	38,627 70	308 08	
	Sub-Total	**2,375.0000**				**90,282.02**	**84,164.89**	**6,117.13**	
SCHEIN HENRY INC	Trade	140.0000		06/20/11	08/03/11	8,940 02	9,921 79	(981.77)	561 01
XEROX CORP	Trade	1,000 0000		06/20/11	08/02/11	8,849 83	9,899 20	(1,049 37)	
YAHOO INC	Trade	615.0000		03/01/11	06/08/11	9,292 47	9,993.26	(700 79)	
	Trade	1,600 0000		05/13/11	06/08/11	24,175 53	25,613 12	(1,437.59)	
	Sub-Total	**2,215.0000**				**33,468.00**	**35,606.38**	**(2,138.38)**	
Sub Total						**$172,748.71**	**$191,797.19**	**$(19,048.48)**	

continued next page

Short-Term Gain/Loss-Cost Basis Not Reported to IRS

This section includes securities held for less than one year Type "B" activity was reported by UBS to the IRS on Form 1099-B without cost basis, proceeds only, even though cost basis is displayed here

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	wash sale loss disallowed
CALAMOS MARKET NEUTRAL INCOME FUND CLASS A	Trade	2,510 4600		11/11/10	08/04/11	30,000.00	30,175.73	(175 73)	
	Trade	2,129 4720		11/11/10	10/07/11	25,000 00	25,596 25	(596 25)	
	Sub-Total	**4,639.9320**				**55,000.00**	**55,771.98**	**(771.98)**	
CALAMOS CONVERTIBLE FUND CLASS A	Trade	1,532 1760		11/11/10	11/08/11	30,000.00	30,505.62	(505.62)	
CISCO SYSTEMS INC	Trade	500 0000		11/11/10	02/23/11	9,254 82	10,280 00	(1,025 18)	
CLAYMORE DIVID & INCOME FD *NAME CHANGE 05/2011*	Trade	1,000 0000		11/11/10	05/13/11	17,142.77	14,966 74	2,176 03	
GATEWAY FUND CLASS A	Trade	1,180 6380		11/11/10	08/04/11	30,000.00	30,472.27	(472.27)	
GUGGENHEIM ENHANCED EQUITY STR	Trade	2,360 0000		11/11/10	10/04/11	31,387 39	35,321 51	(3,934 12)	
	Trade	4 0000		12/31/10	10/04/11	53 20	61 13	(7 93)	
	Trade	48 0000		08/31/11	11/08/11	743 02	724 00	19 02	
	Sub-Total	**2,412.0000**				**32,183.61**	**36,106.64**	**(3,923.03)**	
ISHARES TRUST S&P 500 VALUE INDEX FD	Trade	435 0000		11/11/10	08/05/11	23,663 54	24,870 26	(1,206 72)	
ISHARES TRUST S&P 500 GROWTH INDEX FUND	Trade	390 0000		11/11/10	10/04/11	22,768.76	24,963 59	(2,194.83)	
ISHARES TRUST RUSSELL 1000 VALUE INDEX FUND	Trade	550.0000		10/20/10	08/08/11	32,344 87	32,865 00 [1]	(520 13)	
ISHARES TRUST RUSSELL 1000 GROWTH INDEX FUND	Trade	650 0000		10/20/10	03/01/11	39,133 70	31,904 76 [1]	7,228 94	
	Trade	1,350 0000		10/20/10	08/09/11	69,672 16	66,263 74 [1]	3,408 42	
	Sub-Total	**2,000.0000**				**108,805.86**	**98,168.50**	**10,637.36**	

continued next page

Short-Term Gain/Loss-Cost Basis Not Reported to IRS (continued)

This section includes securities held for less than one year Type "B" activity was reported by UBS to the IRS on Form 1099-B without cost basis, proceeds only, even though cost basis is displayed here

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	wash sale loss disallowed
ISHARES S&P 100 INDEX FUND	Trade	500 0000		10/20/10	08/09/11	25,606.50	32,865 00 1	(7,258 50)	
ISHARES BARCLAYS 7-10 YEAR TREAS BOND FD	Trade	405 0000		11/11/10	08/04/11	40,751 36	39,976 60	774 76	
ITT CORP **REVERSE SPLIT EFF. 11/2011**	Trade	1,045 0000		11/11/10	08/19/11	44,926.18	49,967.72	(5,041 54)	5,041 54
LEGG MASON INC	Trade	295 0000		11/11/10	05/13/11	10,109 69	10,070.12	39 57	
MF GLOBAL HLDGS LTD	Trade	3,000 0000		11/11/10	05/13/11	24,091.17	24,105 00	(13 83)	
	Trade	2,000 0000		11/11/10	05/23/11	14,459 72	16,070 00	(1,610 28)	
	Sub-Total	**5,000.0000**				**38,550.89**	**40,175.00**	**(1,624.11)**	
PIMCO REAL RETURN FUND CLASS A	Trade	4,240 8820		11/11/10	08/04/11	51,484 30	50,000 00	1,484 30	
	Trade	2.2800		11/30/10	08/04/11	27 68	26 43	1 25	
	Trade	13 3630		12/31/10	08/04/11	162 23	151 81	10 42	
	Sub-Total	**4,256.5250**				**51,674.21**	**50,178.24**	**1,495.97**	
PIMCO UNCONSTRAINED BOND FUND CLASS A	Trade	4,409 1710		11/11/10	08/04/11	48,985 88	50,000 00	(1,014.12)	
	Trade	3 7900		11/30/10	08/04/11	42 11	42 49	(0 38)	
	Trade	1 2650		12/08/10	08/04/11	14 05	14 03	0 02	
	Trade	8 2570		12/08/10	08/04/11	91 74	91 57	0 17	
	Trade	7 1220		12/31/10	08/04/11	79.13	79 05	0 08	
	Sub-Total	**4,429.6050**				**49,212.91**	**50,227.14**	**(1,014.23)**	

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Short-Term Gain/Loss-Cost Basis Not Reported to IRS (continued)

This section includes securities held for less than one year Type "B" activity was reported by UBS to the IRS on Form 1099-B without cost basis, proceeds only, even though cost basis is displayed here

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	wash sale loss disallowed
SPDR GLOBAL DOW ETF	Trade	875 0000		11/11/10	08/05/11	45,429.12	50,245 13	(4,816.01)	
	Trade	160.0000		03/01/11	08/05/11	8,307.04	9,857.60	(1,550 56)	
	Sub-Total	**1,035.0000**				**53,736.16**	**60,102.73**	**(6,366.57)**	
SPDR S&P DIVIDEND ETF	Trade	185.0000		03/01/11	08/08/11	8,820 63	9,923 25	(1,102 62)	1,102 62
	Trade	190 0000		06/20/11	08/08/11	9,059 02	10,067 95	(1,008 93)	1,008 93
	Sub-Total	**375.0000**				**17,879.65**	**19,991.20**	**(2,111.55)**	
SPDR SER TR BARCLAYS CAP CONV SECS ETF	Trade	1,225.0000		11/11/10	08/08/11	44,491.14	50,057.18	(5,566 04)	
STERLING CONSTRUCTION CO	Trade	2,985.0000		11/11/10	03/15/11	36,163.95	40,031 65	(3,867.70)	
XEROX CORP	Trade	2,600.0000		11/11/10	01/26/11	26,946 48	29,897.40	(2,950.92)	
YAHOO INC	Trade	1,785 0000		11/11/10	06/08/11	26,970.83	29,982 65	(3,011 82)	
Sub Total						**$828,184.18**	**$862,493.23**	**$(34,309.05)**	
Total Short-Term Gain/Loss						**$1,000,932.89**	**$1,054,290.42**	**$(53,357.53)**	
Loss: Sale of Nelco Erroneously Reported						(76,755.02)	(74,118.94)	(2636.08)	
Adjusted Balance						924,177.87	980,171.48	(55,993.61)	

Long-Term Gain/Loss-Cost Basis Not Reported to IRS

This section includes securities held for more than one year Type "B" activity was reported by UBS to the IRS on Form 1099-B without cost basis

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	wash sale loss disallowed
GENL ELEC CAP CORP 05 500% 111511 DTD111506 FC051507 MED TERM NTS	Redemption	25,000 0000		10/20/10	11/15/11	25,000 00	25,038 00	(38.00)	
US TSY NOTE 01 750 % DUE 11/15/11 DTD 11/15/08 FC 05/15/09	Redemption	100,000 0000		10/21/10	11/15/11	100,000 00	101,496 43	(1,496 43)	
Sub Total						**$125,000.00**	**$126,534.43**	**$(1,534.43)**	
Total Long-Term Gain/Loss						**$125,000.00**	**$126,534.43**	**$(1,534.43)**	

Unclassified Gain/Loss

This section includes securities that cannot be classified as short-term or long-term due to missing information or the product is one for which a gain/loss calculation is not provided This section may also include securities not reported on Form 1099-B, as well as securities classified as a percentage of both short-term and long-term holding periods, the "60/40 rule" Broad-Based index options may also be subject to Mark-to-Market rules Please consult your tax advisor for proper tax treatment of these types of transactions

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks
SPDR GOLD TRUST	Return of Principal			12/31/11	12/31/11	44 88		Unclassified Gain/Loss	
Total Unclassified Gain/Loss						**44.88**			

FEDERAL CAPITAL GAIN DIVIDENDS

ATTACHMENT 1

SHORT-TERM CAPITAL GAIN DIVIDENDS

THRU UBS	134.	
TOTAL SHORT-TERM CAPITAL GAIN DIVIDENDS		134.

ATTACHMENT 2

LONG-TERM CAPITAL GAIN DIVIDENDS

15% RATE CAPITAL GAIN DIVIDENDS		
THRU UBS	5,995.	
TOTAL 15% RATE CAPITAL GAIN DIVIDENDS		5,995.
TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS		5,995.

THE MOREY FAMILY FOUNDATION
SECURITIES HELD
DECEMBER 31, 2011

	A/C MQ 31549 94			A/C MQ 35661 94			TOTAL	
	COST	FMV		COST	FMV		COST	FMV
SAVINGS & TEMP CASH INVESTMENTS	395,248.00	395,248.00		900.30	900.30		396,148.30	396,148.30
GOVERNMENT OBLIGATIONS	378,983.00	391,394.00					378,983.00	391,394.00
INVESTMENTS IN CORPORATE STOCK	1,140,452.00	1,155,417 00	*	60,000.00	52,830.00	*	1,200,452.00	1,208,247.00
INVESTMENTS CORPORATE BONDS	742,277.00	768,776.00					742,277.00	768,776.00
TOTAL	2,656,960.00	2,710,835.00		60,900 30	53,730.30		2,717,860.30	2,764,565.30

* BROOKFIELD GLOBAL LISTED INF

UBS

UBS Financial Services Inc.
225 Broadhollow Road
Melville NY 11747-4822

CPZ6001578015 1211 MQ 1

UBS Strategic Advisor

December 2011

Duplicate statement for the account of:
THE MOREY FAMILY FOUNDATION
6319 BURNHAM ROAD
NAPLES FL 34119-8403
Account number: MQ 31549 94

Questions about your statement?
Call your Financial Advisor or the ResourceLine at 800-762-1000, account 484031549.

Your investment objectives:

You have identified the following investment objectives for this account. If you have questions about these objectives, disagree with them, or wish to change them, please contact your Financial Advisor or Branch Manager. You can find a full description of the alternative investment objectives in *Important information about your statement* at the end of this document

Your return objective:
Current income & capital appreciation
Your risk profile:
Primary - Conservative
Secondary - None selected

Value of your account

	on November 30 ($)	on December 30 ($)
Your assets	2,700,715.40	2,710,835.20
Your liabilities	0.00	0.00
Value of your account	**$2,700,715.40**	**$2,710,835.20**
Accrued interest in value above	$8,041.28	$8,607.23

As a service to you, your portfolio value of $2,710,835.20 includes accrued interest.

Change in the value of your account

	December 2011 ($)	Year to date ($)
Opening account value	**$2,700,715.40**	**$2,912,424.53**
Withdrawals and fees, including investments transferred out	-8,500.00	-237,462.61
Dividend and interest income	13,241.54	79,416.08
Change in value of accrued interest	565.95	-492 55
Change in market value	4,812.31	-43,050 25
Closing account value	**$2,710,835.20**	**$2,710,835.20**

Cash activity summary

See the section *Account activity this month* for details UBS Bank USA deposit account balances are included in the *opening and closing balances* value, are insured by the FDIC within applicable limits, but are not protected by SIPC See *Important information about your statement* at the end of this document for details about those balances

	December 2011 ($)	Year to date ($)
Opening balances	**$392,122.64**	**$378,772.93**
Additions		
Dividend and interest income	13,241 54	79,416.08
Proceeds from investment transactions	4,652 65	1,053,795.07
Total additions	**$17,894.19**	**$1,133,211.15**
Subtractions		
Checks and bill payments	-8,500 00	-153,715 00
Professional management fees and related services	0 00	-23,747 61
Other funds debited	0 00	-60,000 00
Funds withdrawn for investments bought	-6,269 32	-879,273 96
Total subtractions	**-$14,769.32**	**-$1,116,736.57**
Net cash flow	**$3,124.87**	**$16,474.58**
Closing balances	**$395,247.51**	**$395,247.51**

Dividend and interest income earned

For purposes of this statement, taxability of interest and dividend income has been determined from a US tax reporting perspective Based upon the residence of the account holder, account type, or product type, some interest and/or dividend payments may not be subject to United States (US) and/or Puerto Rico (PR) income taxes The client monthly statement is not intended to be used and cannot be relied upon for tax purposes Clients should refer to the applicable tax reporting forms they receive from UBS annually, such as the Forms 1099 and the Forms 480, for tax reporting information It is the practice of UBS to file the applicable tax reporting forms with the US Internal Revenue Service and PR Treasury Department, and in such forms accurately classify dividends and/or interest as tax exempt or taxable income Please consult your individual tax preparer

	December 2011 ($)	Year to date ($)
Taxable dividends	11,026 54	42,381 72
Taxable interest	2,215 00	36,591 26
Total current year	**$13,241.54**	**$78,972.98**
Prior year adjustment	0 00	443 10
Total dividend & interest	**$13,241.54**	**$79,416.08**

Summary of gains and losses

Values reported below exclude products for which gains and losses are not classified

	Realized gains and losses		Unrealized
	December 2011 ($)	Year to date ($)	gains and losses ($)
Short term	3,481 06	-40,852 21	20,611 85
Long term	0 00	-1,534.43	22,639 04
Total	**$3,481.06**	**-$42,386.64**	**$43,250.89**

Your assets

Some prices, income and current values shown may be approximate As a result, gains and losses may not be accurately reflected. See *Important information about your statement* at the end of this document for more information

Cash

Cash and money balances

Holding	Opening balance on Dec 1 ($)	Closing balance on Dec 30 ($)	Price per share on Dec 30 ($)	Average rate	Dividend/Interest period	Days in period
RMA MONEY MKT. PORTFOLIO	392,122.64	395,247.51	1.00	0 01%	Nov 23 to Dec 22	30

Equities

Common stock

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
CISCO SYSTEMS INC								
Symbol: CSCO Exchange OTC								
EAI $247 Current yield 1.33%	Aug 4, 11	330 000	15 036	6,618 46[2]	18 080	5,966 40	-652 06	ST
	Oct 7, 11	700.000	16 699	11,689 44	18 080	12,656 00	966 56	ST
Security total		1,030 000	17 775	18,307.90		18,622.40	314.50	
CORNING INC								
Symbol: GLW Exchange. NYSE								
EAI. $750 Current yield: 2.31%	Oct 7, 11	1,000 000	13 309	13,309 20	12.980	12,980 00	-329 20	ST
	Nov 8, 11	1,000.000	14 719	14,719 30	12 980	12,980 00	-1,739 30	ST
	Nov 18, 11	500.000	15.110	7,555 00	12 980	6,490.00	-1,065 00	ST
Security total		2,500 000	14 233	35,583 50		32,450 00	-3,133 50	
ECOLAB INC								
Symbol ECL Exchange NYSE				74,118.94				
EAI $1,054 Current yield. 1 38%		1,317 000	—This information was unavailable—		57 810	76,135.77		
EXELIS INC								
Symbol: XLS Exchange. NYSE	Mar 1, 11	175.000	13 916	2,435.32	9 050	1,583 75	-851.57	ST
	Mar 16, 11	280 000	13.483	3,775.24	9 050	2,534 00	-1,241 24	ST
	Aug 4, 11	100.000	12 079	1,325.95[2]	9 050	905.00	-420.95	LT
	Aug 8, 11	1,000.000	11 269	12,384 59[2]	9.050	9,050 00	-3,334 59	LT

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Your assets › **Equities** › **Common stock** (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
	Oct 7, 11	500 000	10 891	5,445 54	9.050	4,525 00	-920 54	ST
Security total		2,055 000	12 344	25,366.64		18,597 75	-6,768 89	
ITT CORP								
Symbol ITT Exchange NYSE								
EAI $374 Current yield 1.88%	Mar 1, 11	87 000	21.500	1,870 50	19 330	1,681 71	-188 79	ST
	Mar 16, 11	140 000	20 830	2,916 31	19 330	2,706 20	-210.11	ST
	Aug 4, 11	50 000	18 662	1,024 28 [2]	19 330	966 50	-57 78	LT
	Aug 8, 11	500 000	17 410	9,566 89 [2]	19 330	9,665 00	98 11	LT
	Oct 7, 11	250 000	16 826	4,208 36 [2]	19 330	4,832 50	624 14	ST
Security total		1,027.000	19.071	19,586 34		19,851 91	265 57	
MEDTRONIC INC								
Symbol MDT Exchange NYSE								
EAI. $883 Current yield. 2 54%	Jun 20, 11	260 000	38 599	10,035 79	38 250	9,945 00	-90 79	ST
	Aug 4, 11	150 000	33 609	5,041 38	38 250	5,737 50	696 12	ST
	Aug 8, 11	500.000	31 158	15,579 00	38 250	19,125.00	3,546 00	ST
Security total		910 000	33 688	30,656 17		34,807 50	4,151 33	
MICROSOFT CORP								
Symbol MSFT Exchange OTC								
EAI $1,120 Current yield 3 08%	May 13, 11	1,000 000	25 026	25,026 50	25 960	25,960 00	933 50	ST
	Jun 20, 11	400 000	24 560	9,824 00	25 960	10,384 00	560 00	ST
Security total		1,400 000	24 893	34,850.50		36,344 00	1,493 50	
PENNICHUCK CORP NEW								
Symbol PNNW Exchange OTC								
EAI $1,228 Current yield 2 57%	Nov 11, 10	1,660 000	24 063	39,944 58	28 830	47,857 80	7,913 22	LT
PFIZER INC								
Symbol PFE Exchange NYSE								
EAI $880 Current yield 4 07%	Nov 18, 11	1,000 000	19 527	19,527 60	21 640	21,640 00	2,112 40	ST
SCHEIN HENRY INC								
Symbol HSIC Exchange OTC	Aug 4, 11	80 000	64 110	5,689 81 [2]	64 430	5,154 40	-535 41	ST
	Oct 7, 11	520 000	61 710	32,089 20	64 430	33,503 60	1,414 40	ST
Security total		600 000	62 965	37,779 01		38,658 00	878 99	
VERISK ANALYTICS INC CL A								
Symbol VRSK Exchange OTC	Aug 4, 11	150 000	33.019	4,952 88	40 130	6,019 50	1,066 62	ST

continued next page

Your assets › **Equities** › **Common stock** (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
	Oct 7, 11	350.000	34 548	12,092.08	40.130	14,045 50	1,953 42	ST
	Nov 8, 11	1,500.000	37.908	56,863 20	40 130	60,195 00	3,331 80	ST
Security total		2,000.000	36.954	73,908.16		80,260 00	6,351.84	
WAL MART STORES INC								
Symbol· WMT Exchange: NYSE								
EAI $1,460 Current yield. 2.44%	Aug 4, 11	100 000	50.370	5,037.00	59 760	5,976.00	939 00	ST
	Oct 7, 11	900.000	53.547	48,192 66	59 760	53,784 00	5,591 34	ST
Security total		1,000 000	53 230	53,229 66		59,760.00	6,530 34	
XEROX CORP								
Symbol. XRX Exchange NYSE								
EAI. $340 Current yield. 2 14%	Oct 7, 11	1,000 000	7 207	7,207 00	7.960	7,960.00	753 00	ST
	Nov 8, 11	1,000.000	8.437	8,437 70	7.960	7,960.00	-477 70	ST
Security total		2,000.000	7 822	15,644 70		15,920.00	275 30	
XYLEM INC								
Symbol XYL Exchange. NYSE	Mar 1, 11	175 000	32.212	5,637 25	25 690	4,495.75	-1,141 50	ST
	Mar 16, 11	280.000	31 210	8,738.83	25 690	7,193 20	-1,545 63	ST
	Aug 4, 11	100 000	27 960	3,069 31 [2]	25 690	2,569 00	-500 31	LT
	Aug 8, 11	1,000 000	26 085	28,667 62 [2]	25 690	25,690.00	-2,977.62	LT
	Oct 7, 11	500.000	25 210	12,605.25	25 690	12,845 00	239 75	ST
Security total		2,055 000	28 573	58,718 26		52,792.95	-5,925.31	
YAHOO INC								
Symbol YHOO Exchange: OTC	Aug 4, 11	400.000	12 445	4,978 00	16 130	6,452 00	1,474 00	ST
	Oct 7, 11	1,600 000	15 659	25,054 72	16.130	25,808.00	753 28	ST
Security total		2,000 000	15 016	30,032 72		32,260 00	2,227 28	
Total				**$493,135.74**		**$585,958.08**	**$16,686.57**	

Total estimated annual income: $8,336

[2] Value has been adjusted to include the amount of the disallowed loss as a result of a Wash Sale transaction

74,118.94

567,254.68

Your assets › **Equities** (continued)

Closed end funds & Exchange traded products

Total reinvested is the total of all reinvested dividends It does not include any cash dividends It is not a tax lot for the purposes of determining holding periods or cost basis The shares you receive each time you reinvest dividends become a separate tax lot

Cost basis is the total purchase cost of the security, including reinvested dividends The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes

Investment return is the current value minus the amount you invested It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
ISHARES TRUST S&P SMALLCAP 600 VALUE INDEX FD Symbol IJS Exchange NYSE Trade date Nov 11, 10 EAI $138 Current yield 1 32%	150 000	67 426	10,113 90	10,113 90	69 760	10,464 00	350 10	350 10	LT
ISHARES TRUST RUSSELL 2000 GROWTH INDEX FD Symbol IWO Exchange NYSE Trade date· Nov 11, 10 EAI· $34 Current yield 0 67%	60 000	81.409	4,884.57	4,884 57	84.230	5,053 80	169 23	169 23	LT
ISHARES COHEN & STEERS REALTY MAJORS INDEX FUND Symbol ICF Exchange NYSE Trade date Nov 11, 10 EAI $156 Current yield 2 96%	75 000	65 110	4,883 25	4,883 25	70 220	5,266 50	383 25	383 25	LT
ISHARES TRUST RUSSELL MIDCAP VALUE INDEX FUND Symbol IWS Exchange. NYSE Trade date Nov 11, 10 EAI $212 Current yield 2 12%	230.000	43.156	9,926 00	9,926 00	43 400	9,982.00	56 00	56 00	LT
ISHARES TRUST RUSSELL MIDCAP GROWTH INDEX FUND Symbol· IWP Exchange. NYSE Trade date Nov 11, 10 EAI $49 Current yield 0 94%	95 000	53 636	5,095 47	5,095.47	55 050	5,229 75	134 28	134 28	LT

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Your assets › Equities › Closed end funds & Exchange traded products (continued)

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
ISHARES MSCI EAFE INDEX FUND									
Symbol. EFA Exchange· NYSE									
Trade date. Nov 11, 10	255 000	57.906	14,766 16	14,766 16	49.530	12,630 15	-2,136.01	-2,136 01	LT
EAI. $436 Current yield· 3 45%									
ISHARES S&P NORTH AMERICAN									
NAT RESOURCES SECTOR INDEX FND									
Symbol· IGE Exchange: NYSE									
Trade date. Nov 11, 10	385 000	39.203	15,093 16	15,093 16	38 000	14,630 00	-463.16		LT
Trade date. Nov 18, 11	315 000	38 432	12,106 08	12,106 08	38 000	11,970 00	-136 08		ST
EAI. $315 Current yield. 1 18%									
Security total	700.000	38.856	27,199 24	27,199 24		26,600.00	-599 24	-599 24	
ISHARES MSCI EMERGING MARKETS									
INDEX FUND									
Symbol· EEM Exchange NYSE									
Trade date: Nov 11, 10	315.000	47.539	14,974.85	14,974 85	37.940	11,951.10	-3,023.75	-3,023.75	LT
EAI $255 Current yield· 2 13%									
ISHARES TRUST DOW JONES EPAC									
SELECT DIVID INDEX FUND									
Symbol IDV Exchange. NYSE									
Trade date. Aug 4, 11	470.000	31 829	14,959 89	14,959.89	29.690	13,954 30	-1,005 59	-1,005 59	ST
EAI· $763 Current yield· 5 47%									
POWERSHARES HIGH YIELD EQUITY									
DIVID ACHIEVERS									
Symbol. PEY Exchange: NYSE									
Trade date. Nov 11, 10	5,765.000	8 680	50,040 20	50,040 20	9 250	53,326 25	3,286 05		LT
Trade date: Mar 1, 11	1,690 000	8 806	14,882 99	14,882.99	9 250	15,632 50	749 51		ST
EAI $2,550 Current yield. 3.70%									
Security total	7,455.000	8.709	64,923 19	64,923.19		68,958 75	4,035.56	4,035 56	
SPDR INDX SHS FDS S&P INTRNTNL									
DIVIDEND ETF									
Symbol: DWX Exchange NYSE									

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Your assets › Equities › Closed end funds & Exchange traded products (continued)

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
Trade date Aug 8, 11	1,000 000	47 019	47,019 65	47,019.65	46.490	46,490 00	-529.65	-529.65	ST
EAI $3,294 Current yield 7 09%									
SPDR S&P DIVIDEND ETF									
Symbol. SDY Exchange NYSE									
Trade date Aug 4, 11	500 000	50 117	27,170 45	27,170 45[2]	53 870	26,935 00	-235 45		ST
Trade date Aug 8, 11	1,000 000	46 559	46,559 95	46,559 95	53 870	53,870 00	7,310 05		ST
EAI $2,607 Current yield. 3 23%									
Security total	1,500 000	49 154	73,730 40	73,730 40		80,805 00	7,074 60	7,074 60	
Total			**$292,476.57**	**$292,476.57**		**$297,385.35**	**$4,908.78**	**$4,908.78**	

Total estimated annual income: $10,809

[2] Value has been adjusted to include the amount of the disallowed loss as a result of a Wash Sale transaction

Mutual funds

Total reinvested is the total of all reinvested dividends It does not include any cash dividends It is not a tax lot for the purposes of determining holding periods or cost basis The shares you receive each time you reinvest dividends become a separate tax lot

Cost basis is the total purchase cost of the security, including reinvested dividends The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes

Investment return is the current value minus the amount you invested It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
CALAMOS CONVERTIBLE									
FUND CLASS A									
Symbol CCVIX									
Trade date Nov 11, 10	2,485 905	19 910	49,494 37	49,494 37	17 110	42,533 83	-6,960 54		LT
Total reinvested	369 938	18.012		6,663 34	17 110	6,329 64	-333 70		
EAI $660 Current yield 1 35%									
Security total	2,855 843	19 664	49,494 37	56,157 71		48,863 47	-7,294 24	-630 90	
COLUMBIA SELIGMAN									
COMMUNICATION AND									
INFORMATION FUND A									
Symbol SLMCX									

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Your assets › **Equities** › **Mutual funds** (continued)

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
Trade date Aug 4, 11	121.065	41.300	5,000.00	5,000.00	40.850	4,945.50	-54.50		ST
Total reinvested	5 152	41.081		211 65	40.850	210 46	-1 19		
Security total	126 217	41 291	5,000 00	5,211 65		5,155 96	-55 69	155 96	
EATON VANCE TRADITIONAL WORLDWIDE HEALTH SCIENCES FD CL A									
Symbol. ETHSX									
Trade date. Mar 1, 11	1,562 500	9 600	15,000.00	15,000 00	8.880	13,875 00	-1,125 00		ST
Trade date: Aug 4, 11	527 426	9.480	5,000 00	5,000.00	8.880	4,683.54	-316.46		ST
Total reinvested	215 205	8 780		1,889 50	8 880	1,911 02	21.52		
Security total	2,305.131	9.496	20,000 00	21,889.50		20,469 56	-1,419 94	469 56	
GABELLI UTILS FUND CLASS A									
Symbol: GAUAX									
Trade date Nov 11, 10	7,763.975	6 440	50,000.00	50,000.00	6.080	47,204.96	-2,795.04		LT
Total reinvested	172 013	6.354		1,093.03	6.080	1,045 84	-47 19		
EAI $6,666 Current yield: 13.82%									
Security total	7,935.988	6 438	50,000.00	51,093 03		48,250 80	-2,842 23	-1,749.20	
HENDERSON JAPAN FOCUS FUND CLASS A									
Symbol. HFJAX									
Trade date. Mar 16, 11	2,109 705	7 110	15,000 00	15,000 00	7 150	15,084 39	84 39		ST
Trade date Aug 4, 11	680 272	7 350	5,000 00	5,000 00	7 150	4,863 94	-136 06		ST
Total reinvested	12.779	6 980		89 20	7.150	91 37	2.17		
Security total	2,802.756	7.168	20,000.00	20,089.20		20,039 70	-49.50	39 70	
Total			**$144,494.37**	**$154,441.09**		**$142,779.49**	**-$11,661.60**	**-$1,714.88**	

Total estimated annual income: $7,326

Your assets (continued)

Fixed income

Corporate bonds and notes

Prices are obtained from independent quotation bureaus that use computerized valuation formulas to calculate current values Actual market values may vary and thus gains/losses may not be accurately reflected Cost basis has been adjusted for accreted original issue discount (OID) If you have made a tax election to deduct the premium amortization on taxable debt securities, you may request that UBS adjust cost basis for the bond premium amortization

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Cost basis ($)	Price on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
PNC FDG CORP FDIC GTD RATE 02 300% MATURES 06/22/12 ACCRUED INTEREST $30 66 CUSIP 69351CAC7 Moody Aaa S&P AA+ EAI $690 Current yield. 2 28%	Oct 20, 10	60,000 000	100 892	60,535 38 [1]	100 997	60,598 20	62 82	LT
ASTRAZENECA PLC B/E FOREIGN SECURITY RATE 05 400% MATURES 09/15/12 ACCRUED INTEREST $393 75 CUSIP 046353AC2 Moody A1 S&P AA- EAI $1,350 Current yield. 5 22%	Oct 20, 10	25,000 000	102 649	25,662 25 [1]	103 454	25,863.50	201 25	LT
MCGRAW HILL COMPANIES 0BP RATE 05 375% MATURES 11/15/12 ACCRUED INTEREST $604.68 CUSIP 580645AD1 Moody A3 EAI $1,613 Current yield 5 17%	Oct 20, 10	30,000 000	100 785	30,235 50 [1]	103 975	31,192.50	957 00	LT
HOUSEHOLD FIN CORP NTS RATE 06 375% MATURES 11/27/12 ACCRUED INTEREST $175 31 CUSIP 441812KA1 Moody A3 S&P A EAI. $1,913 Current yield 6 20%	Oct 20, 10	30,000.000	102.031	30,609 30 [1]	102 854	30,856.20	246 90	LT

continued next page

Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Cost basis ($)	Price on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
GENL ELEC CO NTS RATE 05.000% MATURES 02/01/13 ACCRUED INTEREST $620 83 CUSIP 369604AY9 Moody. Aa2 S&P. AA+ EAI $1,500 Current yield 4 80%	Oct 20, 10	30,000 000	106 828	32,048 40 [1]	104 210	31,263 00	-785 40	LT
HERSHEY CO NTS ALL@M/W +37 5BP RATE 05 000% MATURES 04/01/13 ACCRUED INTEREST $370.83 CUSIP 427866AQ1 Moody A2 S&P· A EAI· $1,500 Current yield 4 76%	Oct 20, 10	30,000 000	100 341	30,102.30 [1]	105 048	31,514 40	1,412 10	LT
COX COMMUNICATIONS INC CALL@MW+25BP RATE 05 500% MATURES 10/01/15 ACCRUED INTEREST $339 93 CUSIP 224044BH9 Moody. Baa2 S&P BBB EAI $1,375 Current yield 4.89%	Oct 20, 10	25,000 000	99 735	24,933 88 [1]	112 523	28,130.75	3,196.87	LT
SEMPRA ENERGY B/E CALL@MW+50BP RATE 06 500% MATURES 06/01/16 ACCRUED INTEREST $52 36 CUSIP 816851AN9 Moody. Baa1 S&P: BBB+ EAI $650 Current yield 5.57%	Oct 20, 10	10,000 000	110 829	11,082 90 [1]	116 650	11,665 00	582 10	LT
COSTCO WHSL CORP CALL@M/W+15BP RATE 05.500% MATURES 03/15/17 ACCRUED INTEREST $481.25 CUSIP 22160KAC9 Moody A2 S&P A+ EAI $1,650 Current yield· 4 60%	Oct 20, 10	30,000 000	110 378	33,113 40 [1]	119.439	35,831.70	2,718.30	LT

continued next page

Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Cost basis ($)	Price on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
J P MORGAN CHASE & CO NTS B/E RATE 06 000% MATURES 01/15/18 ACCRUED INTEREST $825 00 CUSIP 46625HGY0 Moody. Aa3 S&P· A EAI $1,800 Current yield 5 38%	Oct 20, 10	30,000 000	106 352	31,905.60 [1]	111 568	33,470 40	1,564.80	LT
HEWLETT PACKARD CO CALL@M/W+30BP RATE 05 500% MATURES 03/01/18 ACCRUED INTEREST $454 51 CUSIP 428236AS2 Moody A2 S&P BBB+ EAI $1,375 Current yield 4 95%	Oct 20, 10	25,000 000	109 133	27,283 25 [1]	111 147	27,786 75	503 50	LT
ORACLE SYSTEMS CORP NTS CALL@MW+35BP RATE 05 750% MATURES 04/15/18 ACCRUED INTEREST $299.48 CUSIP 68389XAC9 Moody A1 S&P A EAI. $1,438 Current yield 4 74%	Oct 20, 10	25,000 000	111 407	27,851 75 [1]	121 348	30,337 00	2,485 25	LT
XTO ENERGY INC NTS CALL@MW+37 5BP RATE 06 500% MATURES 12/15/18 ACCRUED INTEREST $40 62 CUSIP 98385XAT3 Moody Aaa S&P. AAA EAI $975 Current yield 5 04%	Oct 20, 10	15,000 000	110 750	16,612 50 [1]	129 002	19,350 30	2,737 80	LT
DEVON ENERGY CORP NEW 0BP NTS B/E RATE 06 300% MATURES 01/15/19 ACCRUED INTEREST $288 75 CUSIP 25179MAH6 Moody Baa1 S&P BBB+ EAI. $630 Current yield 5 15%	Oct 20, 10	10,000 000	110 442	11,044 20 [1]	122 316	12,231 60	1,187 40	LT

continued next page

Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Cost basis ($)	Price on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
CONOCOPHILLIPS NTS B/E CALL@MW+50BP RATE 05 750% MATURES 02/01/19 ACCRUED INTEREST $594.96 CUSIP 20825CAR5 Moody. A1 S&P. A EAI· $1,438 Current yield 4 77%	Oct 20, 10	25,000 000	109 427	27,356 75 [1]	120.500	30,125 00	2,768 25	LT
Total		**$400,000.000**		**$420,377.36**		**$440,216.30**	**$19,838.94**	

Total accrued interest: $5,572.92

Total estimated annual income: $19,897

[1] Indicates cost basis information provided by you or another third party UBS FS has not verified this information and does not guarantee its accuracy

Closed end funds & Exchange traded products

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Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
ISHARES IBOXX $ INVT GRA DE CORPORATE BOND FUND Symbol· LQD Exchange. NYSE Trade date. Nov 11, 10 EAI· $1,124 Current yield 4.39%	225 000	111 406	25,066.53	25,066.53	113.760	25,596.00	529 47	529 47	LT
ISHARES BARCLAYS 1-3 YR TREAS BOND FD Symbol SHY Exchange AMEX Trade date. Nov 11, 10 EAI· $812 Current yield 0 81%	1,185 000	84 169	99,740.50	99,740 50	84 500	100,132.50	392 00	392 00	LT
ISHARES BARCLAYS TIPS BOND FUND									

continued next page

Your assets › **Fixed income** › **Closed end funds & Exchange traded products** (continued)

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
Symbol TIP Exchange NYSE									
Trade date Nov 11, 10	225 000	110.929	24,959 07	24,959 07	116 690	26,255 25	1,296 18	1,296 18	LT
EAI $1,076 Current yield 4 10%									
ISHARES BARCLAYS 1-3 YR CD BD									
FD									
Symbol CSJ Exchange NYSE									
Trade date Nov 11, 10	1,140 000	104 927	119,616 99	119,616.99	104 200	118,788 00	-828 99	-828.99	LT
EAI $2,262 Current yield 1 90%									
Total			**$269,383.09**	**$269,383.09**		**$270,771.75**	**$1,388.66**	**$1,388.66**	

Total estimated annual income: $5,274

Mutual funds

Total reinvested is the total of all reinvested dividends It does not include any cash dividends It is not a tax lot for the purposes of determining holding periods or cost basis The shares you receive each time you reinvest dividends become a separate tax lot

Cost basis is the total purchase cost of the security, including reinvested dividends The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes

Investment return is the current value minus the amount you invested It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
PIMCO TOTAL RETURN FUND									
CLASS A									
Symbol PTTAX									
Trade date Nov 11, 10	4,291 845	11 650	50,000 00	50,000 00	10 870	46,652 35	-3,347 65		LT
Total reinvested	232 637	10 818		2,516 83	10 870	2,528.76	11 93		
EAI $1,425 Current yield: 2 90%									
Security total	4,524 482	11 607	50,000 00	52,516 83		49,181 11	-3,335 72	-818 89	

Your assets › **Fixed income** (continued)

Government securities

Prices are obtained from independent quotation bureaus that use computerized valuation formulas to calculate current values Actual market values may vary and thus gains/losses may not be accurately reflected Cost basis has been adjusted for accreted original issue discount (OID) If you have made a tax election to deduct the premium amortization on taxable debt securities, you may request that UBS adjust cost basis for the bond premium amortization

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Cost basis ($)	Price on Dec 30 ($)	Value on Dec 30 ($)	Unrealized gain or loss ($)	Holding period
FHLB BOND RATE 1.7500% MATURES 08/22/12 ACCRUED INTEREST $466.66 CUSIP 3133XUE41 EAI $1,313 Current yield 1 73%	Oct 21, 10	75,000 000	99.197	74,397.90 [1]	100 961	75,720 75	1,322 85	LT
U S TREASURY NOTE RATE 4.2500% MATURES 08/15/13 ACCRUED INTEREST $1,265 76 EAI $3,400 Current yield 3.99%	Oct 21, 10	80,000 000	109 234	87,387 38 [1]	106 461	85,168 80	-2,218.58	LT
FNMA NOTES RATE 4 3750% MATURES 10/15/15 ACCRUED INTEREST $638 02 CUSIP 31359MZC0 EAI $3,063 Current yield 3 87%	Oct 21, 10	70,000 000	107 863	75,504.79 [1]	112.999	79,099.30	3,594 51	LT
FHLMC NTS RATE 4.7500% MATURES 11/17/15 ACCRUED INTEREST $283 68 CUSIP 3134A4VG6 EAI $2,375 Current yield 4 15%	Oct 21, 10	50,000 000	110 567	55,283 90 [1]	114.519	57,259.50	1,975 60	LT
U S TREASURY NOTE RATE 2 3750% MATURES 03/31/16 ACCRUED INTEREST $324 78 EAI $1,306 Current yield 2.22%	Oct 21, 10	55,000 000	97 340	53,537 33 [1]	107.086	58,897.30	5,359 97	LT
FHLB BOND RATE 4 7500% MATURES 12/16/16 ACCRUED INTEREST $55 41 CUSIP 3133XHZK1 EAI. $1,425 Current yield 4.04%	Oct 21, 10	30,000.000	109 573	32,871 99 [1]	117 495	35,248 50	2,376.51	LT
Total		**$360,000.000**		**$378,983.29**		**$391,394.15**	**$12,410.86**	

Total accrued interest: $3,034.31

Total estimated annual income: $12,882

[1] Indicates cost basis information provided by you or another third party UBS FS has not verified this information and does not guarantee its accuracy

Alternative strategies

Mutual funds

Total reinvested is the total of all reinvested dividends It does not include any cash dividends It is not a tax lot for the purposes of determining holding periods or cost basis The shares you receive each time you reinvest dividends become a separate tax lot

Cost basis is the total purchase cost of the security, including reinvested dividends The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes

Investment return is the current value minus the amount you invested It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
CALAMOS MARKET NEUTRAL									
INCOME FUND CLASS A									
Symbol CVSIX									
Trade date Nov 11, 10	3,679 536	12 020	44,228 02	44,228 02	12 100	44,522 38	294 36		LT
Total reinvested	147 601	11 925		1,760 22	12 100	1,785 97	25 75		
EAI $716 Current yield 1 55%									
Security total	3,827 137	12 016	44,228 02	45,988 24		46,308 35	320 11	2,080 33	
GATEWAY FUND CLASS A									
Symbol GATEX									
Trade date· Nov 11, 10	2,693.829	25 810	69,527 73	69,527 73	26 400	71,117 08	1,589 35		LT
Total reinvested	17 786	26 009		462 61	26 400	469 55	6 94		
EAI $1,166 Current yield 1 63%									
Security total	2,711 615	25.811	69,527 73	69,990 34		71,586 63	1,596 29	2,058 90	
Total			**$113,755.75**	**$115,978.58**		**$117,894.98**	**$1,916.40**	**$4,139.23**	

Total estimated annual income: $1,882

Your assets (continued)

Broad commodities

Closed end funds & Exchange traded products

Total reinvested is the total of all reinvested dividends. It does not include any cash dividends It is not a tax lot for the purposes of determining holding periods or cost basis The shares you receive each time you reinvest dividends become a separate tax lot

Cost basis is the total purchase cost of the security, including reinvested dividends The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes.

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes

Investment return is the current value minus the amount you invested It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 30 ($)	Value on Dec 30 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
SPDR GOLD TRUST									
Symbol GLD Exchange. NYSE									
Trade date: Nov 11, 10	75.000	137.350	10,301 25	10,301 25	151.990	11,399.25	1,098.00	1,098.00	LT

Your total assets

		Value on Dec 30 ($)	Percentage of your account	Cost basis ($)	Estimated annual income ($)	Unrealized gain or loss ($)
Cash	**Cash and money balances**	**395,247.51**	**14.58%**	**395,247.51**		
Equities	* Common stock	585,958 08		493,135 74	8,336.00	16,686.57
	Closed end funds & Exchange traded products	297,385 35		292,476 57	10,809.00	4,908 78
	Mutual funds	142,779.49		154,441.09	7,326 00	-11,661.60
	Total equities	**1,026,122.92** B	**37.85%**	**940,053.40** B	**26,471.00**	**9,933.75**
Fixed income	Corporate bonds and notes	440,216.30 A		A 420,377.36	19,897.00	19,838.94
	Closed end funds & Exchange traded products	270,771.75 A		A 269,383 09	5,274 00	1,388 66
	Mutual funds	Σ A 49,181 11 A	Σ A =	A 52,516 83	1,425.00	-3,335 72
	Government securities	768,776.76 391,394 15	742,277	378,983 29✓	12,882 00	12,410.86
	Total accrued interest	8,607.23 A				
	Total fixed income	**1,160,170.54**	**42.80%**	**1,121,260.57**	**39,478.00**	**30,302.74**
Alternative strategies	**Mutual funds**	**117,894.98** B	**4.35%**	**115,978.58** B	**1,882.00**	**1,916.40**
Broad commodities	**Closed end funds & Exchange traded products**	**11,399.25** B	**0.42%**	**10,301.25** B		**1,098.00**
Total		**$2,710,835.20**	**100.00%**	**$2,582,841.31**	**$67,831.00**	**$43,250.89**

* Missing cost basis information

Σ B 1,155,417.15

74,118.94 B
2,656,960.26

Σ B = 1140452✓