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 , **and ending**

Name of foundation: THE SYLVAN C. HERMAN FOUNDATION, INC.

A Employer identification number: 20-3265230

Number and street (or P O box number if mail is not delivered to street address): 1120 VERMONT AVENUE NW — Room/suite: 900

B Telephone number: 202-296-8366

City or town, state, and ZIP code: WASHINGTON, DC 20005

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) ▶$ 24,638,216.

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))

		(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	5,400,000.		N/A	
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	325,150.	325,150.		STATEMENT 1
	4 Dividends and interest from securities	270,316.	270,316.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	548,354.			
	b Gross sales price for all assets on line 6a 14,939,008.				
	7 Capital gain net income (from Part IV, line 2)		548,354.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income	20,600.	0.		STATEMENT 3
	12 **Total.** Add lines 1 through 11	6,564,420.	1,143,820.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	2,500.	0.		2,500.
	14 Other employee salaries and wages	398,661.	0.		398,661.
	15 Pension plans, employee benefits				
	16a Legal fees STMT 4	33,190.	8,298.		24,892.
	b Accounting fees STMT 5	18,966.	4,742.		14,224.
	c Other professional fees				
	17 Interest				
	18 Taxes STMT 6	67,866.	1,826.		44,040.
	19 Depreciation and depletion	140,011.	0.		
	20 Occupancy	50,386.	0.		50,386.
	21 Travel, conferences, and meetings	5,570.	0.		5,570.
	22 Printing and publications				
	23 Other expenses STMT 7	255,411.	36,968.		218,443.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	972,561.	51,834.		758,716.
	25 Contributions, gifts, grants paid	101,000.			101,000.
	26 **Total expenses and disbursements.** Add lines 24 and 25	1,073,561.	51,834.		859,716.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	5,490,859.			
	b Net investment income (if negative, enter -0-)		1,091,986.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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Part II Balance Sheets

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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing	167,200.	542,725.	542,725.
	2	Savings and temporary cash investments	4,336,436.	4,555,374.	4,555,374.
	3	Accounts receivable ▶			
		Less: allowance for doubtful accounts ▶			
	4	Pledges receivable ▶			
		Less: allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons			
	7	Other notes and loans receivable ▶ 3,600,000.			
		Less: allowance for doubtful accounts ▶ 0.	0.	3,600,000.	3,600,000.
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments - U.S. and state government obligations			
	b	Investments - corporate stock STMT 8	8,105,863.	10,768,851.	10,671,501.
	c	Investments - corporate bonds STMT 9	5,398,510.	3,459,266.	3,352,145.
	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other STMT 10	244,823.	414,395.	402,552.
	14	Land, buildings, and equipment: basis ▶ 1,653,930.			
		Less accumulated depreciation STMT 11▶ 140,011.	1,106,726.	1,513,919.	1,513,919.
	15	Other assets (describe ▶)			
	16	Total assets (to be completed by all filers)	19,359,558.	24,854,530.	24,638,216.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable			
	22	Other liabilities (describe ▶ STATEMENT 12)	864.	4,977.	
	23	Total liabilities (add lines 17 through 22)	864.	4,977.	
Net Assets or Fund Balances		Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	0.	0.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	19,358,694.	24,849,553.	
	30	Total net assets or fund balances	19,358,694.	24,849,553.	
	31	Total liabilities and net assets/fund balances	19,359,558.	24,854,530.	

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	19,358,694.
2	Enter amount from Part I, line 27a	2	5,490,859.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	24,849,553.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	24,849,553.

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	PUBLICLY TRADED SECURITIES	P	VARIOUS	VARIOUS
b	PUBLICLY TRADED SECURITIES	P	VARIOUS	VARIOUS
c	PUBLICLY TRADED SECURITIES	P	VARIOUS	VARIOUS
d	PUBLICLY TRADED SECURITIES	P	VARIOUS	VARIOUS
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	2,757,007.		2,688,915.	68,092.
b	9,065,340.		8,825,127.	240,213.
c	1,569,808.		1,579,062.	-9,254.
d	1,546,853.		1,297,550.	249,303.
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				68,092.
b				240,213.
c				-9,254.
d				249,303.
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** 548,354.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):
If gain, also enter in Part I, line 8, column (c).
If (loss), enter -0- in Part I, line 8 **3** N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2010	1,314,187.	17,442,796.	.075343
2009	154,531.	15,528,689.	.009951
2008	178,806.	14,320,690.	.012486
2007	858,993.	5,431,350.	.158155
2006	600,501.	2,059,056.	.291639

2	**Total** of line 1, column (d)	2	.547574
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	.109515
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	18,008,403.
5	Multiply line 4 by line 3	5	1,972,190.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	10,920.
7	Add lines 5 and 6	7	1,983,110.
8	Enter qualifying distributions from Part XII, line 4	8	1,406,920.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ______ (attach copy of letter if necessary-see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b	1	21,840.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0.
3	Add lines 1 and 2	3	21,840.
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	21,840.
6	Credits/Payments:		
a	2011 estimated tax payments and 2010 overpayment credited to 2011 — 6a: 17,636.		
b	Exempt foreign organizations - tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c: 17,500.		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments. Add lines 6a through 6d	7	35,136.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	54.
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	13,242.
11	Enter the amount of line 10 to be: **Credited to 2012 estimated tax** ▶ 13,242. **Refunded** ▶	11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?	1b		X
	If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ $ 0. (2) On foundation managers. ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6		X
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ DC, MD			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation* SEE STATEMENT 13	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 ▶ NOT APPLICABLE

14 The books are in care of ▶ THE FOUNDATION Telephone no. ▶ 202-296-8366

Located at ▶ 1120 VERMONT AVENUE NW SUITE 900, WASHINGTON, DC ZIP+4 ▶ 20005

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

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

			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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
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)? N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 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.) N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ______, ______, ______, ______			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 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.)* N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2011?	4b		X

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? [ ] Yes [X] 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 [X] No

(3) Provide a grant to an individual for travel, study, or other similar purposes? [ ] Yes [X] No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? [ ] Yes [X] 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 [X] No

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

Organizations relying on a current notice regarding disaster assistance check here ▶ [ ]

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A [ ] Yes [ ] No

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

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? [ ] Yes [X] No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? | 6b | | X (No)

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 [X] No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? N/A | 7b |

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

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 14		2,500.	0.	0.

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

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

Total number of other employees paid over $50,000 ▶ 1

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

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
DR. MICHAEL B. KNABLE - 4300 MONTGOMERY AVENUE, SUITE 304A, BETHESDA, MD 20814	CONSULTING	96,000.
Total number of others receiving over $50,000 for professional services ▶		1

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 NOT APPLICABLE	0.
2	
3	
4	

Part IX-B **Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3 ▶	0.

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:			
a	Average monthly fair market value of securities		1a	18,183,836.
b	Average of monthly cash balances		1b	98,807.
c	Fair market value of all other assets		1c	
d	**Total** (add lines 1a, b, and c)		1d	18,282,643.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e 0.		
2	Acquisition indebtedness applicable to line 1 assets		2	0.
3	Subtract line 2 from line 1d		3	18,282,643.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	274,240.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	18,008,403.
6	**Minimum investment return.** Enter 5% of line 5		6	900,420.

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	900,420.
2a	Tax on investment income for 2011 from Part VI, line 5	2a 21,840.		
b	Income tax for 2011. (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	21,840.
3	Distributable amount before adjustments. Subtract line 2c from line 1		3	878,580.
4	Recoveries of amounts treated as qualifying distributions		4	0.
5	Add lines 3 and 4		5	878,580.
6	Deduction from distributable amount (see instructions)		6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	878,580.

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	859,716.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	547,204.
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	1,406,920.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	1,406,920.

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				878,580.
2 Undistributed income, if any, as of the end of 2011				
a Enter amount for 2010 only			0.	
b Total for prior years: _____ , _____ , _____		0.		
3 Excess distributions carryover, if any, to 2011:				
a From 2006				
b From 2007				
c From 2008				
d From 2009				
e From 2010 264,860.				
f Total of lines 3a through e	264,860.			
4 Qualifying distributions for 2011 from Part XII, line 4: ▶ $ 1,406,920.				
a Applied to 2010, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2011 distributable amount				878,580.
e Remaining amount distributed out of corpus	528,340.			
5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	793,200.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2010. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2011. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2012				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2006 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a	793,200.			
10 Analysis of line 9:				
a Excess from 2007				
b Excess from 2008				
c Excess from 2009				
d Excess from 2010 264,860.				
e Excess from 2011 528,340.				

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

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

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

SYLVAN C. HERMAN

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

NONE

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

Check here ▶ [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				
WAY STATION INC 230 WEST PATRICK STREET FREDERICK, MD 21701		SEC. 501(C)(3)	FOR MENTAL HEALTH PURPOSES	50,000.
ONE MIND FOR BRAIN RESEARCH P.O. BOX 680 RUTHERFORD, CA 94573		SEC. 501(C)(3)	FOR MENTAL HEALTH RESEARCH	50,000.
NAMI 3803 N. FAIRFAX DRIVE SUITE 100 ARLINGTON, VA 22203		SEC. 501(C)(3)	FOR MENTAL HEALTH SERVICES	1,000.
Total			▶ 3a	101,000.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a CLINICAL ASSESSMENT FEES					3,000.
b PROGRAM FEES					14,666.
c HOUSING					2,200.
d MEALS					734.
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	325,150.	
4 Dividends and interest from securities			14	270,316.	
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	548,354.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		1,143,820.	20,600.
13 **Total.** Add line 12, columns (b), (d), and (e)				13	1,164,420.

(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).
1	THE SYLVAN C. HERMAN FOUNDATION, INC. (THE "FOUNDATION") WAS FORMED FOR THE PURPOSE OF SUPPORTING RESEARCH AND EDUCATION RELATED TO SCHIZOPHRENIA AND OTHER MENTAL HEALTH ILLNESSES AND PROVIDE THERAPEUTIC RESIDENTIAL TREATMENT AND REHABILITATION SERVICES FOR ADULTS STRUGGLING WITH SERIOUS PSYCHIATRIC DIAGNOSES. TO HELP OFFSET A PORTION OF THE COSTS OF THESE SERVICES, THE FOUNDATION CHARGES NOMINAL FEES FOR CLINICAL ASSESSMENTS, PROGRAM ACTIVITIES, HOUSING AND MEALS.

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

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

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

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

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

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

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

Signature of officer or trustee: [signature] Date: 8/13/12 Title: President

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
DWAYNE C. HOLT	Dwayne Holt	8-8-12		P00173840

Firm's name ▶ BAKER TILLY VIRCHOW KRAUSE, LLP — Firm's EIN ▶ 39-0859910

Firm's address ▶ 8219 LEESBURG PIKE, SUITE 800
TYSONS CORNER, VA 22182 — Phone no. (703) 923-8300

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No 1545-0047

2011

Name of the organization	**Employer identification number**
THE SYLVAN C. HERMAN FOUNDATION, INC.	20-3265230

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

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

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1 Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of $5,000 or more during the year. ▶ $ ____________

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

Name of organization	Employer identification number
THE SYLVAN C. HERMAN FOUNDATION, INC.	20-3265230

Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	SYLVAN C. HERMAN 2310 KALORAMA RD, NW WASHINGTON, DC 20008	$ 1,800,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
2	SYLVAN C. HERMAN 2310 KALORAMA RD, NW WASHINGTON, DC 20008	$ 3,600,000.	Person [ ] Payroll [ ] Noncash [X] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Name of organization	Employer identification number
THE SYLVAN C. HERMAN FOUNDATION, INC.	20-3265230

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
2	PROMISSORY NOTE	$ 3,600,000.	12/31/11

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization	Employer identification number
THE SYLVAN C. HERMAN FOUNDATION, INC.	20-3265230

Part III *Exclusively* religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations that total more than $1,000 for the year. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc., contributions of $1,000 or less for the year. (Enter this information once) ▶ $ ____________
Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

The Sylvan C. Herman Foundation, Inc.
EIN: 20-3265230
Part VII-A line 11. Schedule of Controlled Entities Under 512(b)(13)
December 31, 2011

Entity Name	Address	City	State	Zip Code	Employer Identification Number
CLEARVIEW COMMUNITIES LLC	1120 VERMONT AVENUE NW, SUITE 900	WASHINGTON	DC	20005-3532	27-4060312
107 WEST THIRD STREET LLC	1120 VERMONT AVENUE NW, SUITE 900	WASHINGTON	DC	20005-3532	20-3265230
14 FAIRVIEW AVENUE LLC	1120 VERMONT AVENUE NW, SUITE 900	WASHINGTON	DC	20005-3532	20-3265230
218 NORVA AVENUE LLC	1120 VERMONT AVENUE NW, SUITE 900	WASHINGTON	DC	20005-3532	20-3265230

THE SYLVAN C. HERMAN

Account Number 628-39692-17 128

Details of Additional Summary Information 2011

Other Income

This amount represents distributions with respect to investments such as limited partnerships, and certain trusts, which are subject to IRS Schedules K-1 reporting. Schedules K-1 are issued directly by the partnership or trust.

Reference number	Description	Amount	Federal Income tax withheld	NRA tax withheld	Foreign tax withheld
170000100	MS CREDIT PTNRS OFF FEEDER LP	$ 48,268.00			
Totals		$ 48,268.00			

Details of Short Term Gain (Loss) 2011

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000070	5,000	AT&T INC	12/21/10	03/30/11	$ 152,790.23	$ 146,191.50 $ 146,191.50	$ 6,598.73 $ 6,598.73	$ 0.00 $ 0.00
	4,000		02/03/11		122,232.18	112,084.00 112,084.00	10,148.18 10,148.18	0.00 0.00
125000080	8,000	AT&T INC	08/08/11	12/13/11	232,017.53	223,197.20 223,197.20	8,820.33 8,820 33	0.00 0.00
125000090	-80	CALL T JAN 12 @ 30.00 AT&T INC 100 SHS EXP 01/21/2012	10/12/11	11/29/11	5,369.88 a	882.00 882.00	4,487.88 4,487.88	0.00 0.00
125000100	-80	CALL T JUL 12 @ 29.00 AT&T INC 100 SHS EXP 07/21/2012	11/29/11	12/13/11	8,628.22 a	11,286.00 11,286.00	(2,657.78) (2,657.78)	0.00 0 00
125000110	100,000	ADVANCED MICRO DEVICES INC DUE 12/15/2017 RATE 8.125 YTM 7.300 YTC 6.987 12/15/15 100 000	10/06/11	10/28/11	104,000.00	98,756.00 98,756.00	5,244.00 5,244.00	0.00 5,244.00
125000120	4,300	AMERICAN INTL GROUP INC	05/25/11	06/13/11	124,928.95	124,700.00 124,700.00	228.95 228.95	0.00 0.00

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000130	4,200	ARES CAPITAL CORP PREFERRED 7.75% STRIP YIELD = 7.778% YIELD 7.757% MTY	10/14/10	07/26/11	$ 105,228.97	$ 105,000.00 $ 105,000.00	$ 228.97 $ 228.97	$ 0.00 $ 0.00
125000140	2,019	ARES CAPITAL CORP PREFERRED 7.75% STRIP YIELD = 7.774% YIELD 7.752% MTY	10/14/10	07/26/11	50,614.54	50,475.00 50,475.00	139.54 139.54	0.00 0.00
125000150	1,781	ARES CAPITAL CORP PREFERRED 7.75% STRIP YIELD = 7.803% YIELD 7.785% MTY	10/14/10	07/26/11	44,473.61	44,525.00 44,525.00	(51.39) (51.39)	0.00 0.00
125000160	500,000	BANK OF AMERICA CORP FIX TO FLT 8% TIL 1/18 THEN 3MO LIBOR + 363 BP RATE 8.000	05/05/10	02/18/11	525,000.00	499,375.00 499,375.00	25,625.00 25,625.00	0.00 25,625.00
125000170	5,000	BARRICK GOLD CORP CAD	01/12/11	02/18/11	257,609.04	248,407.00 248,407.00	9,202.04 9,202 04	0.00 0.00
125000180	7,000	BLACKROCK BUILD AMERICA BOND TRUST	12/09/10	02/28/11	123,674.70	122,243.29 122,243.29	1,431.41 1,431.41	0.00 0.00
	47.6135		01/04/11		841.23	828.10 828.10	13.13 13.13	0.00 0 00
	46.3865		01/24/11		819.54	824.30 824.30	(4.76) (4 76)	0.00 0.00
125000190	.5304	BLACKROCK BUILD AMERICA BOND TRUST LIQUIDATION OF FRACTIONAL SHS	01/24/11	03/01/11	9.05	9.43 9.43	(.38) (.38)	0.00 0.00
125000200	47	BLACKROCK BUILD AMERICA BOND TRUST	03/11/11	04/14/11	807.55	834.49 834.49	(26.94) (26 94)	0.00 0.00
125000210	.2699	BLACKROCK BUILD AMERICA BOND TRUST	03/11/11	04/15/11	4.47	4.79 4.79	(.32) (.32)	0 00 0.00
	.3178	LIQUIDATION OF FRACTIONAL SHS	04/13/11		5.27	5.59 5.59	(.32) (.32)	0.00 0.00
125000220	500,000	CALIFORNIA ST FOR PREVIOUS ISSUES SEE 13063A TXBLE B/E GO D12/1/10 FC5/1/11 DUE 11/01/2030 RATE 7 700	11/19/10	01/12/11	508,775.00	501,010.00 500,960.00	7,765.00 7,815.00	0.00 7,815.00

THE SYLVAN C. HERMAN

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Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000230	1,600	CANADIAN PACIFIC RAILWAY	07/14/11	10/27/11	$ 98,223.10	$ 99,242.80 $ 99,242.80	($ 1,019.70) ($ 1,019.70)	$ 0.00 $ 0.00
	1,600		09/01/11		98,223.11	91,955.28 91,955.28	6,267.83 6,267.83	0.00 0.00
125000240	-32	CALL CP DEC 11 @ 60.00 CANADIAN PACIFIC RAILWAY 100 SHS EXP 12/17/2011	10/18/11	10/27/11	2,470.48 a	11,206.00 11,206.00	(8,735.52) (8,735.52)	0.00 0.00
125000260	500,000	CENTRAL BUCKS PA SCH DIST L/T TXBLE B/E GO DD 4/21/11 F/C 11/15/11 DUE 05/15/2029 RATE 5.200	03/23/11	09/06/11	526,565.00	500,000.00 500,000.00	26,565.00 26,565.00	0.00 26,565.00
125000270	10,000	CITIGROUP FDG INC ELKS 8.00% PA BASED UPON THE COMMON STOCK PROCEEDS INCLUDE PREMIUM AMOUNT $7449 78	12/23/09	01/26/11	107,449.78	100,000.00 100,000.00	7,449.78 7,449.78	0.00 0.00
125000280	15,000	CFI 10% PA ELKS BASED UPON CHK DUE 09/21/2011	03/25/11	09/21/11	139,400.25	150,000.00 150,000.00	(10,599.75) (10,599.75)	0.00 0.00
125000290	25,000	CFI 9.5% PA ELKS BASED ON WFC DUE 05/25/2011 PROCEEDS INCLUDE PREMIUM AMOUNT $10909 44	11/23/10	05/25/11	260,909.44	250,000.00 250,000.00	10,909.44 10,909.44	0.00 0.00
125000300	25,000	CFI 7% PA ELKS BASED ON F DUE 12/21/2011	06/24/11	12/22/11	193,543.00	250,000.00 250,000 00	(56,457.00) (56,457 00)	0.00 0.00
125000320	100	DUNKIN BRANDS GROUP INC CGMI AND/OR ITS AFFILIATES	07/27/11	07/27/11	2,593.64	1,900.00 1,900.00	693.64 693.64	0.00 0.00
125000330	7,500	FIRST TRUST HIGH INCOME LONG/ SHORT FUND	11/23/10	01/25/11	141,855.43	142,214.70 142,214.70	(359.27) (359 27)	0.00 0.00
	54.2769		12/17/10		1,026.60	1,001.25 1,001.25	25.35 25.35	0.00 0.00
	3,779		12/29/10		71,476.22	69,214.76 69,214.76	2,261.46 2,261.46	0.00 0.00
	1,220.7231		12/29/10		23,088.83	22,590.03 22,590.03	498.80 498.80	0.00 0.00
125000340	.2769	FIRST TRUST HIGH INCOME LONG/ SHORT FUND LIQUIDATION OF FRACTIONAL SHS	12/29/10	01/26/11	5.01	5.12 5.12	(.11) (.11)	0.00 0.00

2011 YEAR END SUMMARY

MorganStanley SmithBarney

Ref: 00000057 00016448

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-39692-17 128

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000350	52	FIRST TRUST HIGH INCOME LONG/ SHORT FUND	01/26/11	01/28/11	$ 978.34	$ 990.79 $ 990.79	($ 12.45) ($ 12.45)	$ 0 00 $ 0.00
125000360	.9294	FIRST TRUST HIGH INCOME LONG/ SHORT FUND LIQUIDATION OF FRACTIONAL SHS	01/26/11	01/31/11	16.92	17.71 17.71	(.79) (.79)	0.00 0.00
125000370	200,000	FORD MOTOR CREDIT CO LLC DTD 05/03/2011 DUE 05/15/2018 RATE 5.000 YTM 4.712	08/30/11	10/27/11	203,208.00	195,000.00 195,000.00	8,208.00 8,208.00	112.00 8,096.00
125000400	-9	CALL GE FEB 12 @ 18.00 GENERAL ELECTRIC CO 100 SHS EXP 02/18/2012	10/27/11	11/29/11	546.44 a	87.00 87.00	459.44 459.44	0.00 0.00
125000410	-141	CALL GE FEB 12 @ 18.00 GENERAL ELECTRIC CO 100 SHS EXP 02/18/2012	10/27/11	12/19/11	8,560.84 a	4,202.74 4,202.74	4,358.10 4,358.10	0.00 0.00
125000420	2,000	GENERAL MOTORS COMPANY 4.75% SER B MANDATORY CONV JR PFD 4.7500% DUE 12/01/2013	03/03/11	04/28/11	98,694.09	100,736.11 100,736.11	(2,042.02) (2,042.02)	0.00 0.00
125000430	3,000	GENERAL MOTORS COMPANY 4.75% SER B MANDATORY CONV JR PFD	03/03/11	05/03/11	151,825.60	151,104.17 151,104.17	721.43 721.43	0.00 0 00
	2,500	4.7500% DUE 12/01/2013	04/19/11		126,521.34	116,433.50 116,433 50	10,087.84 10,087.84	0.00 0.00
125000450	200	LINKEDIN CORP	05/18/11	05/19/11	16,779.10	9,000.00 9,000.00	7,779.10 7,779.10	0.00 0.00
125000460	1,500	LORILLARD INC	01/19/11	03/01/11	119,754.52	113,580.93 113,580.93	6,173.59 6,173.59	0.00 0.00
	1,800		02/22/11		143,705.42	143,289.42 143,289 42	416.00 416.00	0.00 0.00
125000490	25,000	MORGAN STANLEY 9% ELKS ON BAC DUE 3/25/2011 PROCEEDS INCLUDE PREMIUM AMOUNT $10435.92	09/24/10	03/25/11	260,435.92	250,000.00 250,000.00	10,435.92 10,435.92	0.00 0.00
125000500	20,000	MORGAN STANLEY CONTINGENT AUTOCALL ON AAPL DUE 04/24/2012	04/25/11	07/22/11	200,000.00	200,000.00 200,000.00	0.00 0.00	0.00 0.00

2011 YEAR END SUMMARY

THE SYLVAN C. HERMAN

Account Number 628-39692-17 128

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000510	250,000	NEW JERSEY EDA ST PENSION FDG	02/08/11	06/03/11	$ 152,375.00	$ 144,080.00	$ 8,295.00	$ 0.00
		RV-B-TAXABLE FSA-0-CPN-7.615%				$ 146,970.00	$ 5,405.00	$ 5,405.00
		BK ENT DD 6/30/97						
		DUE 02/15/2020						
125000520	500,000	NEW JERSEY EDA ST PENSION FDG	04/19/11	08/03/11	268,495 00	251,315.00	17,180.00	0.00
		RV-B-TAXABLE FSA-0-CPN-7.625%				255,930 00	12,565.00	12,565.00
	500,000	BK ENT DTD 6/30/97	05/06/11		268,495.00	261,125.00	7,370.00	0.00
		DUE 02/15/2022				264,960 00	3,535 00	3,535.00
125000530	500,000	NEWTON CNTY GA SCH DIST	10/20/10	06/02/11	504,605.00	500,000.00	4,605.00	0.00
		U/T TXBLE B/E GO				500,000.00	4,605.00	4,605.00
		DD 11/18/10 F/C 4/1/11						
		DUE 04/01/2025 RATE 4.973						
125000540	1,400	NORFOLK SOUTHERN CORP	09/01/11	11/15/11	104,381.56	94,160.20	10,221.36	0.00
		VS LOWEST COST				94,160.20	10,221.36	0.00
	1,200		09/22/11		89,469.91	74,415.12	15,054.79	0.00
						74,415.12	15,054.79	0.00
125000550	-26	CALL NSC JAN 12 @ 70.00	10/10/11	11/15/11	8,116.37 a	18,986.00	(10,869.63)	0.00
		NORFOLK SOUTHERN CORP				18,986.00	(10,869 63)	0.00
		100 SHS						
		EXP 01/21/2012						
125000560	-14	CALL NSC JAN 12 @ 70.00	10/10/11	12/19/11	4,370.35 a	3,480.88	889.47	0.00
		NORFOLK SOUTHERN CORP				3,480.88	889.47	0.00
		100 SHS						
		EXP 01/21/2012						
125000580	29.53	NUVEEN BUILD AMERICA BOND FUND	07/09/10	06/27/11	561.21	585.00	(23.79)	0.00
						585.00	(23.79)	0.00
	30.4428		08/09/10		578.56	588.46	(9.90)	0.00
						588.46	(9.90)	0.00
	29.5272		09/10/10		561.16	592.02	(30.86)	0.00
						592.02	(30.86)	0.00
	29.7735		10/08/10		565.84	595.47	(29.63)	0.00
						595.47	(29.63)	0.00
	30.7943		11/05/10		585.24	598.95	(13.71)	0.00
						598.95	(13.71)	0.00
	31.5288		12/08/10		599.20	602.56	(3.36)	0.00
						602.56	(3.36)	0.00
	33.1045		01/10/11		629.14	606.25	22.89	0.00
						606.25	22.89	0.00

MorganStanley
SmithBarney

Ref: 00000057 00016450

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-39692-17 128

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
	5,000		02/03/11		$ 95,023.85	$ 90,171.00 $ 90,171.00	$ 4,852.85 $ 4,852.85	$ 0.00 $ 0.00
	34.0739		02/07/11		647.57	610.12 610.12	37.45 37.45	0 00 0.00
	64 6144		03/11/11		1,227.98	1,199.11 1,199.11	28.87 28.87	0.00 0.00
	66.6278		04/07/11		1,266.25	1,206.67 1,206.67	59.58 59.58	0 00 0.00
	66 4842		05/06/11		1,263.52	1,214.46 1,214.46	49.06 49.06	0.00 0 00
	64.4986		06/09/11		1,225.77	1,216.51 1,216 51	9.26 9.26	0.00 0.00
125000600	.3037	NUVEEN BUILD AMERICA BOND FUND LIQUIDATION OF FRACTIONAL SHS	06/09/11	06/28/11	5.52	5.73 5.73	(.21) (.21)	0.00 0.00
125000610	100	PANDORA MEDIA INC	06/14/11	06/15/11	2,101.26	1,600.00 1,600.00	501.26 501.26	0 00 0.00
125000620	10,000	QWEST CORPORATION 7.375% YIELD/CL 7.362% 060116 25.000 7.3750% DUE 06/01/2051 NEXT CALL:06/01/16 AT 25.000	06/01/11	11/07/11	253,637.12	250,000.00 250,000.00	3,637.12 3,637.12	0.00 0.00
125000630	3,000	SPDR GOLD TR GOLD SHS PROSPECTUS ENCLOSED	09/22/11	10/27/11	504,017.61	504,342.00 504,342 00	(324.39) (324.39)	0.00 0.00
125000640	-30	CALL GLD FEB 12 @ 174.00 SPDR GOLD TR GOLD SHS 100 SHS EXP 02/18/2012	11/29/11	12/14/11	15,265.79 a	4,651.79 4,651.79	10,614.00 10,614.00	0.00 0.00
125000650	-30	CALL GLD DEC 11 @ 175.00 SPDR GOLD TR GOLD SHS 100 SHS EXP 12/17/2011	10/10/11	10/27/11	11,305.48 a	11,406.00 11,406.00	(100.52) (100.52)	0.00 0.00
125000660	4,000	TORTOISE MLP FUND	07/27/10	04/04/11	105,793.63	98,560.00 R 98,560.00	7,233.63 7,233.63	0.00 0 00
	6,000		09/28/10		158,690.44	143,489.34 R 143,489.34	15,201 10 15,201.10	0.00 0 00
	147.4288		12/21/10		3,899.26	3,600.00 3,600.00	299.26 299.26	0.00 0.00
	162.5712		03/21/11		4,299.75	4,119.86 4,119.86	179.89 179.89	0.00 0.00

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-39692-17 128

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000670	.6005	TORTOISE MLP FUND LIQUIDATION OF FRACTIONAL SHS	03/21/11	04/05/11	$ 15.53	$ 15.22 $ 15 22	$ .31 $ .31	$ 0.00 $ 0.00
125000680	1,000	UNION PACIFIC CORP	07/14/11	10/27/11	101,546.95	101,938.00 101,938 00	(391.05) (391.05)	0 00 0.00
	1,000		09/01/11		101,546.95	91,918.00 91,918.00	9,628.95 9,628.95	0.00 0.00
	1,000		09/22/11		101,546.94	82,538.20 82,538.20	19,008.74 19,008 74	0.00 0.00
125000690	-30	CALL UNP JAN 12 @ 97.50 UNION PACIFIC CORP 100 SHS EXP 01/21/2012	10/10/11	10/27/11	11,453.64 a	24,636.00 24,636.00	(13,182.36) (13,182.36)	0.00 0.00
125000700	8,000	US CELLULAR CORP 6.95% YIELD/CL 6.615% 051516 25.000 6.9500% DUE 05/15/2060 NEXT CALL:05/15/16 AT 25.000	05/09/11	07/26/11	204,418 06	200,000.00 200,000.00	4,418.06 4,418.06	0.00 0.00
125000710	1,500	US CELLULAR CORP 6.95% STRIP YIELD = 7.029% 6.9500% DUE 05/15/2060 NEXT CALL:05/15/16 AT 25.000	05/09/11	08/26/11	37,626.32	37,500.00 37,500.00	126.32 126.32	0.00 0.00
125000720	500	US CELLULAR CORP 6.95% STRIP YIELD = 7.019% 6.9500% DUE 05/15/2060 NEXT CALL:05/15/16 AT 25.000	05/09/11	08/26/11	12,554.75	12,500.00 12,500.00	54.75 54.75	0.00 0.00
125000730	500,000	UNITED STATES TREAS SEC STRIPPED INT PMT DUE 02/15/2037 YIELD 3.096MTY	09/08/11	09/22/11	229,170.00	203,470.00 203,745.00	25,700.00 25,425.00	0.00 25,425.00
125000740	100,000	VERMONT MUN BD BK TAXABLE-SER TXBLE B/E REV DD 3/23/11 F/C 6/1/11 DUE 12/01/2025 RATE 5.660	03/10/11	05/02/11	102,230.00	100,000.00 100,000.00	2,230.00 2,230.00	0.00 2,230.00

2011 YEAR END SUMMARY

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000750	5,000	VODAFONE GROUP PLC SPONS ADR NEW	01/20/11	04/04/11	$ 145,928.44	$ 139,768.00 $ 139,768.00	$ 6,160.44 $ 6,160.44	$ 0.00 $ 0.00
	3,000	CGMI AND/OR ITS AFFILIATES	01/28/11		87,557.06	85,744 50 85,744.50	1,812.56 1,812.56	0.00 0.00
Total					$ 9,065,340 36	$ 8,813,562.42 $ 8,825,127.42	$ 251,777.94 $ 240,212.94	$ 112.00 $ 127,110.00

[a] *This amount is not reported to the IRS on Form 1099-B.*

Details of Long Term Gain (Loss) 2011

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000010	100	RENAISSANCERE HLDGS 6.60% PFD SER D STRIP YIELD = 6.632% 6 6000% DUE 99/99/9999	12/12/06	06/29/11	$ 2,496.95	$ 2,500.00 $ 2,500.00	($ 3.05) ($ 3.05)	$ 0.00 $ 0.00
125000020	2,823	RENAISSANCERE HLDGS 6.60% PFD SER D STRIP YIELD = 6.639% 6.6000% DUE 99/99/9999	12/12/06	06/30/11	70,595.87	70,575.00 70,575.00	20.87 20.87	0.00 0.00
125000030	1,884	RENAISSANCERE HLDGS 6.60% PFD SER D STRIP YIELD = 6.643% 6.6000% DUE 99/99/9999	12/12/06	07/06/11	47,136.77	47,100.00 47,100.00	36.77 36.77	0.00 0.00
125000040	1,193	RENAISSANCERE HLDGS 6.60% PFD SER D STRIP YIELD = 6.646% 6.6000% DUE 99/99/9999	12/12/06	07/06/11	29,830.35	29,825.00 29,825.00	5.35 5 35	0.00 0.00

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-39692-17 128

Details of Long Term Gain (Loss) 2011 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000050	7,151	AEGON N.V 7.25% PFD YIELD/CL 7.461% 121549 25.000 7.2500% DUE 99/99/9999 NEXT CALL:12/15/12 AT 25.000	09/14/07	07/26/11	$ 175,597.29	$ 178,775.00 $ 178,775.00	($ 3,177.71) ($ 3,177.71)	$ 0.00 $ 0.00
125000060	849	AEGON N.V 7.25% PFD YIELD/CL 7.445% 121549 25.000 7.2500% DUE 99/99/9999 NEXT CALL:12/15/12 AT 25.000	09/14/07	07/26/11	20,882.73	21,225.00 21,225.00	(342.27) (342.27)	0.00 0.00
125000250	96,000	CAPITAL ONE BANK - VA *CERTIFICATE OF DEPOSIT DTD 01/16/08 INT : SEMI-ANN DUE 01/16/2015 RATE 4.850	01/10/08	12/19/11	103,065.60	96,000.00 96,000.00	7,065.60 7,065.60	0.00 0.00
125000310	500,000	CUMBERLAND CNTY N J IMPT AUTH SER B-LOC UNIT PG-BUILD AMER TXBLE B/E REV DD 10/22/09 DUE 04/15/2020 RATE 5.094	10/09/09	04/25/11	507,075.00	499,990.00 499,990 00	7,085.00 7,085.00	0 00 7,085.00
125000380	500,000	FRESNO CNTY CALIF PENSION OBLIG SER A FGIC-MBIA RE TXBLE FGIC B/E REV DD 3/23/04 DUE 08/15/2015 RATE 4 408	08/26/09	03/15/11	487,960.00	476,835.00 476,835.00	11,125.00 11,125.00	5,325.00 5,800.00
125000390	250,000	FRESNO CNTY CALIF PENSION OBLIG SER A FGIC-MBIA RE TXBLE FGIC B/E REV DD 3/23/04 DUE 08/15/2019 RATE 4.928	09/30/09	07/29/11	247,817.50	227,880.00 227,880.00	19,937.50 19,937.50	3,180.00 16,757.50
125000440	500,000	ILLINOIS ST G/O PENSION FUNDING TAXABLE-OID B/E DD 6/12/03 F/C 12/1/03 DUE 06/01/2015 RATE 4.050	01/04/10	10/21/11	506,705.00	504,700.00 503,230 00	2,005.00 3,475.00	0.00 3,475.00
125000470	15,000	LOS ANGELES CALIF MUN IMPT CORP LEASE REV SER TXBLE B/E REV DD 12/10/09 DUE 09/01/2019 RATE 6.490	12/03/09	09/01/11	15,000.00	15,000.00 15,000.00	0.00 0.00	0.00 0.00
125000480	220,000	LOS ANGELES CALIF MUN IMPT CORP LEASE REV SER TXBLE B/E REV DD 12/10/09 DUE 09/01/2019 RATE 6.490	12/03/09	09/20/11	230,606.20	220,000.00 220,000.00	10,606.20 10,606.20	0.00 10,606.20

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-39692-17 128

Details of Long Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000570	200,000	NORTH CAROLINA MUN PWR AGY NO 1 CATAWBA ELEC REV RFDG-SER B TXBLE B/E REV DD 10/8/09 DUE 01/01/2021 RATE 5.482	09/10/09	11/22/11	$ 217,380.00	$ 199,980.00 $ 199,980.00	$ 17,400.00 $ 17,400 00	$ 0.00 $ 17,400 00
125000580	4,800	NUVEEN BUILD AMERICA BOND FUND	04/27/10	06/27/11	91,222.90	96,000.00 96,000.00	(4,777.10) (4,777.10)	0.00 0.00
125000590	200	NUVEEN BUILD AMERICA BOND FUND	04/27/10	06/27/11	3,634.38	4,000.00 4,000 00	(365.62) (365.62)	0 00 0.00
Total					$ 2,757,006.54	$ 2,890,385.00 $ 2,688,915 00	$ 66,621.54 $ 68,091.54	$ 8,505 00 $ 61,123.70

[R] *The basis for this tax lot has been adjusted due to a reclassification of income*

Details of Accrued Income 2011

This section shows your accrued income paid or received as a result of purchases and sales.

Reference number	Transaction Description	Trade Date	Interest Paid	Interest Received	Dividends Received
120001600	ADVANCED MICRO DEVICES INC DUE 12/15/2017 RATE 8.125	10/06/11	$ 2,640.63		
120001700	ADVANCED MICRO DEVICES INC DUE 12/15/2017 RATE 8.125	10/28/11		3,092.01	
120001800	ALLY FINANCIAL INC DTD 02/11/2011 DUE 02/11/2014 RATE 4.500	08/03/11	5,531.25		
120002000	AMERICAN EXPRESS CENTURION BK *CERTIFICATE OF DEPOSIT DTD 11/19/08 INT : SEMI-ANN DUE 11/21/2011 RATE 4.400	11/21/11		23.15	
120002100	AMERICAN INTL GROUP FIX TO FLT 8.175% TIL 5/38 THEN 3MO LIBOR + 419.5 BP DUE 05/15/2058 RATE 8.175	11/15/11	136.25		

2011 Year End Summary

THE SYLVAN C. HERMAN
Account Number 628-78763-19 128

Details of Earnings 2011 - *continued*

Dividends and Distributions, Section 2

Amounts displayed for dividends include dividend reinvestments, money fund earnings, accrued dividends received and dividends exempt from Federal income tax.

Reference number	Description	Nondividend distributions	Foreign tax paid	Cash liquidation distributions	Non cash liquidation distributions	Investment expense	NRA Withholding
160001800	922042858000 VANGUARD MSCI EMERGING MKTS ETF THIS AMOUNT INCLUDES TAXES PAID TO A FOREIGN GOVERNMENT A PORTION OF THIS INCOME HAS BEEN RECLASSIFIED		$ 1,277.12				
Totals			$ 1,277.12				

Details of Short Term Gain (Loss) 2011

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	10,000	ISHARES MSCI AUSTRALIA INDEX FUND MorganStanley SmithBarney LLC acted as your agent	12/31/10	03/16/11	$ 234,601.49	$ 252,300.00	($ 17,698.51)	
125000020	8,000	ISHARES MSCI CANADA INDEX FUND MorganStanley SmithBarney LLC acted as your agent	01/20/11	02/14/11	259,447.01	245,189.60		14,257.41
125000030	79	ISHARES S&P GLBL ENERGY SECTOR	04/16/10	03/16/11	3,238.46	2,853.26		385.20
	285	INDEX FUND	05/20/10		11,683.04	8,885.25		2,797.79
	23	MorganStanley SmithBarney LLC acted as your agent	07/08/10		942.83	710.24		232.59

2011 YEAR END SUMMARY

THE SYLVAN C. HERMAN

Account Number 628-78763-19 128

Details of Short Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000060	175	ISHARES NASDAQ BIOTECHNOLOGY INDEX FD MorganStanley SmithBarney LLC acted as your agent	08/11/10	06/14/11	$ 18,260.19	$ 14,265.47		$ 3,994.72
125000080	516	ISHARES NASDAQ BIOTECHNOLOGY INDEX FD MorganStanley SmithBarney LLC acted as your agent	03/16/11	11/21/11	49,705.94	48,225.62		1,480.32
125000090	2,004	ISHARES TR RUSSELL 2000 GROWTH	04/16/10	03/16/11	177,191.47	153,323.04		23,868.43
	82	INDEX FUND	07/08/10		7,250.35	5,492.03		1,758.32
	38	MorganStanley SmithBarney LLC acted as your agent	08/11/10		3,359.92	2,581.87		778.05
125000100	3,553	ISHARES DOW JONES U.S OIL EQ & SERVICES INDEX FUND MorganStanley SmithBarney LLC acted as your agent	03/16/11	10/11/11	175,185.47	219,006.92	(43,821.45)	
125000110	31	ISHARES DOW JONES U.S OIL EQ	03/16/11	12/08/11	1,699.87	1,910.84	(210.97)	
	136	& SERVICES INDEX FUND	06/14/11		7,457.50	8,275.60	(818.10)	
	4,000	MorganStanley SmithBarney LLC acted as your agent	08/08/11		219,338.19	217,686.00		1,652.19
125000120	528	PIMCO ENHANCED SHORT MATURITY STRATEGY FUND MorganStanley SmithBarney LLC acted as your agent	10/11/11	10/17/11	52,835.94	52,782.68		53.26
125000130	20	POWERSHARES AEROSPACE & DEFENSE PORT MorganStanley SmithBarney LLC acted as your agent	10/12/10	06/14/11	392.99	348.80		44.19
125000140	4,399	POWERSHARES AEROSPACE & DEFENSE PORT MorganStanley SmithBarney LLC acted as your agent	10/12/10	10/11/11	76,374.41	76,718.56	(344.15)	
125000150	2,190	POWERSHARES AEROSPACE & DEFENSE PORT MorganStanley SmithBarney LLC acted as your agent	03/16/11	12/08/11	39,419.24	42,108.88	(2,689.64)	

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Details of Short Term Gain (Loss) 2011 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000300	17	VANGUARD CONSUMER STAPLES	04/16/10	03/16/11	$ 1,228.82	$ 1,186.44		$ 42.38
	11	ETF	07/08/10		795.12	725.56		69.56
	5	MorganStanley SmithBarney LLC	08/11/10		361.42	338.40		23.02
	45	acted as your agent	10/12/10		3,252.77	3,217.23		35.54
125000350	3,375	VANGUARD TOTAL STOCK MKT ETF MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/16/11	08/14/11	225,785.19	220,929.86		4,855.33
Total					$ 1 569,807.63	$ 1,579,062.15	($ 65,582.82)	$ 56,328.30

Details of Long Term Gain (Loss) 2011

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000030	3,819	ISHARES S&P GLBL ENERGY SECTOR	11/19/09	03/16/11	$ 156,552.69	$ 138,509.40		$ 18,043.29
	350	INDEX FUND	01/28/10		14,347.59	11,988.20		2,359.39
	111	MorganStanley SmithBarney LLC acted as your agent	03/10/10		4,550.24	3,948.16		602.08
125000040	96	S&P NORTH AMERICAN TECH SOFTWARE INDEX FD MorganStanley SmithBarney LLC acted as your agent	07/07/09	06/14/11	5,862.79	3,538.52		2,324.27
125000050	29	S&P NORTH AMERICAN TECH SOFTWARE INDEX FD MorganStanley SmithBarney LLC acted as your agent	07/07/09	10/11/11	1,627.73	1,068.93		558.80
125000070	59	ISHARES NASDAQ BIOTECHNOLOGY INDEX FD MorganStanley SmithBarney LLC acted as your agent	08/11/10	10/11/11	5,718.17	4,809.50		908.67

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Details of Long Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000080	1,619	ISHARES NASDAQ BIOTECHNOLOGY INDEX FD MorganStanley SmithBarney LLC acted as your agent	08/11/10	11/21/11	$ 155,957.22	$ 131,976.03		$ 23,981.19
125000150	4,911	POWERSHARES AEROSPACE & DEFENSE PORT MorganStanley SmithBarney LLC acted as your agent	10/12/10	12/08/11	88,396.30	85,647.84		2,748.46
125000160	837	SPDR SER TR S&P OIL & GAS	07/07/09	10/18/11	42,711.79	24,237.68		18,474.11
	1,163	EXPL & PRODTN MorganStanley SmithBarney LLC acted as your agent	08/10/09		59,347.45	41,478.74		17,868.71
125000170	909	SELECT SECTOR SPDR-ENERGY	09/21/09	03/16/11	67,402.41	49,526.42		17,875.99
	919	MorganStanley SmithBarney LLC acted as your agent In this transaction.	11/19/09		68,143.92	52,306.72		15,837.20
125000180	147	SELECT SECTOR SPDR-ENERGY MorganStanley SmithBarney LLC acted as your agent In this transaction.	11/19/09	10/11/11	9,405.19	8,366.80		1,038.39
125000190	159	SELECT SECTOR SPDR-ENERGY MorganStanley SmithBarney LLC acted as your agent In this transaction.	11/19/09	12/08/11	11,200.25	9,049.80		2,150.45
125000200	6,210	SELECT SECTOR SPDR TR FINANCIAL MorganStanley SmithBarney LLC acted as your agent	01/28/10	03/16/11	98,932.72	89,422.75		9,509.97
125000210	32	SELECT SECTOR SPDR TR FINANCIAL MorganStanley SmithBarney LLC acted as your agent	01/28/10	12/08/11	419.51	460.79	(41.28)	
125000220	5,167	SELECT SECTOR SPDR INDUSTRIAL	11/19/09	06/14/11	185,905.08	141,962.29		43,942.79
	885	MorganStanley SmithBarney LLC acted as your agent In this transaction.	03/10/10		31,841.69	26,679.12		5,162.57

Details of Long Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000230	6,025	SELECT SECTOR SPDR INDUSTRIAL MorganStanley SmithBarney LLC acted as your agent In this transaction.	03/10/10	10/11/11	$ 189,313.91	$ 181,629.05		$ 7,684.86
125000240	178	SELECT SECTOR SPDR INDUSTRIAL MorganStanley SmithBarney LLC acted as your agent In this transaction.	03/10/10	12/08/11	6,023.76	5,365.97		657.79
125000250	1,883	SELECT SECTOR SPDR UTILITIES MorganStanley SmithBarney LLC acted as your agent	01/28/10	03/16/11	58,353.60	56,132.23		2,221.37
125000260	201	SELECT SECTOR SPDR UTILITIES MorganStanley SmithBarney LLC acted as your agent	01/28/10	06/14/11	6,687.64	5,991.81		695.83
125000270	86	VANGUARD SPECIALIZED DIV APPRECIATION ETF MorganStanley SmithBarney LLC acted as your agent	01/28/10	06/14/11	4,722.52	3,982.65		739.87
125000280	177	VANGUARD SPECIALIZED DIV APPRECIATION ETF MorganStanley SmithBarney LLC acted as your agent	01/28/10	10/11/11	9,032.48	8,196.85		835.63
125000290	188	VANGUARD SPECIALIZED DIV APPRECIATION ETF MorganStanley SmithBarney LLC acted as your agent	01/28/10	12/08/11	10,284.15	8,706.26		1,577.89
125000300	115	VANGUARD CONSUMER STAPLES	04/22/09	03/16/11	8,312.64	6,173.09		2,139.55
	25	ETF	05/11/09		1,807.10	1,379.00		428.10
	595	MorganStanley SmithBarney LLC	07/07/09		43,008.87	34,658.16		8,350.71
	764	acted as your agent	08/10/09		55,224.83	46,524.39		8,700.44
	36		09/21/09		2,602.22	2,300.26		301.96
	507		11/19/09		36,647.89	34,173.83		2,474.06
	114		01/28/10		8,240.35	7,464.15		776.20
	40		03/10/10		2,891.35	2,732.08		159.27

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THE SYLVAN C. HERMAN

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Details of Long Term Gain (Loss) 2011 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000310	284	VANGUARD HEALTH CARE	04/27/09	06/14/11	$ 18,002.98	$ 12,009.62		$ 5,993.36
	19	ETF	05/11/09		1,204.42	834.10		370.32
	7	MorganStanley SmithBarney LLC acted as your agent	07/07/09		443.74	322.10		121.64
125000320	35	VANGUARD HEALTH CARE ETF MorganStanley SmithBarney LLC acted as your agent.	07/07/09	10/11/11	2,036.61	1,610.49		426.12
125000330	507	VANGUARD INFORMATION	07/07/09	10/11/11	30,961.89	20,843.73		10,118.16
	438	TECHNOLOGY ETF MorganStanley SmithBarney LLC acted as your agent	08/10/09		26,626.01	20,287.08		6,338.93
125000340	161	VANGUARD MSCI EMERGING MKTS	07/07/09	06/14/11	7,714.99	5,034.15		2,680.84
	175	ETF MorganStanley SmithBarney LLC acted as your agent	08/10/09		8,385.85	6,221.23		2,164.62
Total					$ 1,546,852.54	$ 1,297,549.97	($ 41.28)	$ 249,343.85

Details of Deposits and Withdrawals 2011

This section reflects any deposits or withdrawals made to your account during the year.

Deposits

Reference number	Date	Description	Amount
210000100	10/17/11	FROM 628-39692-01 TO 628-78763-01	$ 1,300.00
210000200	12/16/11	FROM 628-39692-01 TO 628-78763-01	$ 200.00

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2011 DEPRECIATION AND AMORTIZATION REPORT

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
4	OFFICE FURNITURE	061511	200DB	7.00	19C	7,145.		7,145.				7,145.
5	AUTOMOBILE	061511	200DB	5.00	21	28,900.		28,900.				28,900.
7	OFFICE FURNITURE-COMPUTERS- SOFTWARE	061511	200DB	3.00	19A	500.		500.				500.
9	OFFICE FURNITURE-MISC	061511	200DB	7.00	19C	1,000.		1,000.				1,000.
	BUILDINGS- 3 HOUSES											
1	BUILDING-107 WEST THIRD STREET	061511	SL	27.50	19H	645,576.			645,576.			12,716.
2	BUILDING-14 FAIRVIEW AVE	061511	SL	27.50	19H	162,305.			162,305.			3,197.
3	BUILDING-218 NORVA AVE	062711	SL	27.50	19H	171,190.			171,190.			3,372.
	* 990-PF PG 1 TOTAL - BUILDINGS- 3 HOU					979,071.		0.	979,071.	0.	0.	19,285.
	HOUSE FURNISHINGS - 107 WEST THIRD											
10	OVAL TABLE	012611	200DB	7.00	19C	1,710.		1,710.				1,710.
13	FRENCH SIDEBOARD	012611	200DB	7.00	19C	1,433.		1,433.				1,433.
23	NEOCLASSIC SIDE TABLE	012611	200DB	7.00	19C	1,021.		1,021.				1,021.
24	TENNESSEE TABLE 7 SIX CHAIRS	022611	200DB	7.00	19C	825.		825.				825.
25	ENGLANDER SONOMA-5 SET	022611	200DB	7.00	19C	3,300.		3,300.				3,300.
27	LANE DALTON STATIONARY SOFA	022611	200DB	7.00	19C	1,750.		1,750.				1,750.
28	LANE DALTON STATIONARY SOFA	022611	200DB	7.00	19C	1,400.		1,400.				1,400.
29	LANE SURREY ENTERTAINMENT	022611	200DB	7.00	19C	400.		400.				400.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
30	LANE SURREY COCKTAIL TABLE	022611	200DB	7.00	19C	650.		650.				650.
31	LANE SURREY END TABLE	022611	200DB	7.00	19C	500.		500.				500.
32	ACME QUEEN BED COMPLETE	022611	200DB	7.00	19C	2,750.		2,750.				2,750.
36	HEIDI CHAIR	012611	200DB	7.00	19C	1,312.		1,312.				1,312.
37	HEIDI CHAIR	012611	200DB	7.00	19C	1,312.		1,312.				1,312.
38	ORIENTAL RUG	012611	200DB	5.00	19B	908.		908.				908.
39	COCKTAIL TABLE	012611	200DB	7.00	19C	581.		581.				581.
40	BEDSIDE TABLE	012611	200DB	7.00	19C	428.		428.				428.
41	CONTINENTAL LAMP TABLE	012611	200DB	7.00	19C	437.		437.				437.
42	CHANCELLOR SOFA	012611	200DB	7.00	19C	4,724.		4,724.				4,724.
43	ARM CHAIR	012611	200DB	7.00	19C	399.		399.				399.
44	ARM CHAIR	012611	200DB	7.00	19C	399.		399.				399.
45	WALL SCONCE	080411	200DB	7.00	19C	358.		358.				358.
51	MANTLE ACCESSORIES	080411	200DB	7.00	19C	250.		250.				250.
53	SILK PLANT	080411	200DB	7.00	19C	300.		300.				300.
55	WALL CABINET	080411	200DB	7.00	19C	1,420.		1,420.				1,420.
59	BUILT IN SHELVES ACCESSORIES	080411	200DB	7.00	19C	300.		300.				300.
61	LIGHT FIXTURE	080411	200DB	7.00	19C	801.		801.				801.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
66	ACME CHEST	022611	200DB	7.00	19C	1,500.		1,500.				1,500.
67	ACME NIGHT STAND	022611	200DB	7.00	19C	840.		840.				840.
68	ACME ARMOIRE	022611	200DB	7.00	19C	1,550.		1,550.				1,550.
70	LIBERTY SHEAF BACK SIDE CH	022611	200DB	7.00	19C	1,410.		1,410.				1,410.
73	LIMITED EDITION PRINTS #142/540	062311	200DB	7.00	19C	1,710.		1,710.				1,710.
80	FLORAL ARRANGEMENTS	080411	200DB	7.00	19C	600.		600.				600.
81	CONSOLE TABLE	080411	200DB	7.00	19C	579.		579.				579.
86	WALL SCONCE	080411	200DB	7.00	19C	358.		358.				358.
89	FRAMED ART/LGSIDEDB	080411	200DB	7.00	19C	295.		295.				295.
91	LG SIDEBOARD ACCESSORIES	080411	200DB	7.00	19C	400.		400.				400.
92	FLORAL ARRANGEMENT	080411	200DB	7.00	19C	250.		250.				250.
94	FRAMED ART	080411	200DB	7.00	19C	400.		400.				400.
96	CELLING FIXTURE	080411	200DB	7.00	19C	281.		281.				281.
97	WALL SCONCE	080411	200DB	7.00	19C	266.		266.				266.
102	NIGHTSTAND	080411	200DB	7.00	19C	250.		250.				250.
112	LOUNGE CHAIR	080411	200DB	7.00	19C	250.		250.				250.
114	LOUNGE CHAIR	080411	200DB	7.00	19C	1,176.		1,176.				1,176.
117	BUILDING IMPROVEMENTS	041311	SL	27.50	19H	26,855.			26,855.			692.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
118	BUILDING IMPROVEMENTS	041311	SL	27.50	19H	880.			880.			23.
120	URNS	082911	200DB	7.00	19C	438.		438.				438.
122	CONSOLE TABLE	090711	200DB	7.00	19C	400.		400.				400.
123	MIRROR	090711	200DB	7.00	19C	299.		299.				299.
130	DINING CHAIRS	090711	200DB	7.00	19C	260.		260.				260.
132	POTTED TREE	090711	200DB	7.00	19C	690.		690.				690.
133	TABLE LAMPS	090711	200DB	7.00	19C	600.		600.				600.
134	B.I.SHOWER- 3RD FLBEDROOM	092311	200DB	5.00	19B	2,850.		2,850.				2,850.
135	B.I. VANITY BATH 3RD FLOOR	092311	200DB	5.00	19B	1,823.		1,823.				1,823.
136	BUILDING IMPROVEMENTS	062311	SL	27.50	19H	4,850.			4,850.			96.
137	BUILDING IMPROVEMENTS	110111	SL	27.50	19H	10,468.			10,468.			48.
139	CHAIRS	070111	200DB	7.00	19C	361.		361.				361.
147	LANDSCAPE ENHANCEMENT WORK	062011	SL	27.50	19H	13,500.			13,500.			266.
148	BLINDS	051711	200DB	5.00	19B	2,742.		2,742.				2,742.
	* 990-PF PG 1 TOTAL - HOUSE FURNISHING					108,799.		52,246.	56,553.	0.	0.	53,371.
	HOUSE FURNISHINGS- 14 FAIRVIEW											
149	BUILDING IMPROVEMENTS	041311	SL	27.50	19H	25,465.			25,465.			656.
157	ART	082911	200DB	7.00	19C	255.		255.				255.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2011 DEPRECIATION AND AMORTIZATION REPORT
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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
166	BUILDING IMPROVEMENTS	092311	SL	27.50	19H	28,250.			28,250.			300.
167	BLINDS	051711	200DB	5.00	19B	892.		892.				892.
168	BUILDING IMPROVEMENTS	110111	SL	27.50	19H	2,413.			2,413.			11.
	* 990-PF PG 1 TOTAL - HOUSE FURNISHING					57,275.		1,147.	56,128.	0.	0.	2,114.
	HOUSE FURNISHINGS-218 NORVA											
171	TENNESSEE TABLE & 6 CHAIRS (PKG)	031811	200DB	7.00	19C	825.		825.				825.
172	SIDE CHAIRS	031811	200DB	7.00	19C	517.		517.				517.
173	TABLE	031811	200DB	7.00	19C	307.		307.				307.
174	BED	031811	200DB	7.00	19C	1,000.		1,000.				1,000.
175	HEADBOARDS	031811	200DB	7.00	19C	481.		481.				481.
176	FOOTBOARDS	031811	200DB	7.00	19C	350.		350.				350.
178	SONOMA 5 SET	031811	200DB	7.00	19C	1,200.		1,200.				1,200.
179	ENGLANDER SONOMA	031811	200DB	7.00	19C	288.		288.				288.
180	ENGLANDER SONOMA	031811	200DB	7.00	19C	912.		912.				912.
181	SOFA	031811	200DB	7.00	19C	1,750.		1,750.				1,750.
182	CHAIRS	031811	200DB	7.00	19C	1,400.		1,400.				1,400.
183	ENTERTAINMENT CONSOLE	031811	200DB	7.00	19C	400.		400.				400.
184	TABLES	031811	200DB	7.00	19C	650.		650.				650.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2011 DEPRECIATION AND AMORTIZATION REPORT

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
185	TABLES	031811	200DB	7.00	19C	500.		500.				500.
186	CHESTS	031811	200DB	7.00	19C	600.		600.				600.
187	NIGHT STAND	031811	200DB	7.00	19C	975.		975.				975.
191	ASSORTED RUGS	031611	200DB	5.00	19B	260.		260.				260.
192	ASSORTED RUGS	022811	200DB	5.00	19B	780.		780.				780.
193	BUILDING IMPROVEMENTS	092311	SL	27.50	19H	26,990.			26,990.			286.
194	BUILDING IMPROVEMENTS	092311	SL	27.50	19H	26,500.			26,500.			281.
	* 990-PF PG 1 TOTAL - HOUSE FURNISHING COMPUTERS- OFFICE FURNITURE					66,685.		13,195.	53,490.	0.	0.	13,762.
195	HP 620 NOTEBOOK INTEL PENTIUM	040511	200DB	5.00	19B	1,078.		1,078.				1,078.
196	HP 500B DESKTOP PC PENTIUM	040511	200DB	5.00	19B	470.		470.				470.
197	SONIC WALL TZ100 FIREWALL	040511	200DB	7.00	19C	270.		270.				270.
199	DELL POWEREDGE SERVER	040511	200DB	5.00	19B	1,619.		1,619.				1,619.
200	DELL VOSTRO LAPTOP	070711	200DB	5.00	19B	5,880.		5,880.				5,880.
201	DELL VOSTRO DESKTOP	070711	200DB	5.00	19B	1,320.		1,320.				1,320.
	* 990-PF PG 1 TOTAL - COMPUTERS- OFFIC TELEPHONE- OFFICE FURNITURE					10,637.		10,637.	0.	0.	0.	10,637.
203	NEC DSX- 40 KEY SERVICE UNIT	031011	200DB	7.00	19C	612.		612.				612.

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(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2011 DEPRECIATION AND AMORTIZATION REPORT

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
206	NEC DSX- 40/80/160 INTRAMAIL	031011	200DB	7.00	19C	700.		700.				700.
207	NEC DSX- 34 BUTTON BACKLIT	031011	200DB	7.00	19C	1,985.		1,985.				1,985.
	* 990-PF PG 1 TOTAL - TELEPHONE- OFFIC					3,297.		3,297.	0.	0.	0.	3,297.
	LAND											
221	LAND - 107 WEST THIRD STREET	061511	L	27.50		156,330.			156,330.			0.
222	LAND - 218 NORVA	062711	L	27.50		91,774.			91,774.			0.
223	LAND - FAIRVIEW AVE	061511	L	27.50		142,517.			142,517.			0.
	* 990-PF PG 1 TOTAL - LAND					390,621.		0.	390,621.	0.	0.	0.
	* GRAND TOTAL 990-PF PG 1 DEPR					1653930.		118,067.	1535863.	0.	0.	140,011.

128102
05-01-11

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

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

SOURCE	AMOUNT
SMITH BARNEY ACCT 628-39692-17	325,150.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	325,150.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
MORGAN STANLEY CREDIT PARTNERS OFFSHORE FEEDER L.P.	29,157.	0.	29,157.
SMITH BARNEY ACCT 628-39692-17	180,106.	0.	180,106.
SMITH BARNEY ACCT 628-78763-19	61,053.	0.	61,053.
TOTAL TO FM 990-PF, PART I, LN 4	270,316.	0.	270,316.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
CLINICAL ASSESSMENT FEES	3,000.	0.	
PROGRAM FEES	14,666.	0.	
HOUSING	2,200.	0.	
MEALS	734.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	20,600.	0.	

FORM 990-PF LEGAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL	33,190.	8,298.		24,892.
TO FM 990-PF, PG 1, LN 16A	33,190.	8,298.		24,892.

FORM 990-PF ACCOUNTING FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	18,966.	4,742.		14,224.
TO FORM 990-PF, PG 1, LN 16B	18,966.	4,742.		14,224.

FORM 990-PF TAXES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FEDERAL TAX PAID	22,000.	0.		0.
FOREIGN TAX PAID	1,826.	1,826.		0.
PAYROLL TAX PAID	19,195.	0.		19,195.
REAL ESTATE TAX	23,945.	0.		23,945.
PERSONAL PROPERTY TAX	900.	0.		900.
TO FORM 990-PF, PG 1, LN 18	67,866.	1,826.		44,040.

FORM 990-PF OTHER EXPENSES STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT EXPENSES	36,968.	36,968.		0.
SUPPLIES	60,976.	0.		60,976.
MEALS AND ENTERTAINMENT	8,445.	0.		8,445.
RECRUITING	9,275.	0.		9,275.
SUBCONTRACTORS	2,220.	0.		2,220.
MAINTENANCE	27,088.	0.		27,088.
UTILITIES	6,975.	0.		6,975.
INSURANCE	49,042.	0.		49,042.
BANK SERVICE CHARGES	337.	0.		337.
COMPUTERS	5,551.	0.		5,551.
COMMUNICATION	10,157.	0.		10,157.
OTHER OPERATING EXPENSES	38,377.	0.		38,377.
TO FORM 990-PF, PG 1, LN 23	255,411.	36,968.		218,443.

FORM 990-PF CORPORATE STOCK STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SMITHBARNEY - STOCK	10,768,851.	10,671,501.
TOTAL TO FORM 990-PF, PART II, LINE 10B	10,768,851.	10,671,501.

FORM 990-PF CORPORATE BONDS STATEMENT 9

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SMITHBARNEY - BONDS	3,459,266.	3,352,145.
TOTAL TO FORM 990-PF, PART II, LINE 10C	3,459,266.	3,352,145.

FORM 990-PF OTHER INVESTMENTS STATEMENT 10

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
INVESTMENT IN MS CREDIT PARTNERS OFF FEEDER LP	COST	414,395.	402,552.
TOTAL TO FORM 990-PF, PART II, LINE 13		414,395.	402,552.

FORM 990-PF DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 11

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
BUILDING-107 WEST THIRD STREET	645,576.	12,716.	632,860.
BUILDING-14 FAIRVIEW AVE	162,305.	3,197.	159,108.
BUILDING-218 NORVA AVE	171,190.	3,372.	167,818.
OFFICE FURNITURE	7,145.	7,145.	0.
AUTOMOBILE	28,900.	28,900.	0.
OFFICE FURNITURE- COMPUTERS-SOFTWARE	500.	500.	0.
OFFICE FURNITURE- MISC	1,000.	1,000.	0.
OVAL TABLE	1,710.	1,710.	0.
FRENCH SIDEBOARD	1,433.	1,433.	0.
NEOCLASSIC SIDE TABLE	1,021.	1,021.	0.
TENNESSEE TABLE 7 SIX CHAIRS	825.	825.	0.
ENGLANDER SONOMA-5 SET	3,300.	3,300.	0.
LANE DALTON STATIONARY SOFA	1,750.	1,750.	0.
LANE DALTON STATIONARY SOFA	1,400.	1,400.	0.
LANE SURREY ENTERTAINMENT	400.	400.	0.
LANE SURREY COCKTAIL TABLE	650.	650.	0.
LANE SURREY END TABLE	500.	500.	0.
ACME QUEEN BED COMPLETE	2,750.	2,750.	0.
HEIDI CHAIR	1,312.	1,312.	0.
HEIDI CHAIR	1,312.	1,312.	0.
ORIENTAL RUG	908.	908.	0.
COCKTAIL TABLE	581.	581.	0.
BEDSIDE TABLE	428.	428.	0.
CONTINENTAL LAMP TABLE	437.	437.	0.
CHANCELLOR SOFA	4,724.	4,724.	0.
ARM CHAIR	399.	399.	0.
ARM CHAIR	399.	399.	0.
WALL SCONCE	358.	358.	0.
MANTLE ACCESSORIES	250.	250.	0.
SILK PLANT	300.	300.	0.
WALL CABINET	1,420.	1,420.	0.
BUILT IN SHELVES ACCESSORIES	300.	300.	0.
LIGHT FIXTURE	801.	801.	0.

ACME CHEST	1,500.	1,500.	0.
ACME NIGHT STAND	840.	840.	0.
ACME ARMOIRE	1,550.	1,550.	0.
LIBERTY SHEAF BACK SIDE CH	1,410.	1,410.	0.
LIMITED EDITION PRINTS #142/540	1,710.	1,710.	0.
FLORAL ARRANGEMENTS	600.	600.	0.
CONSOLE TABLE	579.	579.	0.
WALL SCONCE	358.	358.	0.
FRAMED ART/LGSIDEDB	295.	295.	0.
LG SIDEBOARD ACCESSORIES	400.	400.	0.
FLORAL ARRANGEMENT	250.	250.	0.
FRAMED ART	400.	400.	0.
CELLING FIXTURE	281.	281.	0.
WALL SCONCE	266.	266.	0.
NIGHTSTAND	250.	250.	0.
LOUNGE CHAIR	250.	250.	0.
LOUNGE CHAIR	1,176.	1,176.	0.
BUILDING IMPROVEMENTS	26,855.	692.	26,163.
BUILDING IMPROVEMENTS	880.	23.	857.
URNS	438.	438.	0.
CONSOLE TABLE	400.	400.	0.
MIRROR	299.	299.	0.
DINING CHAIRS	260.	260.	0.
POTTED TREE	690.	690.	0.
TABLE LAMPS	600.	600.	0.
B.I.SHOWER- 3RD FLBEDROOM	2,850.	2,850.	0.
B.I. VANITY BATH 3RD FLOOR	1,823.	1,823.	0.
BUILDING IMPROVEMENTS	4,850.	96.	4,754.
BUILDING IMPROVEMENTS	10,468.	48.	10,420.
CHAIRS	361.	361.	0.
LANDSCAPE ENHANCEMENT WORK	13,500.	266.	13,234.
BLINDS	2,742.	2,742.	0.
BUILDING IMPROVEMENTS	25,465.	656.	24,809.
ART	255.	255.	0.
BUILDING IMPROVEMENTS	28,250.	300.	27,950.
BLINDS	892.	892.	0.
BUILDING IMPROVEMENTS	2,413.	11.	2,402.
TENNESSEE TABLE & 6 CHAIRS (PKG)	825.	825.	0.
SIDE CHAIRS	517.	517.	0.
TABLE	307.	307.	0.
BED	1,000.	1,000.	0.
HEADBOARDS	481.	481.	0.
FOOTBOARDS	350.	350.	0.
SONOMA 5 SET	1,200.	1,200.	0.
ENGLANDER SONOMA	288.	288.	0.
ENGLANDER SONOMA	912.	912.	0.
SOFA	1,750.	1,750.	0.
CHAIRS	1,400.	1,400.	0.
ENTERTAINMENT CONSOLE	400.	400.	0.
TABLES	650.	650.	0.
TABLES	500.	500.	0.
CHESTS	600.	600.	0.

NIGHT STAND	975.	975.	0.
ASSORTED RUGS	260.	260.	0.
ASSORTED RUGS	780.	780.	0.
BUILDING IMPROVEMENTS	26,990.	286.	26,704.
BUILDING IMPROVEMENTS	26,500.	281.	26,219.
HP 620 NOTEBOOK INTEL PENTIUM	1,078.	1,078.	0.
HP 500B DESKTOP PC PENTIUM	470.	470.	0.
SONIC WALL TZ100 FIREWALL	270.	270.	0.
DELL POWEREDGE SERVER	1,619.	1,619.	0.
DELL VOSTRO LAPTOP	5,880.	5,880.	0.
DELL VOSTRO DESKTOP	1,320.	1,320.	0.
NEC DSX- 40 KEY SERVICE UNIT	612.	612.	0.
NEC DSX- 40/80/160 INTRAMAIL	700.	700.	0.
NEC DSX- 34 BUTTON BACKLIT	1,985.	1,985.	0.
LAND - 107 WEST THIRD STREET	156,330.	0.	156,330.
LAND - 218 NORVA	91,774.	0.	91,774.
LAND - FAIRVIEW AVE	142,517.	0.	142,517.
TOTAL TO FM 990-PF, PART II, LN 14	1,653,930.	140,011.	1,513,919.

FORM 990-PF OTHER LIABILITIES STATEMENT 12

DESCRIPTION	BOY AMOUNT	EOY AMOUNT
PAYROLL WITHHOLDING	864.	4,977.
TOTAL TO FORM 990-PF, PART II, LINE 22	864.	4,977.

FORM 990-PF EXPLANATION CONCERNING PART VII-A, LINE 8B STATEMENT 13

EXPLANATION

ON DEC. 12, 2008, THE DISTRICT OF COLUMBIA OFFICE OF TAX AND REVENUE ELIMINATED THE IRS FORM 990-PF FILING OBLIGATION.

A COPY OF THE 990-PF HAS BEEN PROVIDED TO THE ATTORNEY GENERAL OF MARYLAND.

FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS TRUSTEES AND FOUNDATION MANAGERS STATEMENT 14

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
SYLVAN C. HERMAN 1120 VERMONT AVENUE NW, SUITE 900 WASHINGTON, DC 20005	DIRECTOR/PRESIDENT 5.00	0.	0.	0.
C. RICHARD BEYDA 2000 L STREET NW, SUITE 675 WASHINGTON, DC 20036	DIRECTOR/SECRETARY 2.00	0.	0.	0.
ROBERT B. HERMAN 1120 VERMONT AVENUE NW, SUITE 900 WASHINGTON, DC 20005	DIRECTOR 0.50	0.	0.	0.
JAMES R. BEERS WATERGATE SOUTH #1004, 700 NEW HAMPSHIRE AVENUE NW WASHINGTON, DC 20037	DIRECTOR 1.00	0.	0.	0.
DR. STEVEN SHARFSTEIN SHEPPARD PRATT, 6501 N. CHARLES STREET BALTIMORE, MD 21204	DIRECTOR 0.50	2,500.	0.	0.
MATTHIAS B. BOWMAN CLINICAL TRIAL SOLUTIONS, 26 EAST WOODS LANE SCARSDALE, NY 10583	DIRECTOR 0.50	0.	0.	0.
DWAYNE HOLT 8219 LEESBURG PIKE, SUITE 800 VIENNA, VA 22182	DIRECTOR 1.00	0.	0.	0.
RICHARD F. LEVIN 2000 L STREET NW, SUITE 675 WASHINGTON, DC 20036	DIRECTOR 1.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		2,500.	0.	0.

Form **4562**

Department of the Treasury Internal Revenue Service (99)

Depreciation and Amortization 990-PF

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2011

Attachment Sequence No 179

Name(s) shown on return	Business or activity to which this form relates	Identifying number
THE SYLVAN C. HERMAN FOUNDATION, INC.	FORM 990-PF PAGE 1	20-3265230

Part I Election To Expense Certain Property Under Section 179 **Note:** *If you have any listed property, complete Part V before you complete Part I*

1	Maximum amount (see instructions)	1	500,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the **smaller** of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12 ▶	13	

Note: *Do not use Part II or Part III below for listed property Instead, use Part V*

Part II **Special Depreciation Allowance and Other Depreciation (Do not** include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	89,167.
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III **MACRS Depreciation (Do not** include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2011	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27 5 yrs.	MM	S/L	
	/	STATEMENT 15	27 5 yrs	MM	S/L	21,944.
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV **Summary** (See instructions.)

21	Listed property. Enter amount from line 28	21	28,900.
22	**Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	140,011.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V **Listed Property** (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete* **only** *24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.*

Section A - Depreciation and Other Information (Caution: *See the instructions for limits for passenger automobiles.*)

24a Do you have evidence to support the business/investment use claimed? [X] Yes [ ] No 24b If "Yes," is the evidence written? [X] Yes [ ] No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use						25	28,900.	
26 Property used more than 50% in a qualified business use:								
AUTOMOBILE	061511	100.00 %	28,900.		5.00	200DB-HY		
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1						28	28,900.	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1							29	

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
30 Total business/investment miles driven during the year (**do not** include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: *If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles*

Part VI **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year:					
43 Amortization of costs that began before your 2011 tax year				43	
44 **Total.** Add amounts in column (f). See the instructions for where to report				44	

FORM 4562 PART III - RESIDENTIAL RENTAL PROPERTY STATEMENT 15

(A) DESCRIPTION OF PROPERTY	(B) MO/YR	(C) BASIS	(G) DEDUCTION
BUILDING-107 WEST THIRD STREET	06/11	645,576.	12,716.
BUILDING-14 FAIRVIEW AVE	06/11	162,305.	3,197.
BUILDING-218 NORVA AVE	06/11	171,190.	3,372.
BUILDING IMPROVEMENTS	04/11	26,855.	692.
BUILDING IMPROVEMENTS	04/11	880.	23.
BUILDING IMPROVEMENTS	06/11	4,850.	96.
BUILDING IMPROVEMENTS	11/11	10,468.	48.
LANDSCAPE ENHANCEMENT WORK	06/11	13,500.	266.
BUILDING IMPROVEMENTS	04/11	25,465.	656.
BUILDING IMPROVEMENTS	09/11	28,250.	300.
BUILDING IMPROVEMENTS	11/11	2,413.	11.
BUILDING IMPROVEMENTS	09/11	26,990.	286.
BUILDING IMPROVEMENTS	09/11	26,500.	281.
TOTAL TO FORM 4562, PART III, LINE 19H		1,145,242.	21,944.

Form **8868** (Rev. January 2012)
Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

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

OMB No. 1545-1709

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

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

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

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

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

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

Type or print	Name of exempt organization or other filer, see instructions	Employer identification number (EIN) or
File by the due date for filing your return See instructions	THE SYLVAN C. HERMAN FOUNDATION, INC.	[X] 20-3265230
	Number, street, and room or suite no. If a P.O. box, see instructions. 1120 VERMONT AVENUE NW, NO. 900	Social security number (SSN) [ ]
	City, town or post office, state, and ZIP code. For a foreign address, see instructions WASHINGTON, DC 20005	

Enter the Return code for the return that this application is for (file a separate application for each return) 0 4

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

- The books are in the care of ▶ THE FOUNDATION 1120 VERMONT AVENUE NW SUITE 900 - WASHINGTON, DC 20005
  Telephone No ▶ 202-296-8366 FAX No. ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______. If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until AUGUST 15, 2012, to file the exempt organization return for the organization named above The extension is for the organization's return for:
▶ [X] calendar year 2011 or
▶ [ ] tax year beginning ______, and ending ______.

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

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	$ 35,136.
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	$ 17,636.
c	**Balance due.** Subtract line 3b from line 3a Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions	3c	$ 17,500.

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

LHA **For Privacy Act and Paperwork Reduction Act Notice, see Instructions.** Form **8868** (Rev. 1-2012)

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