Form **990-PF**

Department of the Treasury
Internal Revenue Service

# Return of Private Foundation
## or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation

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

OMB No. 1545-0052

**2011**

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

Name of foundation
LATO FAMILY FOUNDATION, INC.

A Employer identification number
20-5677633

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
S27 W29293 JENNIE COURT

B Telephone number (see instructions)
262 968-3403

City or town, state, and ZIP code
WAUKESHA, WI 53188

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)* ▶ $ 1,612,811

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

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

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

| | | | (a) Revenue and expenses per books | (b) Net investment income | (c) Adjusted net income | (d) Disbursements for charitable purposes (cash basis only) |
|---|---|---|---|---|---|---|
| Revenue | 1 | Contributions, gifts, grants, etc., received (attach schedule) | | | | |
| | 2 | Check ▶ ☐ if the foundation is **not** required to attach Sch. B | | | | |
| | 3 | Interest on savings and temporary cash investments | 149 | 149 | 149 | |
| | 4 | Dividends and interest from securities | 69,606 | 69,606 | 69,606 | |
| | 5a | Gross rents | | | | |
| | b | Net rental income or (loss) | | | | |
| | 6a | Net gain or (loss) from sale of assets not on line 10 | 134,121 | | | |
| | b | Gross sales price for all assets on line 6a 1,111,763 | | | | |
| | 7 | Capital gain net income (from Part IV, line 2) | | 134,121 | | |
| | 8 | Net short-term capital gain | | | 111,851 | |
| | 9 | Income modifications | | | | |
| | 10a | Gross sales less returns and allowances | | | | |
| | b | Less: Cost of goods sold | | | | |
| | c | Gross profit or (loss) (attach schedule) | | | | |
| | 11 | Other income (attach schedule) | | | | |
| | 12 | **Total.** Add lines 1 through 11 | 203,876 | 203,876 | 181,606 | |
| Operating and Administrative Expenses | 13 | Compensation of officers, directors, trustees, etc. | | | | |
| | 14 | Other employee salaries and wages | | | | |
| | 15 | Pension plans, employee benefits | | | | |
| | 16a | Legal fees (attach schedule) | | | | |
| | b | Accounting fees (attach schedule) | | | | |
| | c | Other professional fees (attach schedule) | | | | |
| | 17 | Interest | | | | |
| | 18 | Taxes (attach schedule) (see instructions) | | | | |
| | 19 | Depreciation (attach schedule) and depletion | | | | |
| | 20 | Occupancy | | | | |
| | 21 | Travel, conferences, and meetings | 6,398 | 6,398 | 6,398 | 6,398 |
| | 22 | Printing and publications | | | | |
| | 23 | Other expenses (attach schedule) | 46,209 | 46,209 | 46,209 | 46,209 |
| | 24 | **Total operating and administrative expenses.** Add lines 13 through 23 | 52,607 | 52,607 | 52,607 | 52,607 |
| | 25 | Contributions, gifts, grants paid | 220,495 | | | 220,495 |
| | 26 | **Total expenses and disbursements.** Add lines 24 and 25 | 273,102 | 52,607 | 52,607 | 273,102 |
| | 27 | Subtract line 26 from line 12: | | | | |
| | a | **Excess of revenue over expenses and disbursements** | -69,226 | | | |
| | b | **Net investment income** (if negative, enter -0-) | | 152,269 | | |
| | c | **Adjusted net income** (if negative, enter -0-) | | | 152,609 | |

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| **Part II** Balance Sheets — Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.) | | Beginning of year (a) Book Value | End of year (b) Book Value | (c) Fair Market Value |
|---|---|---|---|---|
| 1 | Cash—non-interest-bearing | | | |
| 2 | Savings and temporary cash investments | 369,131 | 81,844 | 81,844 |
| 3 | Accounts receivable ▶ | | | |
| | Less: allowance for doubtful accounts ▶ | | | |
| 4 | Pledges receivable ▶ | | | |
| | Less: allowance for doubtful accounts ▶ | | | |
| 5 | Grants receivable | | | |
| 6 | Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) | | | |
| 7 | Other notes and loans receivable (attach schedule) ▶ | | | |
| | Less: allowance for doubtful accounts ▶ | | | |
| 8 | Inventories for sale or use | | | |
| 9 | Prepaid expenses and deferred charges | | | |
| 10a | Investments—U.S. and state government obligations (attach schedule) | | | |
| b | Investments—corporate stock (attach schedule) | 1,685,055 | 1,906,737 | 1,530,967 |
| c | Investments—corporate bonds (attach schedule) | | | |
| 11 | Investments—land, buildings, and equipment: basis ▶ | | | |
| | Less: accumulated depreciation (attach schedule) ▶ | | | |
| 12 | Investments—mortgage loans | | | |
| 13 | Investments—other (attach schedule) | | | |
| 14 | Land, buildings, and equipment: basis ▶ | | | |
| | Less: accumulated depreciation (attach schedule) ▶ | | | |
| 15 | Other assets (describe ▶ ) | | | |
| 16 | **Total assets** (to be completed by all filers—see the instructions. Also, see page 1, item I) | 2,054,186 | 1,988,581 | 1,612,811 |
| 17 | Accounts payable and accrued expenses | 234 | | |
| 18 | Grants payable | 14,500 | 17,855 | |
| 19 | Deferred revenue | | | |
| 20 | Loans from officers, directors, trustees, and other disqualified persons | | | |
| 21 | Mortgages and other notes payable (attach schedule) | | | |
| 22 | Other liabilities (describe ▶ ) | | | |
| 23 | **Total liabilities** (add lines 17 through 22) | 14,234 | 17,855 | |
| | **Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.** | | | |
| 24 | Unrestricted | 2,039,952 | 1,970,726 | |
| 25 | Temporarily restricted | | | |
| 26 | Permanently restricted | | | |
| | **Foundations that do not follow SFAS 117, check here ▶ ☐ and complete lines 27 through 31.** | | | |
| 27 | Capital stock, trust principal, or current funds | | | |
| 28 | Paid-in or capital surplus, or land, bldg., and equipment fund | | | |
| 29 | Retained earnings, accumulated income, endowment, or other funds | | | |
| 30 | **Total net assets or fund balances** (see instructions) | 2,039,952 | 1,970,726 | |
| 31 | **Total liabilities and net assets/fund balances** (see instructions) | 2,054,186 | 1,988,581 | |

(Side labels: Assets — lines 1–16; Liabilities — lines 17–23; Net Assets or Fund Balances — lines 24–31)

## Part III Analysis of Changes in Net Assets or Fund Balances

| | | | |
|---|---|---|---|
| 1 | Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) | 1 | 2,039,952 |
| 2 | Enter amount from Part I, line 27a | 2 | -69,226 |
| 3 | Other increases not included in line 2 (itemize) ▶ | 3 | |
| 4 | Add lines 1, 2, and 3 | 4 | 1,970,726 |
| 5 | Decreases not included in line 2 (itemize) ▶ | 5 | |
| 6 | Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 | 6 | 1,970,726 |

## 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 | CHARLES SCHWAB CAPITAL GAIN DISTRIBUTIONS | P | VAR | VAR |
| b | CHARLES SCHWAB SHORT TERM CAPITAL GAINS - SEE STATEMENT | P | VAR | VAR |
| c | CHARLES SCHWAB LONG TERM CAPITAL GAINS - SEE STATEMENT | P | VAR | VAR |
| d | | | | |
| e | | | | |

| | (e) Gross sales price | (f) Depreciation allowed (or allowable) | (g) Cost or other basis plus expense of sale | (h) Gain or (loss) (e) plus (f) minus (g) |
|---|---|---|---|---|
| a | 7,862 | | 0 | 7,862 |
| b | 877,278 | | 773,289 | 103,989 |
| c | 226,623 | | 204,353 | 22,270 |
| d | | | | |
| e | | | | |

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

| | (i) F.M.V. as of 12/31/69 | (j) Adjusted basis as of 12/31/69 | (k) Excess of col (i) over col (j), if any | (l) Gains (Col. (h) gain minus col (k), but not less than -0-) or Losses (from col. (h)) |
|---|---|---|---|---|
| a | | | | |
| b | | | | |
| c | | | | |
| d | | | | |
| e | | | | |

| | | | |
|---|---|---|---|
| 2 | Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 } | 2 | 134,121 |
| 3 | Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8 . . . . . . . . . . . . . . . . . . . . . . . . . . . | 3 | 111,851 |

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☑ No
If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

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

| (a) Base period years Calendar year (or tax year beginning in) | (b) Adjusted qualifying distributions | (c) Net value of noncharitable-use assets | (d) Distribution ratio (col. (b) divided by col (c)) |
|---|---|---|---|
| 2010 | 300,717 | 1,983,124 | 0.151638 |
| 2009 | 283,391 | 1,808,774 | 0.156676 |
| 2008 | 66,197 | 949,641 | 0.069707 |
| 2007 | 68,113 | 1,186,426 | 0.057410 |
| 2006 | | | |

| | | | |
|---|---|---|---|
| 2 | **Total** of line 1, column (d) . . . . . . . . . . . . . . . . . . . . . . . . | 2 | 0.435431 |
| 3 | Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years . . . . . . | 3 | 0.108858 |
| 4 | Enter the net value of noncharitable-use assets for 2011 from Part X, line 5 . . . . . . | 4 | 1,920,800 |
| 5 | Multiply line 4 by line 3 . . . . . . . . . . . . . . . . . . . . . . . . | 5 | 209,094 |
| 6 | Enter 1% of net investment income (1% of Part I, line 27b) . . . . . . . . . . . | 6 | 1,523 |
| 7 | Add lines 5 and 6 . . . . . . . . . . . . . . . . . . . . . . . . . . | 7 | 210,617 |
| 8 | Enter qualifying distributions from Part XII, line 4 . . . . . . . . . . . . . . . . | 8 | 273,102 |

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 | 1,523 |
| c | All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b). | | |
| 2 | Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-) | 2 | |
| 3 | Add lines 1 and 2 | 3 | 1,523 |
| 4 | Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-) | 4 | |
| 5 | **Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0- | 5 | 1,523 |
| 6 | Credits/Payments: | | |
| a | 2011 estimated tax payments and 2010 overpayment credited to 2011 — 6a | | |
| b | Exempt foreign organizations—tax withheld at source — 6b | | |
| c | Tax paid with application for extension of time to file (Form 8868) — 6c — 2,000 | | |
| d | Backup withholding erroneously withheld — 6d | | |
| 7 | Total credits and payments. Add lines 6a through 6d | 7 | 2,000 |
| 8 | Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached | 8 | |
| 9 | **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶ | 9 | |
| 10 | **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶ | 10 | 477 |
| 11 | Enter the amount of line 10 to be: **Credited to 2012 estimated tax** ▶ 477 **Refunded** ▶ | 11 | |

## Part VII-A Statements Regarding Activities

| | | | Yes | No |
|---|---|---|---|---|
| 1a | During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign? | 1a | | ✓ |
| b | Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)? | 1b | | ✓ |
| | *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 | | ✓ |
| d | Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation. ▶ $ ________ **(2)** On foundation managers. ▶ $ ________ | | | |
| e | Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ ________ | | | |
| 2 | Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.* | 2 | | ✓ |
| 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 | | ✓ |
| 4a | Did the foundation have unrelated business gross income of $1,000 or more during the year? | 4a | | ✓ |
| b | If "Yes," has it filed a tax return on **Form 990-T** for this year? | 4b | | |
| 5 | Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.* | 5 | | ✓ |
| 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 | ✓ | |
| 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 | ✓ | |
| 8a | Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ WISCONSIN | | | |
| b | If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation* | 8b | ✓ | |
| 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 | | ✓ |
| 10 | Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses* | 10 | | ✓ |

**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 | | ✓ |
| 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 | | ✓ |
| 13 | Did the foundation comply with the public inspection requirements for its annual returns and exemption application? | | 13 | ✓ | |

Website address ▶ N/A

14 The books are in care of ▶ GARY J. LATO, Telephone no. ▶ 262 968-3403
Located at ▶ S27 W29293 JENNIE COURT, WAUKESHA, WI ZIP+4 ▶ 53188

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041**—Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the year ▶ 15

| | | | Yes | No |
|---|---|---|---|---|
| 16 | At any time during calendar year 2011, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? | 16 | | ✓ |
| | See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶ | | | |

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

**File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.**

| | | | | Yes | No |
|---|---|---|---|---|---|
| 1a | During the year did the foundation (either directly or indirectly): | | | | |
| | **(1)** Engage in the sale or exchange, or leasing of property with a disqualified person? | ☐ Yes ☑ No | | | |
| | **(2)** Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? | ☐ Yes ☑ No | | | |
| | **(3)** Furnish goods, services, or facilities to (or accept them from) a disqualified person? | ☐ Yes ☑ No | | | |
| | **(4)** Pay compensation to, or pay or reimburse the expenses of, a disqualified person? | ☐ Yes ☑ No | | | |
| | **(5)** Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? | ☐ Yes ☑ No | | | |
| | **(6)** Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) | ☐ Yes ☑ No | | | |
| b | If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? | | 1b | | |
| | 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 | | ✓ |
| 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 ▶ 20___, 20___, 20___, 20___ | | | | |
| b | Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see instructions.) | | 2b | | ✓ |
| c | If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ 20___, 20___, 20___, 20___ | | | | |
| 3a | Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? | ☐ Yes ☑ No | | | |
| b | If "Yes," did it have excess business holdings in 2011 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2011.)* | | 3b | | ✓ |
| 4a | Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? | | 4a | | ✓ |
| 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 | | ✓ |

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

| | | | | |
|---|---|---|---|---|
| **5a** | During the year did the foundation pay or incur any amount to: | | | |
| | **(1)** Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? | ☐ Yes ☑ No | | |
| | **(2)** Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? | ☐ Yes ☑ No | | |
| | **(3)** Provide a grant to an individual for travel, study, or other similar purposes? | ☐ Yes ☑ No | | |
| | **(4)** Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions) | ☐ Yes ☑ No | | |
| | **(5)** Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? | ☐ Yes ☑ No | | |
| **b** | If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? | | **5b** | |
| | Organizations relying on a current notice regarding disaster assistance check here ▶ ☐ | | | |
| **c** | If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? | ☐ Yes ☐ No | | |
| | *If "Yes," attach the statement required by Regulations section 53.4945–5(d).* | | | |
| **6a** | Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? | ☐ Yes ☑ No | | |
| **b** | Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? *If "Yes" to 6b, file Form 8870.* | | **6b** | ✓ |
| **7a** | At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? | ☐ Yes ☑ No | | |
| **b** | If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? | | **7b** | |

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

**1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).**

| (a) Name and address | (b) Title, and average hours per week devoted to position | (c) Compensation (If not paid, enter -0-) | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|---|---|---|---|
| JOAN M. LATO<br>S27 W29293 JENNIE COURT, WAUKESHA, WI 53188 | PRES 8 HOURS | 0 | 0 | 0 |
| GARY J. LATO<br>S27 W29293 JENNIE COURT, WAUKESHA, WI 53188 | VP/TREAS 20 HOURS | 0 | 0 | 0 |
| | | | | |
| | | | | |

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

| (a) Name and address of each employee paid more than $50,000 | (b) Title, and average hours per week devoted to position | (c) Compensation | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|---|---|---|---|
| NONE | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| **Total** number of other employees paid over $50,000 ▶ | | | | 0 |

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

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

| (a) Name and address of each person paid more than $50,000 | (b) Type of service | (c) Compensation |
|---|---|---|
| NONE | | |
| | | |
| | | |
| | | |
| | | |
| **Total** number of others receiving over $50,000 for professional services ▶ | | 0 |

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

| List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc | Expenses |
|---|---|
| 1 NONE | |
| 2 | |
| 3 | |
| 4 | |

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

| Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2. | Amount |
|---|---|
| 1 NONE | |
| 2 | |
| All other program-related investments. See instructions<br>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 | 1,880,296 |
| b | Average of monthly cash balances | 1b | 69,755 |
| c | Fair market value of all other assets (see instructions) | 1c | |
| d | **Total** (add lines 1a, b, and c) | 1d | 1,950,051 |
| e | Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e | | |
| 2 | Acquisition indebtedness applicable to line 1 assets | 2 | |
| 3 | Subtract line 2 from line 1d | 3 | 1,950,051 |
| 4 | Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions) | 4 | 29,251 |
| 5 | **Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4 | 5 | 1,920,800 |
| 6 | **Minimum investment return.** Enter 5% of line 5 | 6 | 96,040 |

**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 | 96,040 |
| 2a | Tax on investment income for 2011 from Part VI, line 5 | 2a | 1,523 | | |
| b | Income tax for 2011. (This does not include the tax from Part VI.) | 2b | | | |
| c | Add lines 2a and 2b | | | 2c | 1,523 |
| 3 | Distributable amount before adjustments. Subtract line 2c from line 1 | | | 3 | 94,517 |
| 4 | Recoveries of amounts treated as qualifying distributions | | | 4 | |
| 5 | Add lines 3 and 4 | | | 5 | 94,517 |
| 6 | Deduction from distributable amount (see instructions) | | | 6 | |
| 7 | **Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1 | | | 7 | 94,517 |

**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 | 273,102 |
| b | Program-related investments—total from Part IX-B | 1b | |
| 2 | Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes | 2 | |
| 3 | Amounts set aside for specific charitable projects that satisfy the: | | |
| a | Suitability test (prior IRS approval required) | 3a | |
| b | Cash distribution test (attach the required schedule) | 3b | |
| 4 | **Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4 | 4 | 273,102 |
| 5 | Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions) | 5 | 1,523 |
| 6 | **Adjusted qualifying distributions.** Subtract line 5 from line 4 | 6 | 271,579 |

**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 | | | | | 94,517 |
| 2 | Undistributed income, if any, as of the end of 2011: | | | | | |
| a | Enter amount for 2010 only | | | | 0 | |
| b | Total for prior years: 20___,20___,20___ | | | 0 | | |
| 3 | Excess distributions carryover, if any, to 2011: | | | | | |
| a | From 2006 | | | | | |
| b | From 2007 | 5,423 | | | | |
| c | From 2008 | 19,475 | | | | |
| d | From 2009 | 194,102 | | | | |
| e | From 2010 | 203,735 | | | | |
| f | **Total** of lines 3a through e | | 422,735 | | | |
| 4 | Qualifying distributions for 2011 from Part XII, line 4: ▶ $ 271,579 | | | | | |
| 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 | | | | | 94,517 |
| e | Remaining amount distributed out of corpus | | 599,797 | | | |
| 5 | Excess distributions carryover applied to 2011 *(If an amount appears in column (d), the same amount must be shown in column (a).)* | | 0 | | | |
| 6 | **Enter the net total of each column as indicated below:** | | | | | |
| a | Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 | | 599,797 | | | |
| 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 instructions | | | | 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) (see instructions) | | 0 | | | |
| 8 | Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions) | | 0 | | | |
| 9 | **Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a | | 599,797 | | | |
| 10 | Analysis of line 9: | | | | | |
| a | Excess from 2007 | 5,423 | | | | |
| b | Excess from 2008 | 19,475 | | | | |
| c | Excess from 2009 | 194,102 | | | | |
| d | Excess from 2010 | 203,735 | | | | |
| e | Excess from 2011 | 177,062 | | | | |

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

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

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

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

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

**1 Information Regarding Foundation Managers:**

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

NONE

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

NONE

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

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

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

JOAN M. LATO, S27 W29293 JENNIE COURT, WAUKESHA, WI 53188

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

NONE

**c** Any submission deadlines:

NONE

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

NONE

**Part XV Supplementary Information** (continued)

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

| Recipient<br>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* | | | | |
| SEE STATEMENT | | | | 220,495 |
| **Total** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ▶ 3a | | | | 220,495 |
| **b** *Approved for future payment* | | | | |
| **Total** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ▶ 3b | | | | |

## Part XVI-A Analysis of Income-Producing Activities

| Enter gross amounts unless otherwise indicated. | Unrelated business income | | Excluded by section 512, 513, or 514 | | (e) |
|---|---|---|---|---|---|
| | (a) Business code | (b) Amount | (c) Exclusion code | (d) Amount | Related or exempt function income (See instructions.) |
| 1 Program service revenue: | | | | | |
| a | | | | | |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| f | | | | | |
| g Fees and contracts from government agencies | | | | | |
| 2 Membership dues and assessments | | | | | |
| 3 Interest on savings and temporary cash investments | | | | | |
| 4 Dividends and interest from securities | | | | | |
| 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 | | | | | |
| 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) | | | | | |

13 **Total.** Add line 12, columns (b), (d), and (e) . . . . . . . . . . . . 13 N/A

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

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

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

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

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

**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 |
|---|---|---|
| | | |

**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: 11/9/12 Title: VICE PRESIDENT/TREASURER

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

**Paid Preparer Use Only**

| Print/Type preparer's name | Preparer's signature | Date | Check ☐ if self-employed | PTIN |
|---|---|---|---|---|
| PAUL A. PETITJEAN | [signature] | 11/3/12 | | P00636676 |
| Firm's name ▶ PAUL A. PETITJEAN, JD, CPA | | | Firm's EIN ▶ | |
| Firm's address ▶ 805 TALON TRAIL, BROOKFIELD, WI 53045 | | | Phone no. | |

LATO FAMILY FOUNDATION, INC
Form 990-PF
Year Ended December 31, 2011

Part XV, Supplemental Information
Line 3(a), Grants and Contributions Paid During the Year

| Recipient Name | Purpose of Grant | Amount |
|---|---|---|
| Association of Small Foundations | General Operations | $ 695 |
| In Medias Res | General Operations | 12,500 |
| Campus Crusade for Christ | General Operations | 4,200 |
| Global Development Services | General Operations | 5,000 |
| Redeemer Church of Annapolis | General Operations | 1,000 |
| Frontiers | General Operations | 3,600 |
| Intervarsity Christian Fellowship | General Operations | 7,000 |
| Fellowship of Christian Athletes | General Operations | 5,500 |
| Elmbrook Church | General Operations | 7,500 |
| Telling the Truth, Inc. | General Operations | 55,000 |
| Clapham Institute | General Operations | 72,000 |
| Time of Grace, Inc. | General Operations | 1,500 |
| John Jay Institute | General Operations | 20,000 |
| Ravencrest Chalet | General Operations | 5,000 |
| Rio Vista Community Church | General Operations | 1,000 |
| Youth For Christ | General Operations | 1,000 |
| Greater Gaililee Community Outreach | General Operations | 1,000 |
| Wedgewood Circle Institute | General Operations | 5,000 |
| The Philanthropy Roundtable | General Operations | 1,000 |
| Elmbrook Church | General Operations | 8,000 |
| Westbrook Church | General Operations | 1,000 |
| New City Church | General Operations | 1,000 |
| Pillar Community Church | General Operations | 1,000 |
| | | |
| Total Grants | | $220,495 |

**LATO FAMILY FOUNDATION, INC**
**Form 990-PF**
**Year Ended December 31, 2011**

**Part I, Supplemental Information**

Line 23, Other Expenses

| Other Expenses: | Amount |
|---|---|
| Legal & Professional | $ 800 |
| Eternity Investors, LLC | 42,000 |
| Federal Excise Taxes | 2,199 |
| Annual Report | 10 |
| Foreign Taxes Paid | 1,200 |
| Total Other Expenses | $46,209 |

# 2011 Year-End Schwab Gain/Loss Report

## Realized Gain or (Loss)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| ANNALY CAPITAL MGMT REIT: NLY | 700.0000 | 10/28/10 | 06/24/11 | $13,095.35 | $12,083.95 | $1,011 40 |
| **Security Subtotal** | | | | **$13,095.35** | **$12,083.95** | **$1,011.40** |
| ARROW ELECTRONICS INC: ARW | 1,000.0000 | 06/25/10 | 01/04/11 | $34,241.47 | $24,107.95 | $10,133.52 |
| **Security Subtotal** | | | | **$34,241.47** | **$24,107.95** | **$10,133.52** |
| BANK OF AMERICA CORP: BAC | 100.0000 | 11/24/10 | 02/22/11 | $1,421.61 | $1,123 31 | $298.30 |
| BANK OF AMERICA CORP: BAC | 500.0000 | 11/24/10 | 02/22/11 | $7,108 07 | $5,616 55 | $1,491.52 |
| BANK OF AMERICA CORP: BAC | 1,000 0000 | 11/24/10 | 02/22/11 | $14,216.13 | $11,231.59 | $2,984 54 |
| **Security Subtotal** | | | | **$22,745.81** | **$17,971.45** | **$4,774.36** |
| BIG LOTS INC· BIG | 100.0000 | 06/23/10 | 01/20/11 | $3,241.10 | $3,234 14 | $6.96 |
| BIG LOTS INC: BIG | 300.0000 | 06/23/10 | 01/20/11 | $9,722.40 | $9,702.41 | $19.99 |
| **Security Subtotal** | | | | **$12,963.50** | **$12,936.55** | **$26.95** |
| BOARDWALK PIPELINE PTNRS: BWP | 100.0000 | 12/07/10 | 03/21/11 | $3,174.16 | $3,035.98 | $138.18 |
| BOARDWALK PIPELINE PTNRS: BWP | 200.0000 | 12/07/10 | 03/21/11 | $6,348.31 | $6,071.97 | $276.34 |
| **Security Subtotal** | | | | **$9,522.47** | **$9,107.95** | **$414.52** |

charles SCHWAB

Schwab One® Account of
LATO FAMILY FOUNDATION, INC.

Report Period
January 1 - December 31, 2011

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| CANADIAN SOLAR INC F: CSIQ | 44.0000 | 01/11/11 | 02/22/11 | $680.51 | $615 91 | $64.60 |
| CANADIAN SOLAR INC F: CSIQ | 956.0000 | 01/11/11 | 02/22/11 | $14,784.29 | $13,382.04 | $1,402.25 |
| CANADIAN SOLAR INC F: CSIQ | 500.0000 | 01/14/11 | 02/22/11 | $7,732.37 | $6,973.45 | $758.92 |
| **Security Subtotal** | | | | **$23,197.17** | **$20,971.40** | **$2,225.77** |
| CBRE CLARION GLBL RE: IGR | 100.0000 | 04/15/11 | 09/30/11 | $679.49 | $812 50 | ($133.01) |
| CBRE CLARION GLBL RE: IGR | 300.0000 | 04/15/11 | 09/30/11 | $2,035.77 | $2,437.49 | ($401.72) |
| CBRE CLARION GLBL RE. IGR | 1,100.0000 | 04/15/11 | 09/30/11 | $7,466.70 | $8,937.46 | ($1,470.76) |
| **Security Subtotal** | | | | **$10,181.96** | **$12,187.45** | **($2,005.49)** |
| CHENIERE ENERGY PTNRS LP: CQP | 200.0000 | 12/03/10 | 03/21/11 | $3,668.95 | $3,853.58 | ($184 63) |
| CHENIERE ENERGY PTNRS LP· CQP | 300.0000 | 12/03/10 | 03/21/11 | $5,502.82 | $5,780.37 | ($277.55) |
| **Security Subtotal** | | | | **$9,171.77** | **$9,633.95** | **($462.18)** |
| CNO FINANCIAL GROUP INC: CNO | 2,000.0000 | 04/21/11 | 08/01/11 | $14,750.77 | $14,988.95 | ($238.18) |
| **Security Subtotal** | | | | **$14,750.77** | **$14,988.95** | **($238.18)** |
| COMPUTER SCIENCES CORP: CSC | 33.0000 | 12/03/10 | 01/20/11 | $1,744.15 | $1,546.11 | $198.04 |

# 2011 Year-End Schwab Gain/Loss Report

## Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| COMPUTER SCIENCES CORP: CSC | 467.0000 | 12/03/10 | 01/20/11 | $24,681.93 | $21,879.84 | $2,802.09 |
| **Security Subtotal** | | | | **$26,426.08** | **$23,425.95** | **$3,000.13** |
| FERRO CORP: FOE | 100.0000 | 01/03/11 | 04/05/11 | $1,730.44 | $1,527.79 | $202.65 |
| FERRO CORP: FOE | 100.0000 | 01/03/11 | 04/05/11 | $1,730.44 | $1,527 90 | $202 54 |
| FERRO CORP: FOE | 200 0000 | 01/03/11 | 04/05/11 | $3,461.08 | $3,055.59 | $405.49 |
| FERRO CORP: FOE | 600 0000 | 01/03/11 | 04/05/11 | $10,385.05 | $9,166.77 | $1,218 28 |
| FERRO CORP: FOE | 100 0000 | 01/11/11 | 04/05/11 | $1,730.94 | $1,441.08 | $289.86 |
| FERRO CORP: FOE | 100.0000 | 01/11/11 | 04/05/11 | $1,730.84 | $1,441.08 | $289.76 |
| FERRO CORP: FOE | 200 0000 | 01/11/11 | 04/05/11 | $3,461.08 | $2,882.15 | $578.93 |
| FERRO CORP: FOE | 300 0000 | 01/11/11 | 04/05/11 | $5,192.52 | $4,323.54 | $868 98 |
| **Security Subtotal** | | | | **$29,422.39** | **$25,365.90** | **$4,056.49** |
| HEWLETT-PACKARD COMPANY· HPQ | 400.0000 | 07/20/10 | 01/20/11 | $18,447.50 | $18,328.95 | $118.55 |
| **Security Subtotal** | | | | **$18,447.50** | **$18,328.95** | **$118.55** |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| HONDA MOTOR CO LTD ADR FSPONSORED ADR 1 ADR REP 1: HMC | 100 0000 | 04/05/11 | 05/03/11 | $3,885.21 | $3,473.14 | $412.07 |
| HONDA MOTOR CO LTD ADR FSPONSORED ADR 1 ADR REP 1: HMC | 100.0000 | 04/05/11 | 05/03/11 | $3,885.09 | $3,477.59 | $407.50 |
| HONDA MOTOR CO LTD ADR FSPONSORED ADR 1 ADR REP 1: HMC | 200.0000 | 04/05/11 | 05/03/11 | $7,770.25 | $6,955.18 | $815.07 |
| HONDA MOTOR CO LTD ADR FSPONSORED ADR 1 ADR REP 1: HMC | 200.0000 | 04/05/11 | 05/03/11 | $7,770.06 | $6,955.18 | $814.88 |
| HONDA MOTOR CO LTD ADR FSPONSORED ADR 1 ADR REP 1: HMC | 300.0000 | 04/05/11 | 05/03/11 | $11,655.10 | $10,419.11 | $1,235.99 |
| **Security Subtotal** | | | | **$34,965.71** | **$31,280.20** | **$3,685.51** |
| ISHARES MSCI CHILE INVESTABLE MARKET INDEX FUND: ECH | 200.0000 | 01/12/11 | 05/03/11 | $15,571.32 | $14,688 75 | $882.57 |
| **Security Subtotal** | | | | **$15,571.32** | **$14,688.75** | **$882.57** |
| ISHARES MSCI KOREA IDX KOREA INDEX FUND: EWY | 300.0000 | 12/03/10 | 05/03/11 | $20,500.43 | $17,147 65 | $3,352.78 |
| ISHARES MSCI KOREA IDX KOREA INDEX FUND: EWY | 100.0000 | 01/26/11 | 05/03/11 | $6,833.48 | $6,300.88 | $532.60 |

## 2011 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds: Average
All Other Investments. First In First Out [FIFO]

### Realized Gain or (Loss) (continued)

| **Short-Term** (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| ISHARES MSCI KOREA IDX KOREA INDEX FUND: EWY | 200.0000 | 01/26/11 | 05/03/11 | $13,667 40 | $12,601 77 | $1,065.63 |
| **Security Subtotal** | | | | **$41,001.31** | **$36,050.30** | **$4,951.01** |
| ISHARES MSCI TAIWAN INDXTAIWAN INDEX FUND: EWT | 1,600.0000 | 04/15/11 | 05/03/11 | $25,065 77 | $24,103.35 | $962 42 |
| **Security Subtotal** | | | | **$25,065.77** | **$24,103.35** | **$962.42** |
| ISHARES MSCI TURKEY IDX TURKEY INDEX FUND ETF: TUR | 200.0000 | 12/03/10 | 05/03/11 | $14,102.29 | $14,049.55 | $52 74 |
| ISHARES MSCI TURKEY IDX TURKEY INDEX FUND ETF: TUR | 200.0000 | 01/12/11 | 05/03/11 | $14,102.29 | $13,385.35 | $716.94 |
| ISHARES MSCI TURKEY IDX TURKEY INDEX FUND ETF: TUR | 400.0000 | 05/03/11 | 05/03/11 | $28,204.59 | $28,164.15 | $40 44 |
| **Security Subtotal** | | | | **$56,409.17** | **$55,599.05** | **$810.12** |
| JINKOSOLAR HLDG CO ADR FSPONSORED ADR 1 ADR REPS 4: JKS | 300.0000 | 11/23/10 | 02/22/11 | $8,862 16 | $7,637 95 | $1,224 21 |
| JINKOSOLAR HLDG CO ADR FSPONSORED ADR 1 ADR REPS 4: JKS | 300 0000 | 12/02/10 | 02/22/11 | $8,862.15 | $7,029 55 | $1,832 60 |
| **Security Subtotal** | | | | **$17,724.31** | **$14,667.50** | **$3,056.81** |



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## 2011 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

### Realized Gain or (Loss) (continued)

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| MICRON TECHNOLOGY INC: MU | 100 0000 | 07/08/10 | 02/11/11 | $1,128.71 | $858.66 | $270.05 |
| MICRON TECHNOLOGY INC· MU | 100.0000 | 07/08/10 | 02/11/11 | $1,128.71 | $858.66 | $270.05 |
| MICRON TECHNOLOGY INC: MU | 100.0000 | 07/08/10 | 02/11/11 | $1,128.71 | $858.69 | $270.02 |
| MICRON TECHNOLOGY INC: MU | 200.0000 | 07/08/10 | 02/11/11 | $2,257.41 | $1,717.29 | $540 12 |
| MICRON TECHNOLOGY INC: MU | 300.0000 | 07/08/10 | 02/11/11 | $3,386.12 | $2,575 99 | $810.13 |
| MICRON TECHNOLOGY INC: MU | 400.0000 | 07/08/10 | 02/11/11 | $4,514.83 | $3,434.66 | $1,080 17 |
| MICRON TECHNOLOGY INC: MU | 1,000 0000 | 10/20/10 | 02/11/11 | $11,287.07 | $7,578.95 | $3,708.12 |
| MICRON TECHNOLOGY INC: MU | 1,100 0000 | 12/03/10 | 02/11/11 | $12,415.77 | $8,697.85 | $3,717.92 |
| **Security Subtotal** | | | | **$37,247.33** | **$26,580.75** | **$10,666.58** |
| MONSANTO CO NEW DEL: MON | 100.0000 | 03/17/10 | 01/04/11 | $6,829.19 | $7,261.24 | ($432.05) |
| MONSANTO CO NEW DEL: MON | 300.0000 | 03/17/10 | 01/04/11 | $20,487.58 | $21,783.41 | ($1,295.83) |
| MONSANTO CO NEW DEL: MON | 100.0000 | 06/02/10 | 01/04/11 | $6,829.20 | $5,020.85 | $1,808.35 |
| **Security Subtotal** | | | | **$34,145.97** | **$34,065.50** | **$80.47** |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| NISSAN MOTOR SPON ADR F1 ADR REP 2 ORD: NSANY | 200.0000 | 03/25/11 | 05/03/11 | $3,868.65 | $3,360.98 | $507 67 |
| NISSAN MOTOR SPON ADR F1 ADR REP 2 ORD: NSANY | 400.0000 | 03/25/11 | 05/03/11 | $7,729.29 | $6,721.97 | $1,007.32 |
| NISSAN MOTOR SPON ADR F1 ADR REP 2 ORD: NSANY | 800.0000 | 04/01/11 | 05/03/11 | $15,458.59 | $14,120.95 | $1,337.64 |
| **Security Subtotal** | | | | **$27,056.53** | **$24,203.90** | **$2,852.63** |
| PNC FINL SERVICES GP INC: PNC | 300.0000 | 12/03/10 | 10/31/11 | $16,519.51 | $16,969.75 | ($450.24) |
| PNC FINL SERVICES GP INC: PNC | 100.0000 | 02/01/11 | 10/31/11 | $5,506 50 | $6,227.88 | ($721.38) |
| PNC FINL SERVICES GP INC: PNC | 200.0000 | 02/01/11 | 10/31/11 | $11,013.81 | $12,455.77 | ($1,441 96) |
| **Security Subtotal** | | | | **$33,039.82** | **$35,653.40** | **($2,613.58)** |
| POWERSHS DB MULTI SECTORPOWERSHS DB AGRICULTURE FUND: DBA | 1,000.0000 | 03/17/10 | 02/11/11 | $34,855.86 | $24,757.95 | $10,097.91 |
| POWERSHS DB MULTI SECTORPOWERSHS DB AGRICULTURE FUND: DBA | 400.0000 | 03/30/10 | 02/11/11 | $13,942.34 | $9,815.46 | $4,126.88 |
| POWERSHS DB MULTI SECTORPOWERSHS DB AGRICULTURE FUND: DBA | 600.0000 | 03/30/10 | 02/11/11 | $20,913.51 | $14,722.17 | $6,191.34 |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| POWERSHS DB MULTI SECTORPOWERSHS DB AGRICULTURE FUND: DBA | 700.0000 | 03/17/11 | 08/30/11 | $23,779.25 | $23,318.25 | $461 00 |
| **Security Subtotal** | | | | **$93,490.96** | **$72,613.83** | **$20,877.13** |
| SEAGATE TECHNOLOGY PLC F: STX | 1,500.0000 | 06/25/10 | 04/18/11 | $26,142 29 | $20,318.95 | $5,823.34 |
| SEAGATE TECHNOLOGY PLC F: STX | 500 0000 | 06/28/10 | 04/18/11 | $8,714 09 | $7,078.95 | $1,635.14 |
| **Security Subtotal** | | | | **$34,856.38** | **$27,397.90** | **$7,458.48** |
| STATOIL ASA ADR FSPONSORED ADR 1 ADR REPS 1: STO | 500.0000 | 06/02/10 | 03/04/11 | $13,796 75 | $10,178.45 | $3,618 30 |
| STATOIL ASA ADR FSPONSORED ADR 1 ADR REPS 1: STO | 500.0000 | 06/17/10 | 03/04/11 | $13,796.75 | $10,698.45 | $3,098 30 |
| STATOIL ASA ADR FSPONSORED ADR 1 ADR REPS 1: STO | 500.0000 | 07/08/10 | 03/04/11 | $13,796.76 | $10,103 95 | $3,692 81 |
| **Security Subtotal** | | | | **$41,390.26** | **$30,980.85** | **$10,409.41** |
| THE CHARLES SCHWAB CORP: SCHW | 1,000.0000 | 06/23/10 | 01/11/11 | $17,905.73 | $14,857.95 | $3,047.78 |
| THE CHARLES SCHWAB CORP: SCHW | 500.0000 | 06/25/10 | 01/11/11 | $8,952.87 | $7,368 45 | $1,584 42 |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

| Short-Term (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| THE CHARLES SCHWAB CORP: SCHW | 1,500.0000 | 02/01/11 | 02/22/11 | $28,508.50 | $27,682.45 | $826.05 |
| **Security Subtotal** | | | | **$55,367.10** | **$49,908.85** | **$5,458.25** |
| UNIVERSAL DISPLAY CORP: PANL | 100.0000 | 04/20/11 | 09/13/11 | $5,767.65 | $5,330.54 | $437.11 |
| UNIVERSAL DISPLAY CORP: PANL | 100.0000 | 04/20/11 | 09/13/11 | $5,769.95 | $5,330 54 | $439.41 |
| UNIVERSAL DISPLAY CORP: PANL | 200 0000 | 04/20/11 | 09/13/11 | $11,536.11 | $10,661.07 | $875.04 |
| **Security Subtotal** | | | | **$23,073.71** | **$21,322.15** | **$1,751.56** |
| VMWARE INC CL A CLASS A: VMW | 200 0000 | 03/24/11 | 04/20/11 | $19,345.08 | $15,850.09 | $3,494.99 |
| **Security Subtotal** | | | | **$19,345.08** | **$15,850.09** | **$3,494.99** |
| VULCAN MATERIALS COMPANY: VMC | 100.0000 | 06/23/10 | 02/22/11 | $4,503.32 | $4,693.78 | ($190.46) |
| VULCAN MATERIALS COMPANY: VMC | 100.0000 | 06/23/10 | 02/22/11 | $4,503.17 | $4,693.78 | ($190 61) |
| VULCAN MATERIALS COMPANY· VMC | 100.0000 | 06/23/10 | 02/22/11 | $4,503.07 | $4,693.79 | ($190.72) |
| **Security Subtotal** | | | | **$13,509.56** | **$14,081.35** | **($571.79)** |
| WINN DIXIE STORES NEW: WINN | 7.0000 | 06/25/10 | 05/18/11 | $61.59 | $70.97 | ($9.38) |
| WINN DIXIE STORES NEW. WINN | 93.0000 | 06/25/10 | 05/18/11 | $818.21 | $944 78 | ($126.57) |

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Schwab One® Account of
LATO FAMILY FOUNDATION, INC.

**Report Period**
**January 1 - December 31, 2011**

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| **Short-Term** (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| WINN DIXIE STORES NEW: WINN | 400.0000 | 06/25/10 | 05/18/11 | $3,519.17 | $4,059.58 | ($540.41) |
| WINN DIXIE STORES NEW: WINN | 500.0000 | 06/25/10 | 05/18/11 | $4,398.96 | $5,064.48 | ($665 52) |
| WINN DIXIE STORES NEW: WINN | 100.0000 | 10/26/10 | 05/18/11 | $879.79 | $684.23 | $195.56 |
| WINN DIXIE STORES NEW: WINN | 2,400.0000 | 10/26/10 | 05/18/11 | $21,115 03 | $16,424.59 | $4,690 44 |
| WINN DIXIE STORES NEW. WINN | 1,200 0000 | 11/29/10 | 05/18/11 | $10,557 51 | $7,772.95 | $2,784 56 |
| **Security Subtotal** | | | | **$41,350.26** | **$35,021.58** | **$6,328.68** |
| WISDOMTREE JAP SMCAP DIVJAPAN SMALLCAP DIVIDEND: DFJ | 100.0000 | 05/23/11 | 10/05/11 | $4,251.05 | $4,054.47 | $196 58 |
| WISDOMTREE JAP SMCAP DIVJAPAN SMALLCAP DIVIDEND: DFJ | 100.0000 | 05/23/11 | 10/05/11 | $4,249.54 | $4,054.48 | $195.06 |
| **Security Subtotal** | | | | **$8,500.59** | **$8,108.95** | **$391.64** |
| **Total Short-Term** | | | | **$877,277.38** | **$773,288.65** | **$103,988.73** |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| Long-Term | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| ABERDEEN ASIA PAC INCM: FAX | 2,000.0000 | 01/05/10 | 05/03/11 | $14,570.77 | $12,708.95 | $1,861.82 |
| **Security Subtotal** | | | | **$14,570.77** | **$12,708.95** | **$1,861.82** |
| ANNALY CAPITAL MGMT REIT: NLY | 800.0000 | 09/23/09 | 06/24/11 | $14,966.13 | $15,616.15 | ($650.02) |
| ANNALY CAPITAL MGMT REIT: NLY | 500.0000 | 09/24/09 | 06/24/11 | $9,353.83 | $9,518.45 | ($164.62) |
| ANNALY CAPITAL MGMT REIT: NLY | 1,000.0000 | 11/05/09 | 06/24/11 | $18,707.66 | $17,116.95 | $1,590 71 |
| **Security Subtotal** | | | | **$43,027.62** | **$42,251.55** | **$776.07** |
| E-TRADE FINANCIAL CP NEW: ETFC | 750.0000 | 05/29/09 | 02/11/11 | $13,407.51 | $10,658.95 | $2,748.56 |
| E-TRADE FINANCIAL CP NEW: ETFC | 365.4000 | 06/19/09 | 02/11/11 | $6,532.14 | $4,387.42 | $2,144.72 |
| E-TRADE FINANCIAL CP NEW: ETFC | 884.6000 | 06/19/09 | 02/11/11 | $15,813.71 | $10,621 53 | $5,192.18 |
| E-TRADE FINANCIAL CP NEW: ETFC | 500 0000 | 09/24/09 | 02/11/11 | $8,938.34 | $8,708.95 | $229.39 |
| E-TRADE FINANCIAL CP NEW: ETFC | 500.0000 | 11/03/09 | 02/11/11 | $8,938.32 | $7,208.95 | $1,729.37 |
| **Security Subtotal** | | | | **$53,630.02** | **$41,585.80** | **$12,044.22** |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 100.0000 | 05/19/09 | 12/19/11 | $4,491 32 | $4,031.17 | $460.15 |

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Schwab One® Account of
**LATO FAMILY FOUNDATION, INC.**

**Report Period**
**January 1 - December 31, 2011**

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

| **Long-Term** (continued) | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 100.0000 | 05/19/09 | 12/19/11 | $4,491.32 | $4,031 48 | $459 84 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 200.0000 | 06/17/09 | 12/19/11 | $8,982.64 | $7,956.95 | $1,025.69 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 200.0000 | 08/24/09 | 12/19/11 | $8,982.64 | $8,584 15 | $398.49 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 400 0000 | 09/01/09 | 12/19/11 | $17,965.27 | $16,239.35 | $1,725.92 |
| **Security Subtotal** | | | | **$44,913.19** | **$40,843.10** | **$4,070.09** |
| EXELON CORPORATION: EXC | 400 0000 | 08/24/09 | 07/19/11 | $17,347.99 | $20,616 15 | ($3,268.16) |
| EXELON CORPORATION: EXC | 400.0000 | 11/05/09 | 07/19/11 | $17,347 99 | $18,968.15 | ($1,620.16) |
| **Security Subtotal** | | | | **$34,695.98** | **$39,584.30** | **($4,888.32)** |
| FLEXTRONICS INTL LTD F: FLEX | 600.0000 | 11/05/09 | 02/22/11 | $4,970.80 | $4,244.98 | $725 82 |
| FLEXTRONICS INTL LTD F: FLEX | 900.0000 | 11/05/09 | 02/22/11 | $7,457.29 | $6,367.47 | $1,089.82 |
| **Security Subtotal** | | | | **$12,428.09** | **$10,612.45** | **$1,815.64** |

## 2011 Year-End Schwab Gain/Loss Report

### Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

| Long-Term (continued) | | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|---|
| ISHARES MSCI CHILE INDEX FUND: ECH | INVESTABLE MARKET | 300.0000 | 03/03/10 | 05/03/11 | $23,356.98 | $16,766.63 | $6,590.35 |
| **Security Subtotal** | | | | | **$23,356.98** | **$16,766.63** | **$6,590.35** |
| **Total Long-Term** | | | | | **$226,622.65** | **$204,352.78** | **$22,269.87** |
| **Total Realized Gain or (Loss)** | | | | | **$1,103,900.03** | **$977,641.43** | **$126,258.60** |

*Schwab has provided realized gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings. See Terms and Conditions*
*Option Customers: Realized gain/loss of underlying securities is adjusted to reflect the premiums of assigned or exercised options Please consult IRS publication 550, Investment Income and Expenses, for additional information on Options.*

## Understanding Your Year-End Schwab Gain/Loss Report

This page provides an explanation of the terms used in the Year-End Schwab Gain/Loss Report in the order in which they appear.

**Accounting Method:** The accounting method noted on the report is the one in effect on the last day of the rep calendar year. If you change your accounting method in the middle of a report period, you actually may have a mixed accounting method; however, the accounting method in effect at year-end will be the only method displayed. FIFO accounting (see definition below) is the default method for U.S. tax reporting purposes. Please consult your tax advisor to discuss this and alternative methods.
Single Category Average Cost: The average cost of all shares held in a mutual fund regardless of how long they are owned. This includes shares acquired with reinvested dividends. This method is available for mutual funds and is the method used for open-end funds in this report.
First In First Out (FIFO): The first investments acquired are the first investments sold. This is the "default" method for U.S. tax purposes. Taxpayers wishing to use another method should consult their tax advisors before executing any trade.
*Last In First Out (LIFO):* The last investments acquired are the first investments sold.
*High Cost:* Sell lots in order of highest unit cost to lowest unit cost. This will minimize gains and maximize losses.
*Low Cost:* Sell lots in order of lowest unit cost to highest unit cost. This will maximize gains and minimize losses.
*Tax Lot Optimizer:* A tax lot consists of one or more shares of a security purchased at the same price on the same day. Lots sold are selected in the following order.
1. *Short Term Losses:* Lots that reflect a short term loss are sold first, beginning with lots that generate the greatest short term loss down to the least short term loss
2. *Long Term Losses:* Lots that reflect a long term loss are sold, beginning with lots that generate the greatest long term loss down to the least long term loss
3. *Short Term No Gains or Losses:* Short term lots that reflect no gain or loss
4. *Long Term No Gains or Losses:* Long term lots that reflect no gain or loss
5. *Long Term Gains:* Long term lots that reflect no gain or loss
6. *Short Term Gains:* Lots that reflect a short term gain, beginning with lots that generate the least short term gain up to the greatest short term gain
*Specific ID:* The IRS allows taxpayers to specifically identify lots sold. Such identification should be made with the broker at the time of the trade, and the specific ID should be printed on the trade confirmation. An "m" on this report indicates that the account holder has used Specific ID and matched a sale against a particular lot held at the time of trade.

**Closing Transaction:** The fulfillment of a contract causing an existing investment to end. A sale could be closing transaction for a long position, and a purchase could be a closing position for a short position.

**Short-Term/Long-Term:** Gain or (loss) on the sale of a capital asset is labeled long-term if the property has been held for more than one year; it is labeled **short-term** if the property has been held for one year or less. Taxpayers must calculate their net capital gains and losses for each tax year. Favorable tax treatment is allowed to the extent there is a **net long-term** capital gain. Investors need to provide the appropriate purchase date on some investments for the system generating this report to properly determine the holding period For instance, absent notification to the contrary, the report assumes the purchase date is the date of transfer for investments transferred from another brokerage account. All transactions are displayed at the lot level. A **lot** is a single unit of shares of an investment that was acquired or opened on a specific trade date and at a specific trade time.

**Quantity/Par:** The number of shares for each lot within each investment position in the account. This is the number of shares for stocks and mutual funds; it is the number of contracts for options; and it is the face value bonds or notes. Fractional shares are rounded for display purposes on this report.

**Acquired/Opened:** The trade date, effective date or the date provided by the account holder for a particular lot. This date generally establishes the holding period of the lot. For short positions, the opening date is the date the short position is established (please consult your tax advisors regarding the holding period for short sales). Possible tax modifications of the holding period may be required for covered short positions. If no date is available, the field will be left blank.

**Sold/Closed:** The trade date, effective date or the date provided by the account holder. For long positions, the closing date is the date on which the long position is disposed. For short positions, the closing date is the date on which the short position is covered.

**Total Proceeds:** The amount received upon disposition of the holding less commissions and applicable fees.

**Cost Basis:** The amount paid for the lot including applicable commissions, fees and adjustments for corporate actions and return of capital payments. For Short Sales, while the position remains open, the proceeds appear in the Cost Basis column with a negative value. In the Realized Gain or (Loss) section, the Cost Basis is the amount paid to close the transaction and appears in the Cost Basis column. The proceeds will appear in the Total Proceeds column. For cash in your account, Cost Basis includes total cash less margin loan(s) outstanding at the time this report is printed Because it may include transactions which have not yet settled, please refer to your account statement for details

**Adjusted Cost Basis:** The amortized cost basis (for bonds bought at a premium) or the accreted cost basis (for bonds bought at a discount)

**Realized Gain or (Loss):** A realized gain or (loss) is shown when a closing transaction occurs in your account that requires recognition of a gain or loss. To determine the Realized Gain or (Loss) for a lot, the Cost Basis is subtracted from the Total Proceeds.

**Adjusted Realized Gain or (Loss):** The realized gain or (loss) that is calculated based on the Adjusted Cost Basis.

**Endnotes:** Lettered footnotes are placed next to items that required additional explanation. Footnotes are explained on the last page of the report.
e - Data for this holding has been edited or provided by the account holder
i - Value includes incomplete cost basis. If cost basis is not available for an investment, you may be able to provide updates.
m - A sale was matched against a particular lot held at the time of trade.
S - Short sale. Possible tax modifications of the holding period may be required for covered short positions.

**Disclaimer at bottom of each page of report**
Schwab has provided accurate realized gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings. If all data for a given investment is not available, the investment will not be listed here.

Option Customers: Realized gain/loss of underlying securities is adjusted to reflect the premiums of assigned or exercised options. Please consult IRS publication 550, Investment Income and Expenses, for additional information on Options.

## Income Summary

| | This Period | | Year to Date | |
|---|---|---|---|---|
| Income Summary | Federally Tax-Exempt | Federally Taxable | Federally Tax-Exempt | Federally Taxable |
| Money Funds Dividends | 0 00 | 11.62 | 0 00 | 149.37 |
| Cash Dividends | 0.00 | 11,376.36 | 0 00 | 62,463.57 |
| Total Capital Gains | 0 00 | 7,862.30 | 0 00 | 7,862.30 |
| Partnership Distributions | 0.00 | 0.00 | 0.00 | 3,943.50 |
| [redacted] | | | | |

## Investment Detail - Cash and Money Market Funds [Sweep]

| Cash | Market Value | % of Account Assets |
|---|---|---|
| Cash | 3,542.50 | <1% |
| [redacted] | | |

| Money Market Funds [Sweep] | Quantity | Market Price | Market Value | Current Yield | % of Account Assets |
|---|---|---|---|---|---|
| SCHWAB CASH RESERVES: SWSXX | 78,301.5800 | 1 0000 | 78,301.58 | 0.06% | 5% |
| [redacted] | | | | | |

[redacted]

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Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

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## Investment Detail - Equities

Accounting Method
Equities: First In First Out [FIFO]

| Equities | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **AGRIUM INC F** | **400.0000** | **67.1100** | **26,844.00** | **2%** | **(8,926.15)** | **0.16%** | **44.00** |
| SYMBOL: AGU | 100.0000 | 93 2995 | 9,329.95 | 01/14/11 | (2,618 95) | 351 | Short-Term |
| | 100.0000 | 86.4185 | 8,641.85 | 01/25/11 | (1,930 85) | 340 | Short-Term |
| | 200 0000 | 88.9917 | 17,798.35 | 04/15/11 | (4,376.35) | 260 | Short-Term |
| *Cost Basis* | | | *35,770 15* | | | | |
| **ALNYLAM PHARMACEUTICALS** | **1,700.0000** | **8.1500** | **13,855.00** | **<1%** | **(6,951.27)** | **0.00%** | **0.00** |
| SYMBOL: ALNY | 9.0000 | 13.6777 | 123 10 | 10/26/10 | (49 75) | 431 | Long-Term |
| | 91.0000 | 13.6387 | 1,241.13 | 10/26/10 | (499.48) | 431 | Long-Term |
| | 100.0000 | 13.6388 | 1,363.88 | 10/26/10 | (548.88) | 431 | Long-Term |
| | 100.0000 | 13.6488 | 1,364.88 | 10/26/10 | (549.88) | 431 | Long-Term |
| | 100.0000 | 13 6488 | 1,364.88 | 10/26/10 | (549.88) | 431 | Long-Term |
| | 100.0000 | 13 6688 | 1,366.88 | 10/26/10 | (551.88) | 431 | Long-Term |
| | 200.0000 | 13.6488 | 2,729.76 | 10/26/10 | (1,099.76) | 431 | Long-Term |
| | 100.0000 | 12.6075 | 1,260.75 | 11/02/10 | (445 75) | 424 | Long-Term |
| | 400.0000 | 12.6059 | 5,042.36 | 11/02/10 | (1,782.36) | 424 | Long-Term |
| | 100.0000 | 9 8979 | 989.79 | 11/23/10 | (174.79) | 403 | Long-Term |
| | 100.0000 | 9.8979 | 989 79 | 11/23/10 | (174.79) | 403 | Long-Term |
| | 300.0000 | 9.8969 | 2,969.07 | 11/23/10 | (524 07) | 403 | Long-Term |
| *Cost Basis* | | | *20,806.27* | | | | |
| **ALPINE GLOBAL PREMIER FD** | **10,000.0000** | **5.3000** | **53,000.00** | **3%** | **(8,095.55)** | **11.32%** | **6,000.00** |
| SYMBOL: AWP | 376.0000 | 7.0130 | 2,636.92 | 06/16/11 | (644.12) | 198 | Short-Term |
| | 2,524.0000 | 7 0130 | 17,701.03 | 06/16/11 | (4,323 83) | 198 | Short-Term |
| | 1,100.0000 | 7.2461 | 7,970.75 | 08/01/11 | (2,140.75) | 152 | Short-Term |
| | 2,000 0000 | 5.9644 | 11,928.95 | 09/21/11 | (1,328.95) | 101 | Short-Term |
| | 2,000.0000 | 5.4044 | 10,808.95 | 09/30/11 | (208.95) | 92 | Short-Term |
| | 2,000.0000 | 5 0244 | 10,048.95 | 10/05/11 | 551.05 | 87 | Short-Term |
| *Cost Basis* | | | *61,095.55* | | | | |

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity<br>Units Purchased | Market Price<br>Cost Per Share | Market Value<br>Cost Basis | % of Account Assets<br>Acquired | Unrealized Gain or (Loss) | Estimated Yield<br>Holding Days | Estimated Annual Income<br>Holding Period |
|---|---|---|---|---|---|---|---|
| **ALPINE TOTAL DYNAMIC FD** | **12,500.0000** | **4.3800** | **54,750.00** | **3%** | **(19,669.90)** | **15.06%** | **8,250.00** |
| SYMBOL: AOD | 1,200.0000 | 8.9974 | 10,796.95 | 01/05/10 | (5,540.95) | 725 | Long-Term |
| | 1,300.0000 | 5 3658 | 6,975.65 | 06/25/10 | (1,281.65) | 554 | Long-Term |
| | 2,000.0000 | 5.0434 | 10,086.95 | 06/28/10 | (1,326 95) | 551 | Long-Term |
| | 300.0000 | 5.6335 | 1,690.07 | 10/26/10 | (376.07) | 431 | Long-Term |
| | 2,200.0000 | 5 6435 | 12,415.88 | 10/26/10 | (2,779.88) | 431 | Long-Term |
| | 1,800.0000 | 5.6939 | 10,249.15 | 11/29/10 | (2,365.15) | 397 | Long-Term |
| | 3,700.0000 | 6 0014 | 22,205.25 | 06/21/11 | (5,999.25) | 193 | Short-Term |
| *Cost Basis* | | | *74,419 90* | | | | |
| **APPLE INC** | **200.0000** | **405.0000** | **81,000.00** | **5%** | **22,831.55** | **0.00%** | **0.00** |
| SYMBOL: AAPL | 50 0000 | 255 5990 | 12,779.95 | 05/28/10 | 7,470.05 | 582 | Long-Term |
| | 50 0000 | 253.1590 | 12,657.95 | 07/14/10 | 7,592.05 | 535 | Long-Term |
| | 100.0000 | 327.3055 | 32,730 55 | 04/15/11 | 7,769.45 | 260 | Short-Term |
| *Cost Basis* | | | *58,168.45* | | | | |
| **BLACKROCK INTL GROWTH TR** | **5,000.0000** | **7.1600** | **35,800.00** | **2%** | **(16,994.06)** | **18.99%** | **6,800.00** |
| SYMBOL BGY | 900.0000 | 10.3948 | 9,355.36 | 01/05/10 | (2,911.36) | 725 | Long-Term |
| | 200.0000 | 10.5571 | 2,111.43 | 10/26/10 | (679.43) | 431 | Long-Term |
| | 900.0000 | 10.5581 | 9,502.32 | 10/26/10 | (3,058.32) | 431 | Long-Term |
| | 100.0000 | 10 6749 | 1,067.49 | 11/29/10 | (351.49) | 397 | Long-Term |
| | 1,200.0000 | 10 6758 | 12,811.06 | 11/29/10 | (4,219.06) | 397 | Long-Term |
| | 1,200.0000 | 10.7734 | 12,928 15 | 12/02/10 | (4,336.15) | 394 | Long-Term |
| | 200 0000 | 10 0359 | 2,007.18 | 06/14/11 | (575 18) | 200 | Short-Term |
| | 300.0000 | 10.0369 | 3,011.07 | 06/14/11 | (863.07) | 200 | Short-Term |
| *Cost Basis* | | | *52,794.06* | | | | |
| **BROCADE COMMUNS SYS NEW** | **2,000.0000** | **5.1900** | **10,380.00** | **<1%** | **(2,887.33)** | **0.00%** | **0.00** |
| SYMBOL: BRCD | 100.0000 | 6.6343 | 663 43 | 06/21/11 | (144 43) | 193 | Short-Term |
| | 300.0000 | 6.6344 | 1,990.34 | 06/21/11 | (433.34) | 193 | Short-Term |
| | 1,600 0000 | 6.6334 | 10,613.56 | 06/21/11 | (2,309 56) | 193 | Short-Term |
| *Cost Basis* | | | *13,267.33* | | | | |

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CTCF5701-002282 84899



*G000022820410*

## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **CANADIAN SOLAR INC F** | **1,500.0000** | **2.6600** | **3,990.00** | **<1%** | **(10,702.73)** | **0.00%** | **0.00** |
| SYMBOL: CSIQ | 100.0000 | 9.7960 | 979.60 | 05/11/11 | (713.60) | 234 | Short-Term |
| | 200.0000 | 9.7958 | 1,959.17 | 05/11/11 | (1,427 17) | 234 | Short-Term |
| | 500.0000 | 9.7949 | 4,897.48 | 05/11/11 | (3,567 48) | 234 | Short-Term |
| | 700.0000 | 9.7949 | 6,856.48 | 05/11/11 | (4,994.48) | 234 | Short-Term |
| *Cost Basis* | | | *14,692 73* | | | | |
| **CORNING INC** | **1,500.0000** | **12.9800** | **19,470.00** | **1%** | **(9,979.90)** | **2.31%** | **450.00** |
| SYMBOL: GLW | 1,000 0000 | 19.5669 | 19,566.95 | 12/13/10 | (6,586.95) | 383 | Long-Term |
| | 500.0000 | 19.7659 | 9,882.95 | 04/08/11 | (3,392.95) | 267 | Short-Term |
| *Cost Basis* | | | *29,449.90* | | | | |
| **CYS INVESTMENTS INC** | **4,000.0000** | **13.1400** | **52,560.00** | **3%** | **3,024.44** | **15.22%** | **8,000.00** |
| SYMBOL: CYS | 200.0000 | 12 5630 | 2,512.60 | 06/21/11 | 115 40 | 193 | Short-Term |
| | 400.0000 | 12.5628 | 5,025.15 | 06/21/11 | 230.85 | 193 | Short-Term |
| | 700.0000 | 12.5634 | 8,794.43 | 06/21/11 | 403.57 | 193 | Short-Term |
| | 700.0000 | 12 5634 | 8,794.43 | 06/21/11 | 403.57 | 193 | Short-Term |
| | 2,000.0000 | 12 2044 | 24,408.95 | 07/29/11 | 1,871 05 | 155 | Short-Term |
| *Cost Basis* | | | *49,535.56* | | | | |
| **EATON VANCE RISK MANAGED** | **3,700.0000** | **10.4500** | **38,665.00** | **2%** | **(6,132.90)** | **12.22%** | **4,728.60** |
| SYMBOL: ETJ | 2,000.0000 | 12.1944 | 24,388.95 | 05/18/11 | (3,488 95) | 227 | Short-Term |
| | 1,700.0000 | 12 0052 | 20,408 95 | 06/15/11 | (2,643.95) | 199 | Short-Term |
| *Cost Basis* | | | *44,797.90* | | | | |
| **ENERPLUS CORP F** | **3,500.0000** | **25.3200** | **88,620.00** | **5%** | **15,684.33** | **8.25%** | **7,311.36** |
| SYMBOL: ERF | 40.0000 | 19.9710 | 798.84 | 08/21/09 | 213.96 | 862 | Long-Term |
| | 100.0000 | 19 9685 | 1,996.85 | 08/21/09 | 535.15 | 862 | Long-Term |
| | 300.0000 | 19.9660 | 5,989.81 | 08/21/09 | 1,606.19 | 862 | Long-Term |
| | 560.0000 | 19.9660 | 11,181.00 | 08/21/09 | 2,998.20 | 862 | Long-Term |
| | 200.0000 | 20.5731 | 4,114.62 | 08/24/09 | 949.38 | 859 | Long-Term |
| | 300 0000 | 20 5759 | 6,172.79 | 08/24/09 | 1,423.21 | 859 | Long-Term |
| | 500.0000 | 20.6250 | 10,312.50 | 08/24/09 | 2,347.50 | 859 | Long-Term |

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## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **ENERPLUS CORP F** | 200.0000 | 21 9473 | 4,389.47 | 11/03/09 | 674 53 | 788 | Long-Term |
| | 300.0000 | 21.9382 | 6,581.47 | 11/03/09 | 1,014.53 | 788 | Long-Term |
| | 500.0000 | 21 7994 | 10,899.71 | 01/27/10 | 1,760.29 | 703 | Long-Term |
| | 500.0000 | 20.9972 | 10,498.61 | 01/28/10 | 2,161.39 | 702 | Long-Term |
| *Cost Basis* | | | *72,935.67* | | | | |
| **EV TAX MAN GLB DIV EQTY** | **4,500.0000** | **8.2500** | **37,125.00** | **2%** | **(9,842.38)** | **13.78%** | **5,117.40** |
| SYMBOL: EXG | 800.0000 | 11.1448 | 8,915.91 | 01/05/10 | (2,315.91) | 725 | Long-Term |
| | 1,200.0000 | 9.4033 | 11,283.97 | 07/09/10 | (1,383.97) | 540 | Long-Term |
| | 2,500.0000 | 10.7070 | 26,767.50 | 11/02/10 | (6,142.50) | 424 | Long-Term |
| *Cost Basis* | | | *46,967.38* | | | | |
| **FORD MOTOR COMPANY NEW** | **4,500.0000** | **10.7600** | **48,420.00** | **3%** | **(3,885.37)** | **0.00%** | **0.00** |
| SYMBOL: F | 1,400.0000 | 11 0240 | 15,433.73 | 06/23/10 | (369.73) | 556 | Long-Term |
| | 1,000.0000 | 10.5579 | 10,557.95 | 06/25/10 | 202.05 | 554 | Long-Term |
| | 600 0000 | 10 1349 | 6,080.95 | 06/29/10 | 375.05 | 550 | Long-Term |
| | 600.0000 | 13 6539 | 8,192.35 | 10/20/10 | (1,736.35) | 437 | Long-Term |
| | 300.0000 | 13.3799 | 4,013.98 | 06/21/11 | (785 98) | 193 | Short-Term |
| | 600.0000 | 13.3773 | 8,026.41 | 06/21/11 | (1,570.41) | 193 | Short-Term |
| *Cost Basis* | | | *52,305.37* | | | | |
| **FREEPORT MCMORAN COPPER** | **500.0000** | **36.7900** | **18,395.00** | **1%** | **(6,683.50)** | **2.71%** | **500.00** |
| SYMBOL: FCX | 300.0000 | 51.1458 | 15,343.75 | 04/15/11 | (4,306.75) | 260 | Short-Term |
| | 200.0000 | 48.6737 | 9,734.75 | 05/18/11 | (2,376 75) | 227 | Short-Term |
| *Cost Basis* | | | *25,078.50* | | | | |

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Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

CTCF5701-002282 84901





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## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **FRONTIER COMMUNICATIONS** | **2,000.0000** | **5.1500** | **10,300.00** | **<1%** | **(6,345.28)** | **14.56%** | **1,500.00** |
| SYMBOL: FTR | 71.9324 | 7.6108 | 547.47 | 09/17/09 | (177.02) | 835 | Long-Term |
| | 168.0278 | 7.6114 | 1,278.93 | 09/17/09 | (413.59) | 835 | Long-Term |
| | 36.0059 | 7.4887 | 269.64 | 09/18/09 | (84.21) | 834 | Long-Term |
| | 60.0099 | 7 4889 | 449.41 | 09/18/09 | (140.36) | 834 | Long-Term |
| | 144.0238 | 7.5864 | 1,092.63 | 11/09/09 | (350.91) | 782 | Long-Term |
| | 620.0000 | 8.9600 | 5,555.25 | 11/29/10 | (2,362.25) | 397 | Long-Term |
| | 900.0000 | 8 2799 | 7,451.95 | 03/02/11 | (2,816.95) | 304 | Short-Term |
| *Cost Basis* | | | *16,645 28* | | | | |
| **GENWORTH FINANCIAL INC** | **1,500.0000** | **6.5500** | **9,825.00** | **<1%** | **(788.95)** | **0.00%** | **0.00** |
| SYMBOL: GNW | 1,500.0000 | 7.0759 | 10,613 95 | 08/04/11 | (788.95) | 149 | Short-Term |
| **GLADSTONE CAPITAL CORP** | **4,000.0000** | **7.6300** | **30,520.00** | **2%** | **(13,738.05)** | **11.00%** | **3,360.00** |
| SYMBOL: GLAD | 1,000.0000 | 11.0484 | 11,048.45 | 11/30/10 | (3,418.45) | 396 | Long-Term |
| | 200.0000 | 11.4854 | 2,297.09 | 12/03/10 | (771.09) | 393 | Long-Term |
| | 800.0000 | 11.5044 | 9,203.56 | 12/03/10 | (3,099.56) | 393 | Long-Term |
| | 2,000.0000 | 10.8544 | 21,708.95 | 05/18/11 | (6,448.95) | 227 | Short-Term |
| *Cost Basis* | | | *44,258.05* | | | | |
| **GMX RESOURCES INC** | **6,000.0000** | **1.2500** | **7,500.00** | **<1%** | **(29,289.58)** | **0.00%** | **0.00** |
| SYMBOL: GMXR | 200.0000 | 12 2335 | 2,446.70 | 11/05/09 | (2,196.70) | 786 | Long-Term |
| | 1,800 0000 | 12.2544 | 22,058 05 | 11/05/09 | (19,808.05) | 786 | Long-Term |
| | 1,000 0000 | 4.9279 | 4,927.95 | 12/03/10 | (3,677.95) | 393 | Long-Term |
| | 1,000.0000 | 2 5079 | 2,507.95 | 08/26/11 | (1,257.95) | 127 | Short-Term |
| | 100.0000 | 2.4243 | 242.43 | 09/12/11 | (117 43) | 110 | Short-Term |
| | 1,900.0000 | 2.4244 | 4,606.50 | 09/12/11 | (2,231.50) | 110 | Short-Term |
| *Cost Basis* | | | *36,789.58* | | | | |

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## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **GOOGLE INC CLASS A** | **50.0000** | **645.9000** | **32,295.00** | **2%** | **7,074.60** | **0.00%** | **0.00** |
| SYMBOL: GOOG | 20.0000 | 520.9675 | 10,419.35 | 05/27/11 | 2,498.65 | 218 | Short-Term |
| | 30.0000 | 493.3683 | 14,801.05 | 06/21/11 | 4,575 95 | 193 | Short-Term |
| *Cost Basis* | | | *25,220.40* | | | | |
| **INTL RECTIFIER CORP** | **600.0000** | **19.4200** | **11,652.00** | **<1%** | **(3,955.35)** | **0.00%** | **0.00** |
| SYMBOL: IRF | 100.0000 | 26.0039 | 2,600.39 | 06/21/11 | (658.39) | 193 | Short-Term |
| | 500.0000 | 26.0139 | 13,006.96 | 06/21/11 | (3,296.96) | 193 | Short-Term |
| *Cost Basis* | | | *15,607.35* | | | | |
| **INVESCO MORTGAGE CAPITAL** | **2,500.0000** | **14.0500** | **35,125.00** | **2%** | **(17,081.45)** | **18.50%** | **6,500.00** |
| SYMBOL: IVR | 2,500.0000 | 20.8825 | 52,206.45 | 06/21/11 | (17,081.45) | 193 | Short-Term |
| **JINKOSOLAR HLDG CO ADR F** | **600.0000** | **5.0000** | **3,000.00** | **<1%** | **(12,200.95)** | **0.00%** | **0.00** |
| SPONSORED ADR | 600.0000 | 25.3349 | 15,200.95 | 04/08/11 | (12,200.95) | 267 | Short-Term |
| 1 ADR REPS 4 ORD | | | | | | | |
| SYMBOL: JKS | | | | | | | |
| **MARVELL TECH GROUP LTD F** | **1,500.0000** | **13.8500** | **20,775.00** | **1%** | **(3,088.20)** | **0.00%** | **0.00** |
| SYMBOL· MRVL | 700 0000 | 15.4397 | 10,807.85 | 03/14/11 | (1,112 85) | 292 | Short-Term |
| | 800.0000 | 16.3191 | 13,055.35 | 04/07/11 | (1,975 35) | 268 | Short-Term |
| *Cost Basis* | | | *23,863.20* | | | | |
| **NEWPORT CORP** | **1,500.0000** | **13.6100** | **20,415.00** | **1%** | **(5,852.42)** | **0.00%** | **0.00** |
| SYMBOL: NEWP | 600.0000 | 18.0139 | 10,808.35 | 01/14/11 | (2,642.35) | 351 | Short-Term |
| | 258.0000 | 17.1699 | 4,429.85 | 04/07/11 | (918.47) | 268 | Short-Term |
| | 300.0000 | 17.1789 | 5,153.68 | 04/07/11 | (1,070.68) | 268 | Short-Term |
| | 342.0000 | 17.1799 | 5,875.54 | 04/07/11 | (1,220.92) | 268 | Short-Term |
| *Cost Basis* | | | *26,267.42* | | | | |
| **OSHKOSH CORP** | **500.0000** | **21.3800** | **10,690.00** | **<1%** | **(4,858.95)** | **0.00%** | **0.00** |
| SYMBOL. OSK | 500.0000 | 31.0979 | 15,548 95 | 07/08/10 | (4,858.95) | 541 | Long-Term |

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CTCF5701-002282 84903





*G000022820610*

## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **PHOTRONICS INC** | **2,500.0000** | **6.0800** | **15,200.00** | **<1%** | **(5,431.55)** | **0.00%** | **0.00** |
| SYMBOL: PLAB | 100.0000 | 8.2536 | 825 36 | 06/21/11 | (217.36) | 193 | Short-Term |
| | 700.0000 | 8.2525 | 5,776.81 | 06/21/11 | (1,520.81) | 193 | Short-Term |
| | 1,700.0000 | 8 2525 | 14,029 38 | 06/21/11 | (3,693.38) | 193 | Short-Term |
| *Cost Basis* | | | *20,631.55* | | | | |
| **PITNEY BOWES INC** | **1,000.0000** | **18.5400** | **18,540.00** | **1%** | **(7,156.95)** | **7.98%** | **1,480.00** |
| SYMBOL: PBI | 1,000.0000 | 25 6969 | 25,696.95 | 02/11/11 | (7,156.95) | 323 | Short-Term |
| **RIO TINTO PLC SPON ADR F** | **400.0000** | **48.9200** | **19,568.00** | **1%** | **(8,717.10)** | **0.00%** | **0.00** |
| SPONSORED ADR | 200.0000 | 69.6117 | 13,922.35 | 12/03/10 | (4,138.35) | 393 | Long-Term |
| 1 ADR REPS 1 ORD | 200.0000 | 71.8137 | 14,362.75 | 01/12/11 | (4,578 75) | 353 | Short-Term |
| SYMBOL. RIO | | | | | | | |
| *Cost Basis* | | | *28,285 10* | | | | |
| **SOUTHERN COPPER CORP** | **1,000.0000** | **30.1800** | **30,180.00** | **2%** | **(6,327.67)** | **9.27%** | **2,800.00** |
| SYMBOL: SCCO | 100.0000 | 36 5070 | 3,650.70 | 04/20/11 | (632.70) | 255 | Short-Term |
| | 100.0000 | 36 5080 | 3,650.80 | 04/20/11 | (632.80) | 255 | Short-Term |
| | 200.0000 | 36 5085 | 7,301.71 | 04/20/11 | (1,265.71) | 255 | Short-Term |
| | 300.0000 | 36 5069 | 10,952.07 | 04/20/11 | (1,898.07) | 255 | Short-Term |
| | 300.0000 | 36 5079 | 10,952 39 | 04/20/11 | (1,898.39) | 255 | Short-Term |
| *Cost Basis* | | | *36,507 67* | | | | |
| **SPRINT NEXTEL CORP** | **3,500.0000** | **2.3400** | **8,190.00** | **<1%** | **(8,055.45)** | **0.00%** | **0.00** |
| SYMBOL: S | 3,500.0000 | 4.6415 | 16,245 45 | 04/06/11 | (8,055.45) | 269 | Short-Term |

Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement



CTCF5701-002282 84904

## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

| Equities (continued) | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Estimated Yield / Holding Days | Estimated Annual Income / Holding Period |
|---|---|---|---|---|---|---|---|
| **SUPERVALU INC** | **2,500.0000** | **8.1200** | **20,300.00** | **1%** | **(8,541.93)** | **4.31%** | **875.00** |
| SYMBOL: SVU | 100.0000 | 12.0335 | 1,203.35 | 06/25/10 | (391 35) | 554 | Long-Term |
| | 1,100.0000 | 12.0364 | 13,240 10 | 06/25/10 | (4,308 10) | 554 | Long-Term |
| | 100.0000 | 11.0750 | 1,107.50 | 07/09/10 | (295.50) | 540 | Long-Term |
| | 100.0000 | 11.0752 | 1,107.52 | 07/09/10 | (295.52) | 540 | Long-Term |
| | 100.0000 | 11.0757 | 1,107.57 | 07/09/10 | (295.57) | 540 | Long-Term |
| | 100.0000 | 11.0760 | 1,107.60 | 07/09/10 | (295.60) | 540 | Long-Term |
| | 900.0000 | 11.0758 | 9,968.29 | 07/09/10 | (2,660.29) | 540 | Long-Term |
| *Cost Basis* | | | *28,841.93* | | | | |
| **TEVA PHARM INDS LTD ADRF** | **500.0000** | **40.3600** | **20,180.00** | **1%** | **(5,775.74)** | **0.00%** | **0.00** |
| SPONSORED ADR | 100.0000 | 52 7558 | 5,275.58 | 01/03/11 | (1,239.58) | 362 | Short-Term |
| 1 ADR REP 10 ORD | 200.0000 | 52 7588 | 10,551.77 | 01/03/11 | (2,479.77) | 362 | Short-Term |
| SYMBOL: TEVA | 100.0000 | 50.6397 | 5,063.97 | 03/24/11 | (1,027.97) | 282 | Short-Term |
| | 100.0000 | 50.6442 | 5,064.42 | 03/24/11 | (1,028.42) | 282 | Short-Term |
| *Cost Basis* | | | *25,955.74* | | | | |
| **THOMPSON CREEK METALS F** | **2,000.0000** | **6.9600** | **13,920.00** | **<1%** | **(12,091.90)** | **0.00%** | **0.00** |
| SYMBOL: TC | 800.0000 | 12.9901 | 10,392.15 | 12/03/10 | (4,824 15) | 393 | Long-Term |
| | 1,200.0000 | 13.0164 | 15,619.75 | 03/02/11 | (7,267.75) | 304 | Short-Term |
| *Cost Basis* | | | *26,011.90* | | | | |
| **WSTRN ASSET HIGH INCM II** | **2,500.0000** | **9.6400** | **24,100.00** | **1%** | **626.40** | **10.26%** | **2,475.00** |
| HIGH INCOME FUND II | 1,200.0000 | 9.3174 | 11,180.95 | 01/05/10 | 387.05 | 725 | Long-Term |
| SYMBOL: HIX | 1,300.0000 | 9.4558 | 12,292.65 | 07/14/10 | 239.35 | 535 | Long-Term |
| *Cost Basis* | | | *23,473.60* | | | | |

[redacted]

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Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement.

CTCF5701-002282 84905





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## Investment Detail - Equities (continued)

Accounting Method
Equities: First In First Out [FIFO]

*Estimated Annual Income ("EAI") and Estimated Yield ("EY") calculations are for informational purposes only. The actual income and yield might be lower or higher than the estimated amounts. EY is based upon EAI and the current price of the security and will fluctuate For certain types of securities, the calculations could include a return of principal or capital gains in which case EAI and EY would be overstated. EY and EAI are not promptly updated to reflect when an issuer has missed a regular payment or announced changes to future payments, in which case EAI and EY will continue to display at a prior rate*

## Investment Detail - Mutual Funds

Accounting Method
Mutual Funds: Average

| Equity Funds | Quantity | Market Price | Market Value | % of Account Assets | Average Cost Basis | Cost Basis | Unrealized Gain or (Loss) |
|---|---|---|---|---|---|---|---|
| ALGER SPECTRA FUND CL A ◊ SYMBOL: SPECX | 5,189.0410 | 11.8900 | 61,697.70 | 4% | 11.77 | 61,078.67 | 619 03 |
| ARTISAN INTL FUND ◊ SYMBOL: ARTIX | 4,274.5640 | 19.8300 | 84,764 60 | 5% | 33.24 | 142,095.79 | (57,331.19) |
| LAZARD EMRG MKTS PORT ◊ OPEN SHARE SYMBOL: LZOEX | 1,160.1990 | 17.2000 | 19,955.42 | 1% | 21.90 | 25,408.73 | (5,453.31) |
| LOOMIS SAYLES SMALL CAP ◊ VALUE FD CL R SYMBOL: LSCRX | 2,416.5290 | 25.9000 | 62,588.10 | 4% | 27.50 | 66,458 34 | (3,870.24) |
| PERKINS MID CAP VALUE FD ◊ CL T SYMBOL: JMM1Z | 4,609.3680 | 20.1900 | 93,063.14 | 6% | 24.58 | 113,281.18 | (20,218.04) |
| WASATCH LARGE CAP VALUE ◊ FD SYMBOL: FMIEX | 10,252.0950 | 13.1700 | 135,020.09 | 8% | 16.00 | 164,047.82 | (29,027.73) |

[redacted]

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement.

## Investment Detail - Other Assets

Accounting Method
Other Assets. First In First Out [FIFO]

| Other Assets | Quantity / Units Purchased | Market Price / Cost Per Share | Market Value / Cost Basis | % of Account Assets / Acquired | Unrealized Gain or (Loss) | Holding Days | Holding Period |
|---|---|---|---|---|---|---|---|
| **AMERICAN CAPITAL AGENCY** | **2,700.0000** | **28.0800** | **75,816.00** | **5%** | **(1,140.34)** | | |
| REITS | 600.0000 | 28 6844 | 17,210.69 | 06/24/11 | (362.69) | 190 | Short-Term |
| SYMBOL: AGNC | 1,400.0000 | 28.6834 | 40,156 86 | 06/24/11 | (844.86) | 190 | Short-Term |
| | 28.0000 | 28 0128 | 784 36 | 07/29/11 | 1 88 | 155 | Short-Term |
| | 672.0000 | 27.9827 | 18,804.43 | 07/29/11 | 65.33 | 155 | Short-Term |
| *Cost Basis* | | | *76,956.34* | | | | |
| **GLOBAL X FTSE ETF** | **500.0000** | **15.6350** | **7,817.50** | **<1%** | **(2,852.95)** | | |
| NORDIC REGION | 200.0000 | 21 3319 | 4,266 38 | 05/26/11 | (1,139.38) | 219 | Short-Term |
| SYMBOL: GXF | 300.0000 | 21.3469 | 6,404.07 | 05/26/11 | (1,713.57) | 219 | Short-Term |
| *Cost Basis* | | | *10,670.45* | | | | |
| **PROSHS ULTRASHORT LEHMAN** | **1,400.0000** | **18.0700** | **25,298.00** | **2%** | **(25,949.55)** | | |
| ULTRASHORT LEHMAN 20+ YEAR TREASURY SYMBOL: TBT | 1,400 0000 | 36.6053 | 51,247.55 | 04/20/11 | (25,949 55) | 255 | Short-Term |
| **SPDR S&P EMERGING ASIA** | **300.0000** | **65.9900** | **19,797.00** | **1%** | **(4,270.60)** | | |
| SYMBOL: GMF | 100.0000 | 68.7225 | 6,872.25 | 08/03/09 | (273.25) | 880 | Long-Term |
| | 200.0000 | 85.9767 | 17,195.35 | 01/12/11 | (3,997.35) | 353 | Short-Term |
| *Cost Basis* | | | *24,067.60* | | | | |

[redacted]

[redacted]

[redacted]

Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement.

CTCF5701-002282 84907





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## Realized Gain or (Loss)

Accounting Method
Mutual Funds: Average
All Other Securities: First In First Out [FIFO]

| Long Term | Quantity/Par | Acquired/ Opened | Sold/ Closed | Total Proceeds | Cost Basis | Realized Gain or (Loss) |
|---|---|---|---|---|---|---|
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 100 0000 | 05/19/09 | 12/19/11 | 4,491.32 | 4,031 17 | 460 15 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 100.0000 | 05/19/09 | 12/19/11 | 4,491.32 | 4,031.48 | 459.84 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 200.0000 | 06/17/09 | 12/19/11 | 8,982.64 | 7,956.95 | 1,025.69 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 200.0000 | 08/24/09 | 12/19/11 | 8,982.64 | 8,584.15 | 398 49 |
| ENERGY TRANSFER PARTNERSUNITS REP L P INTEREST: ETP | 400.0000 | 09/01/09 | 12/19/11 | 17,965.27 | 16,239.35 | 1,725.92 |
| [redacted] | | | | | | |

*Schwab has provided accurate realized gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings If all data for a given investment is not available, the investment will not be listed here.*
*Option Customers: Realized gain/loss of underlying securities is adjusted to reflect the premiums of assigned or exercised options Please consult IRS publication 550, Investment Income and Expenses, for additional information on Options*

## Transaction Detail - Purchases & Sales

### Equity Funds Activity

| Settle Date | Trade Date | Transaction | Description | Quantity | Unit Price | Total Amount |
|---|---|---|---|---|---|---|
| 12/15/11 | 12/15/11 | Reinvested Shares | ARTISAN INTL FUND: ARTIX | 62.5380 | 19.0200 | (1,189.48) |
| 12/20/11 | 12/20/11 | Reinvested Shares | ALGER SPECTRA FUND CL A: SPECX | 63.4510 | 11.8100 | (749.36) |
| 12/20/11 | 12/20/11 | Reinvested Shares | ALGER SPECTRA FUND CL A: SPECX | 27.8840 | 11.8100 | (329.31) |
| 12/22/11 | 12/22/11 | Reinvested Shares | PERKINS MID CAP VALUE FD CL T: JMM1Z | 312.1950 | 20.2100 | (6,309.47) |

## Transaction Detail - Purchases & Sales (continued)

### Equity Funds Activity (continued)

| Settle Date | Trade Date | Transaction | Description | Quantity | Unit Price | Total Amount |
|---|---|---|---|---|---|---|
| 12/22/11 | 12/22/11 | Reinvested Shares | PERKINS MID CAP VALUE FD CL T. JMM1Z | 65.8390 | 20 2100 | (1,330.61) |
| 12/28/11 | 12/28/11 | Reinvested Shares | LAZARD EMRG MKTS PORT OPEN SHARE: LZOEX | 31 4370 | 17.0300 | (535.38) |
| 12/28/11 | 12/28/11 | Reinvested Shares | LAZARD EMRG MKTS PORT OPEN SHARE: LZOEX | 30.9520 | 17.0300 | (527.11) |
| 12/28/11 | 12/28/11 | Reinvested Shares | WASATCH LARGE CAP VALUE FD: FMIEX | 43.9860 | 13.0800 | (575.34) |

[redacted]

### Other Assets Activity

| Settle Date | Trade Date | Transaction | Description | Quantity | Unit Price | Total Amount |
|---|---|---|---|---|---|---|
| 12/22/11 | 12/19/11 | Sold | ENERGY TRANSFER PARTNERS UNITS REP L P INTEREST: ETP | (1,000.0000) | 44.9230 | 44,913 19 |

[redacted]

[redacted]

## Transaction Detail - Deposits & Withdrawals

| Transaction Date | Process Date | Activity | Description | Location | Credit/(Debit) |
|---|---|---|---|---|---|
| 12/30/11 | 12/30/11 | Funds Paid | SCHWAB ONE CHECK 0209 | | (38,000.00) |
| 12/28/11 | 12/28/11 | Funds Paid | SCHWAB ONE CHECK 0210 | | (20,000.00) |
| 12/28/11 | 12/28/11 | Funds Paid | SCHWAB ONE CHECK 0211 | | (6,000.00) |
| 12/30/11 | 12/30/11 | Funds Paid | SCHWAB ONE CHECK 0212 | | (12,500 00) |

Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement



CTCF5701-002282 84909



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## Transaction Detail - Deposits & Withdrawals (continued)

| Transaction Date | Process Date | Activity | Description | Location | Credit/(Debit) |
|---|---|---|---|---|---|
| 12/29/11 | 12/29/11 | Funds Paid | SCHWAB ONE CHECK 0213 | | (1,500.00) |
| 12/28/11 | 12/28/11 | Funds Paid | SCHWAB ONE CHECK 0216 | | (5,000.00) |
| 12/29/11 | 12/29/11 | Funds Paid | SCHWAB ONE CHECK 0217 | | (7,500.00) |
| 12/30/11 | 12/30/11 | Funds Paid | SCHWAB ONE CHECK 0218 | | (4,200.00) |
| 12/27/11 | 12/27/11 | Funds Paid | SCHWAB ONE CHECK 0222 | | (2,556 10) |
| 12/20/11 | 12/20/11 | MoneyLink Txn | Tfr JPMORGAN CHASE BAN, THE ETERNITY INV | | (3,500 00) |
| [redacted] | | | | | |

The total deposits activity for the statement period was $0.00 The total withdrawals activity for the statement period was $100,756.10.

## Transaction Detail - Dividends & Interest (including Money Market Fund dividends reinvested)

| Transaction Date | Process Date | Activity | Description | Credit/(Debit) |
|---|---|---|---|---|
| 12/07/11 | 12/07/11 | Foreign Tax Paid | TEVA PHARM INDS LTD ADRF: TEVA | (21.49) |
| 12/07/11 | 12/07/11 | Qualified Dividend | TEVA PHARM INDS LTD ADRF: TEVA | 107.44 |
| 12/12/11 | 12/12/11 | Qualified Dividend | PITNEY BOWES INC PBI | 370 00 |
| 12/15/11 | 12/15/11 | Div For Reinvest | ARTISAN INTL FUND. ARTIX | 1,189 48 |
| 12/15/11 | 12/15/11 | Qualified Dividend | SUPERVALU INC: SVU | 218.75 |
| 12/16/11 | 12/16/11 | Qualified Dividend | CORNING INC: GLW | 112.50 |
| 12/20/11 | 12/20/11 | Sttm Cap Gn Rein | ALGER SPECTRA FUND CL A: SPECX | 329 31 |
| 12/20/11 | 12/20/11 | LT Cap Gain Rein | ALGER SPECTRA FUND CL A: SPECX | 749.36 |
| 12/20/11 | 12/20/11 | Qualified Dividend | ENERPLUS CORP F: ERF | 609 28 |
| 12/20/11 | 12/20/11 | Foreign Tax Paid | ENERPLUS CORP F: ERF | (91.39) |
| 12/22/11 | 12/22/11 | LT Cap Gain Rein | PERKINS MID CAP VALUE FD: JMM1Z | 6,309 47 |
| 12/22/11 | 12/22/11 | Div For Reinvest | PERKINS MID CAP VALUE FD: JMM1Z | 1,330.61 |
| 12/23/11 | 12/23/11 | Cash Dividend | WSTRN ASSET HIGH INCM II: HIX | 206 25 |
| 12/28/11 | 12/28/11 | Qualified Dividend | CYS INVESTMENTS INC: CYS | 2,000.00 |
| 12/28/11 | 12/28/11 | Div For Reinvest | LAZARD EMRG MKTS PORT. LZOEX | 535.38 |
| 12/28/11 | 12/28/11 | LT Cap Gain Rein | LAZARD EMRG MKTS PORT: LZOEX | 527 11 |
| 12/28/11 | 12/28/11 | Div For Reinvest | WASATCH LARGE CAP VALUE: FMIEX | 575.34 |

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

## Transaction Detail - Dividends & Interest (including Money Market Fund dividends reinvested) (continued)

| Transaction Date | Process Date | Activity | Description | Credit/(Debit) |
|---|---|---|---|---|
| 12/29/11 | 12/29/11 | Cash Dividend | SPDR S&P EMERGING ASIA: GMF | 362 40 |
| 12/29/11 | 12/29/11 | LT Cap Gain | SPDR S&P EMERGING ASIA: GMF | 276.36 |
| 12/30/11 | 12/30/11 | Cash Dividend | ALPINE GLOBAL PREMIER FD: AWP | 500.00 |
| 12/30/11 | 12/30/11 | Cash Dividend | ALPINE TOTAL DYNAMIC FD. AOD | 687 50 |
| 12/30/11 | 12/30/11 | Cash Dividend | BLACKROCK INTL GROWTH TR: BGY | 1,700 00 |
| 12/30/11 | 12/30/11 | Qualified Dividend | FRONTIER COMMUNICATIONS: FTR | 375.00 |
| 12/30/11 | 12/30/11 | Cash Dividend | GLADSTONE CAPITAL CORP· GLAD | 280 00 |
| 12/31/11 | 12/31/11 | Dividend | SCHWAB CASH RESERVES: SWSXX | 11.62 |

[redacted]

[redacted]

## Money Funds Detail

### SCHWAB CASH RESERVES Activity

| Settle Date | Transaction | Quantity | Unit Price | Purchase/Debit | Sale/Credit |
|---|---|---|---|---|---|
| **Opening # of Shares: 127,235.9200** | | | | | |
| 12/01/11 | Purchased | 2,746.8500 | 1.0000 | 2,746.85 | |
| 12/08/11 | Purchased | 85 9500 | 1.0000 | 85 95 | |
| 12/13/11 | Purchased | 370.0000 | 1.0000 | 370.00 | |
| 12/16/11 | Purchased | 218.7500 | 1 0000 | 218.75 | |
| 12/19/11 | Purchased | 112.5000 | 1.0000 | 112 50 | |
| 12/21/11 | Redeemed | 2,982.1100 | 1.0000 | | 2,982.11 |
| 12/23/11 | Purchased | 44,913.1900 | 1.0000 | 44,913.19 | |
| 12/27/11 | Purchased | 206.2500 | 1.0000 | 206.25 | |
| 12/27/11 | Redeemed | 2,556 1000 | 1.0000 | | 2,556.10 |
| 12/28/11 | Redeemed | 31,000.0000 | 1.0000 | | 31,000.00 |
| 12/29/11 | Purchased | 2,000.0000 | 1.0000 | 2,000.00 | |

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## Money Funds Detail (continued)

### SCHWAB CASH RESERVES Activity (continued)

| Settle Date | Transaction | Quantity | Unit Price | Purchase/Debit | Sale/Credit |
|---|---|---|---|---|---|
| 12/29/11 | Redeemed | 9,000.0000 | 1.0000 | | 9,000.00 |
| 12/30/11 | Purchased | 638.7600 | 1.0000 | 638.76 | |
| 12/30/11 | Redeemed | 54,700.0000 | 1.0000 | | 54,700.00 |
| 12/31/11 | Dividend | 11.6200 | 1.0000 | 11.62 | |

**Closing # of Shares: 78,301.5800**

[redacted]

*SCH CASH RESERVES Average Yield For The Most Recent Pay Period: 0.07%, 7-Day Yield 0.06%*

## Pending Corporate Actions

| | Transaction | Quantity | Payable Date | Rate per Share | Share Distribution | Cash Distribution |
|---|---|---|---|---|---|---|
| AMERICAN CAPITAL AGENCY | Cash Dividend | 2,700.0000 | 01/27/12 | 1.4000 | | 3,780.00 |
| INVESCO MORTGAGE CAPITAL | Qualified Dividend | 2,500.0000 | 01/27/12 | 0.6500 | | 1,625.00 |

[redacted]

*Pending transactions are not included in account value*

## Endnotes For Your Account

| Symbol | Endnote Legend |
|---|---|
| ◊ | Dividends paid on this security will be automatically reinvested. |
| f | 7-day yield: Annualized fund yield based on the average daily yield for the previous 7 days, assuming dividends are paid in cash and not reinvested. |

For information on how Schwab pays its representatives, go to http://aboutschwab.com/about/overview/compensation.html.

Schwab has provided accurate gain and loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement.



CTCF5701-002282 84912

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

# Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

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

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

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

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

**Enter filer's identifying number, see instructions**

| Type or print<br>File by the due date for filing your return. See instructions | Name of exempt organization or other filer, see instructions<br>LATO FAMILY FOUNDATION, INC. | Employer identification number (EIN) or<br>☐ 20-5677633 |
|---|---|---|
| | Number, street, and room or suite no. If a P.O. box, see instructions.<br>S27 W29293 JENNIE COURT | Social security number (SSN)<br>☐ |
| | City, town or post office, state, and ZIP code. For a foreign address, see instructions.<br>WAUKESHA, WI 53188 | |

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 ▶ GARY J. LATO

Telephone No. ▶ 262 968-3403 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 , 20 12 , to file the exempt organization return for the organization named above. The extension is for the organization's return for:
▶ ☑ calendar year 20 11 or
▶ ☐ tax year beginning ______ , 20 ___ , and ending ______ , 20 ___ .

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 | $ 2,000 |
| 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 | $ 0 |
| 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 | $ 2,000 |

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

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

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

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

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

**Enter filer's identifying number, see instructions**

| | | |
|---|---|---|
| **Type or print** | Name of exempt organization or other filer, see instructions. LATO FAMILY FOUNDATION, INC. | Employer identification number (EIN) or ☑ 20-5677633 |
| File by the due date for filing your return. See instructions | Number, street, and room or suite no If a P.O. box, see instructions S27 W29293 JENNIE COURT | Social security number (SSN) ☐ |
| | City, town or post office, state, and ZIP code For a foreign address, see instructions. WAUKESHA, WI 53188 | |

Enter the Return code for the return that this application is for (file a separate application for each return) . . . . . . . 04

| Application Is For | Return Code | Application Is For | Return Code |
|---|---|---|---|
| Form 990 | 01 | | |
| Form 990-BL | 02 | Form 1041-A | 08 |
| Form 990-EZ | 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 |

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

• The books are in the care of ▶ GARY J. LATO

Telephone No. ▶ 262 968-3403 FAX No. ▶

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

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

4 I request an additional 3-month extension of time until NOVEMBER 15 , 20 12 .

5 For calendar year 2011 , or other tax year beginning ______ , 20 ___ , and ending ______ , 20 ___ .

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

7 State in detail why you need the extension TAXPAYER REQUIRES ADDITIONAL TIME TO GATHER THE INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE RETURN BECAUSE IT IS STILL WAITING FOR FINAL GAIN AND LOSS CALCULATIONS FROM ITS INVESTMENT ADVISORS.

| | | | |
|---|---|---|---|
| **8a** | If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. | 8a | $ 2,000 |
| **b** | If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868. | 8b | $ 2,000 |
| **c** | **Balance due.** Subtract line 8b from line 8a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. | 8c | $ NONE |

**Signature and Verification must be completed for Part II only.**

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

Signature ▶ Paul A. Petel Title ▶ CPA Date ▶ 8/3/12