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

**2011**

Department of the Treasury  
Internal Revenue Service

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

For calendar year 2011 or tax year beginning

, and ending

Name of foundation <b>WALTER CHRISTIAN DEVELOPMENT FOUNDATION</b>		A Employer identification number <b>20-8481719</b>
Number and street (or P O box number if mail is not delivered to street address) <b>1100 LOUISIANA ST, SUITE 200</b>	Room/suite	B Telephone number <b>713-659-1221</b>
City or town, state, and ZIP code <b>HOUSTON, TX 77002</b>		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> Foreign organizations meeting the 85% test, 2. check here and attach computation <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ <b>25,217,897.</b>	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

Part I Analysis of Revenue and Expenses <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))</small>	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received	7,000,000.			
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments	16,145.	4,312.		STATEMENT 2
4 Dividends and interest from securities	381,145.	381,145.		STATEMENT 3
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	-16,859.			STATEMENT 1
b Gross sales price for all assets on line 6a <b>6,457,547.</b>				
7 Capital gain net income (from Part IV, line 2)		76,832.		
8 Net short-term capital gain				
9 Income modifications				
10a Gross sales less returns and allowances				
b Less Cost of goods sold				
c Gross profit or (loss)				
11 Other income	-13,118.	596.	0.	STATEMENT 4
12 Total. Add lines 1 through 11	7,367,313.	462,885.	0.	
13 Compensation of officers, directors, trustees, etc.	0.	0.	0.	0.
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees				
b Accounting fees				
c Other professional fees				
17 Interest				
18 Taxes <b>STMT 5</b>	13,826.	5,982.	0.	0.
19 Depreciation and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses <b>STMT 6</b>	46,361.	42,432.	0.	3,529.
24 Total operating and administrative expenses. Add lines 13 through 23	60,187.	48,414.	0.	3,529.
25 Contributions, gifts, grants paid	2,406,228.			2,406,228.
26 Total expenses and disbursements. Add lines 24 and 25	2,466,415.	48,414.	0.	2,409,757.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	4,900,898.			
b Net investment income (if negative, enter -0-)		414,471.		
c Adjusted net income (if negative, enter -0-)			0.	

G18 8

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		Beginning of year	End of year	
				(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing				
	2	Savings and temporary cash investments		1,548,894.	3,065,609.	3,065,609.
	3	Accounts receivable ▶ 12,181.				
		Less: allowance for doubtful accounts ▶		9,665.	12,181.	12,181.
	4	Pledges receivable ▶				
		Less: allowance for doubtful accounts ▶				
	5	Grants receivable				
	6	Receivables due from officers, directors, trustees, and other disqualified persons				
	7	Other notes and loans receivable ▶				
		Less: allowance for doubtful accounts ▶				
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges				
	10a	Investments - U.S. and state government obligations STMT 7		3,243,550.	2,410,608.	2,481,540.
	b	Investments - corporate stock STMT 8		8,821,186.	13,012,802.	14,728,153.
	c	Investments - corporate bonds STMT 9		533,881.	1,126,035.	1,145,224.
11	Investments - land, buildings, and equipment: basis ▶					
	Less: accumulated depreciation ▶					
12	Investments - mortgage loans					
13	Investments - other STMT 10		3,224,890.	2,655,729.	3,780,190.	
14	Land, buildings, and equipment: basis ▶					
	Less: accumulated depreciation ▶					
15	Other assets (describe ▶ ORGANIZATION COSTS )		5,000.	5,000.	5,000.	
16	<b>Total assets (to be completed by all filers)</b>		<b>17,387,066.</b>	<b>22,287,964.</b>	<b>25,217,897.</b>	
Liabilities	17	Accounts payable and accrued expenses				
	18	Grants payable				
	19	Deferred revenue				
	20	Loans from officers, directors, trustees, and other disqualified persons				
	21	Mortgages and other notes payable				
	22	Other liabilities (describe ▶ )				
23	<b>Total liabilities (add lines 17 through 22)</b>		<b>0.</b>	<b>0.</b>		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>					
	and complete lines 24 through 26 and lines 30 and 31.					
	24	Unrestricted				
	25	Temporarily restricted				
	26	Permanently restricted				
	Foundations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>					
	and complete lines 27 through 31.					
	27	Capital stock, trust principal, or current funds		0.	0.	
28	Paid-in or capital surplus, or land, bldg., and equipment fund		0.	0.		
29	Retained earnings, accumulated income, endowment, or other funds		17,387,066.	22,287,964.		
30	<b>Total net assets or fund balances</b>		<b>17,387,066.</b>	<b>22,287,964.</b>		
31	<b>Total liabilities and net assets/fund balances</b>		<b>17,387,066.</b>	<b>22,287,964.</b>		

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	17,387,066.
2	Enter amount from Part I, line 27a	2	4,900,898.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	22,287,964.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	<b>Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30</b>	6	<b>22,287,964.</b>

**Part IV Capital Gains and Losses for Tax on Investment Income**

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

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	3,278,354.		3,019,431.	258,923.
b	3,179,193.		3,361,284.	-182,091.
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			258,923.
b			-182,091.
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	76,832.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	3	N/A

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2010	1,346,846.	18,119,306.	.074332
2009	1,915,074.	12,503,396.	.153164
2008	1,833,557.	12,579,768.	.145754
2007	511,637.	9,326,816.	.054857
2006			

2	Total of line 1, column (d)	2	.428107
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	.107027
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	20,572,124.
5	Multiply line 4 by line 3	5	2,201,773.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	4,145.
7	Add lines 5 and 6	7	2,205,918.
8	Enter qualifying distributions from Part XII, line 4	8	2,409,757.

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 <input type="checkbox"/> 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 <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	4,145.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0.
3	Add lines 1 and 2	3	4,145.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0.
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	4,145.
6	Credits/Payments:		
6a	2011 estimated tax payments and 2010 overpayment credited to 2011	6a	12,000.
6b	Exempt foreign organizations - tax withheld at source	6b	
6c	Tax paid with application for extension of time to file (Form 8868)	6c	
6d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	12,000.
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	7,855.
11	Enter the amount of line 10 to be: Credited to 2012 estimated tax <input type="checkbox"/> 7,855.   Refunded <input checked="" type="checkbox"/> 0.	11	0.

**Part VII-A Statements Regarding Activities**

	Yes	No
1a		X
1b		X
1c		X
2		X
3		X
4a	X	
4b	X	
5		X
6	X	
7	X	
8a		
8b	X	
9		X
10	X	

STMT 11

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)			X
12	Did the foundation 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)			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ <u>N/A</u>	X		
14	The books are in care of ▶ <u>GAY WHITNEY</u> Telephone no. ▶ <u>713-756-1107</u> Located at ▶ <u>1100 LOUISIANA ST, SUITE 200, HOUSTON, TX</u> ZIP+4 ▶ <u>77002</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year ▶ <u>15</u> <u>N/A</u>			
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? See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶		Yes	No
				X

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

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

		Yes	No
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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6)	Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
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)? Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>	1b	X
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011?	1c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):		
a	At the end of tax year 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ _____, _____, _____		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.) <u>N/A</u>	2b	
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶ _____, _____, _____		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.) <u>N/A</u>	3b	
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2011?	4b	X

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

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

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

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?  Yes  No

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

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

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?  Yes  No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?  Yes  No  
 Organizations relying on a current notice regarding disaster assistance check here  N/A

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).  N/A

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?  Yes  No  
 If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?  Yes  No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?  Yes  No

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
JOSEPH CHARLES WALTER, III 1100 LOUISIANA ST, SUITE 200 HOUSTON, TX 77002	DESIGNATING TRUSTEE & TRUS	2.00	0.	0.
PAULA L. WALTER 1100 LOUISIANA ST, SUITE 200 HOUSTON, TX 77002	TRUSTEE	1.00	0.	0.
STEVEN D. ARNOLD 1100 LOUISIANA ST, SUITE 200 HOUSTON, TX 77002	TRUSTEE	1.00	0.	0.

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

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

Total number of other employees paid over \$50,000 0

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

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

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
		0

Total number of others receiving over \$50,000 for professional services

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

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

	Expenses
1 THE FOUNDATION'S CHARITABLE ACTIVITIES INVOLVE IMPROVING INDIVIDUAL LIVES IN SOCIETY THROUGH GRANTS TO CHRISTIAN-BASED ORGANIZATIONS. DURING 2011,	
2 A TOTAL OF 15 GRANTS WERE GIVEN TO SUCH ORGANIZATIONS.	0.
	0.
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

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

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	19,074,987.
b	Average of monthly cash balances	1b	1,810,418.
c	Fair market value of all other assets	1c	
d	<b>Total</b> (add lines 1a, b, and c)	1d	20,885,405.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	20,885,405.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	313,281.
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	20,572,124.
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	1,028,606.

**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	1,028,606.
2a	Tax on investment income for 2011 from Part VI, line 5	2a	4,145.
b	Income tax for 2011. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	4,145.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	1,024,461.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	1,024,461.
6	Deduction from distributable amount (see instructions)	6	0.
7	<b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	1,024,461.

**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	2,409,757.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	2,409,757.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	4,145.
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	2,405,612.

**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				1,024,461.
2 Undistributed income, if any, as of the end of 2011				
a Enter amount for 2010 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2011:				
a From 2006				
b From 2007	157,600.			
c From 2008	1,210,730.			
d From 2009	1,299,868.			
e From 2010	452,245.			
f Total of lines 3a through e	3,120,443.			
4 Qualifying distributions for 2011 from Part XII, line 4: ▶ \$ 2,409,757.				
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				1,024,461.
e Remaining amount distributed out of corpus	1,385,296.			
5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	4,505,739.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2010. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2011. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2012				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2006 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2012. Subtract lines 7 and 8 from line 6a	4,505,739.			
10 Analysis of line 9:				
a Excess from 2007	157,600.			
b Excess from 2008	1,210,730.			
c Excess from 2009	1,299,868.			
d Excess from 2010	452,245.			
e Excess from 2011	1,385,296.			

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

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

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

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

---

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

---

- c** Any submission deadlines:

---

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

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**Part XV** Supplementary Information (continued)

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

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
<p><b>a</b> <i>Paid during the year</i></p> <p>SEE ATTACHMENT F</p>				2,406,228.
<b>Total</b>			▶ <b>3a</b>	2,406,228.
<p><b>b</b> <i>Approved for future payment</i></p> <p>NONE</p>				
<b>Total</b>			▶ <b>3b</b>	0.





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

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

OMB No 1545-0047

**2011**

Name of the organization

Employer identification number

WALTER CHRISTIAN DEVELOPMENT FOUNDATION

20-8481719

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

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

Form 990-PF

 501(c)(3) exempt private foundation 4947(a)(1) nonexempt charitable trust treated as a private foundation 501(c)(3) taxable private foundationCheck if your organization is covered by the **General Rule** or a **Special Rule**.**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.**General Rule** For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II.**Special Rules** For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II. For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III. For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year. ▶ \$ \_\_\_\_\_**Caution.** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF. Schedule B (Form 990, 990-EZ, or 990-PF) (2011)

Name of organization <b>WALTER CHRISTIAN DEVELOPMENT FOUNDATION</b>	Employer identification number <b>20-8481719</b>
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**Part I Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	J.C. WALTER, III <hr/> 1100 LOUISIANA ST, SUITE 200 <hr/> HOUSTON, TX 77002 <hr/>	\$ 7,000,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization <b>WALTER CHRISTIAN DEVELOPMENT FOUNDATION</b>	Employer identification number <b>20-8481719</b>
--	---

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

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____
	<div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div> <div style="border-bottom: 1px solid black; margin-bottom: 2px;"> </div>	\$ _____	_____

Name of organization <b>WALTER CHRISTIAN DEVELOPMENT FOUNDATION</b>	Employer identification number <b>20-8481719</b>
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**Part III** *Exclusively* religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations that total more than \$1,000 for the year. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this information once) ▶ \$ \_\_\_\_\_  
Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
<b>Transferee's name, address, and ZIP + 4</b>		<b>Relationship of transferor to transferee</b>	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
<b>Transferee's name, address, and ZIP + 4</b>		<b>Relationship of transferor to transferee</b>	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
<b>Transferee's name, address, and ZIP + 4</b>		<b>Relationship of transferor to transferee</b>	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
<b>Transferee's name, address, and ZIP + 4</b>		<b>Relationship of transferor to transferee</b>	

FORM 990-PF GAIN OR (LOSS) FROM SALE OF ASSETS STATEMENT 1

(A) DESCRIPTION OF PROPERTY	(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) MANNER ACQUIRED DEPREC.	(F) DATE ACQUIRED GAIN OR LOSS	DATE SOLD
SEE ATTACHMENT E				PURCHASED	VARIOUS	VARIOUS
	3,278,354.	3,113,122.	0.	0.	165,232.	

(A) DESCRIPTION OF PROPERTY	(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) MANNER ACQUIRED DEPREC.	(F) DATE ACQUIRED GAIN OR LOSS	DATE SOLD
SEE ATTACHMENT E				PURCHASED	VARIOUS	VARIOUS
	3,179,193.	3,361,284.	0.	0.	-182,091.	

CAPITAL GAINS DIVIDENDS FROM PART IV						0.
TOTAL TO FORM 990-PF, PART I, LINE 6A						-16,859.

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 2

SOURCE	AMOUNT
VARIOUS	16,145.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	16,145.



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**FORM 990-PF                      U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS                      STATEMENT    7**


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DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
GOVERNMENT SECURITIES - SEE ATTACHMENT C	X		985,597.	1,014,726.
MUNICIPAL BONDS - SEE ATTACHMENT D		X	1,425,011.	1,466,814.
TOTAL U.S. GOVERNMENT OBLIGATIONS			985,597.	1,014,726.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS			1,425,011.	1,466,814.
TOTAL TO FORM 990-PF, PART II, LINE 10A			2,410,608.	2,481,540.

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**FORM 990-PF                      CORPORATE STOCK                      STATEMENT    8**


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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE STOCK - SEE ATTACHMENT A	13,012,802.	14,728,153.
TOTAL TO FORM 990-PF, PART II, LINE 10B	13,012,802.	14,728,153.

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**FORM 990-PF                      CORPORATE BONDS                      STATEMENT    9**


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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS- SEE ATTACHMENT B	1,126,035.	1,145,224.
TOTAL TO FORM 990-PF, PART II, LINE 10C	1,126,035.	1,145,224.

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


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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
ENTERPRISE PRODUCTS PARTNERS	FMV	47,154.	185,520.
PLAINS ALL AMERICAN	FMV	33,488.	73,450.
CALUMET SPECIALTY PRODUCTS	FMV	60,014.	100,800.
NUVEEN QUAL PREF INC 3 FUND	FMV	0.	0.
ISHARES MSCI HONG KONG	FMV	172,985.	154,700.

WALTER CHRISTIAN DEVELOPMENT FOUNDATION

20-8481719

POWERSHARES QQQ TR UNITS	FMV	117,050.	139,575.
MIDCAP SPDR	FMV	992,960.	1,355,665.
STANDARD & POORS	FMV	821,381.	1,004,000.
ISHARES MSCI AUSTRALIA	FMV	206,397.	214,400.
ISHARES MSCI SINGAPORE	FMV	48,155.	54,150.
POWERSHARES EXCH TRADED	FMV	72,134.	58,830.
ENBRIDGE ENERGY PARTNERS, LP	FMV	47,476.	199,140.
WILLIAMS PARTNER, LP	FMV	36,535.	239,960.
TOTAL TO FORM 990-PF, PART II, LINE 13		2,655,729.	3,780,190.

FORM 990-PF

LIST OF SUBSTANTIAL CONTRIBUTORS  
PART VII-A, LINE 10

STATEMENT 11

NAME OF CONTRIBUTOR

ADDRESS

JOSEPH C. WALTER III

1100 LOUISIANA ST, SUITE 200  
HOUSTON, TX 77002

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

Quantity	Description	Contributed Book Value	FMV at date Contributed	BOOKS	
				End of Year Book Value	FMV
<b>Investments-Corporate Stock</b>					
995	Abbott Labs			50,264	55,949
188	Abbott Labs			9,318	10,571
187	Abbott Labs			10,109	10,515
1,500	Abbott Labs	14,840	88,425	88,425	84,345
1,234	American Express Co			51,663	58,208
1,199	American Express Co			51,986	56,557
480	American Express Co			20,125	22,642
463	American Express Co			23,766	21,840
2,000	Amerisourcebergen Corp	28,696	48,016	48,016	74,380
2,000	Amerisourcebergen Corp	27,433	48,016	48,016	74,380
49	Apple Inc			8,628	17,415
149	Apple Inc			56,216	57,915
180	Apple Inc			47,121	52,650
133	Apple Inc			48,408	53,865
131	Apple Inc			53,167	53,055
4,000	Arthrocare Corp			27,624	126,720
2,736	AT&T Corp			78,300	82,737
536	AT&T Corp			14,873	16,209
519	AT&T Corp			15,222	15,695
2,000	Automatic Data Proc			88,182	108,020
154	Autozone			48,624	50,045
29	Autozone			9,107	9,424
29	Autozone			9,567	9,424
803	Ball Corp			25,303	28,675
155	Ball Corp			4,732	5,535
152	Ball Corp			5,332	5,428
1,000	Bard C R Inc	27,790	82,770	82,770	85,500
1,000	Bard C R Inc	28,892	84,490	84,490	85,500
213	Bed Bath & Beyond			10,465	12,637
134	Bed Bath & Beyond			6,435	7,768
233	Bed Bath & Beyond			11,162	13,507
400	Bed Bath & Beyond			20,287	23,188
136	Bed Bath & Beyond			10,009	10,782
135	Bed Bath & Beyond			11,638	10,724
43	BHP Billiton Ltd.			3,203	3,037
574	BHP Billiton Ltd			46,764	40,542
120	BHP Billiton Ltd			7,794	8,476
117	BHP Billiton Ltd.			9,302	8,264
2,125	Bristol-Meyers Squibb Co			56,660	74,885
415	Bristol-Meyers Squibb Co			13,096	14,625
403	Bristol-Meyers Squibb Co			12,751	14,202
5,000	British Amn Tobacco Spadr			424,061	474,400

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

BOOKS

Quantity	Description	Contributed Book Value	FMV at date Contributed	End of Year	
				Book Value	FMV
5,000	Cabot Oil & Gas Corp	58,396	199,950	199,950	379,500
<del>639</del>	Caterpillar			51,568	57,893
<del>614</del>	Caterpillar			51,230	55,628
<del>250</del>	Caterpillar			17,365	22,650
<del>239</del>	Caterpillar			22,760	21,653
<del>1,763</del>	C&J Energy Svcs Inc			38,038	36,900
<del>1,761</del>	C&J Energy Svcs Inc			39,013	36,858
<del>799</del>	Celgene Corp			49,887	54,012
<del>155</del>	Celgene Corp			9,303	10,478
<del>152</del>	Celgene Corp			9,859	10,275
4,000	Cognizant Tech Solns A	8,182	162,720	162,720	257,240
1,000	CVS Caremark Corp			39,485	40,780
2,000	CVS Caremark Corp			68,147	81,560
2,000	Chevron Corp			192,159	212,800
5,000	Chevron Corp			449,687	532,000
<del>276</del>	Chevron Corp			18,660	29,366
<del>210</del>	Chevron Corp			14,463	22,344
<del>76</del>	Chevron Corp			5,916	8,086
<del>349</del>	Chevron Corp			28,215	37,134
<del>531</del>	Chevron Corp			51,282	56,498
<del>277</del>	Chevron Corp			24,381	29,473
<del>273</del>	Chevron Corp			29,424	29,047
<del>929</del>	Chubb Corp			49,276	64,305
<del>132</del>	Chubb Corp			10,450	12,598
<del>177</del>	Chubb Corp			11,967	12,252
1,500	China Mobile Ltd	23,808	69,720	69,720	72,735
500	China Mobile Ltd	7,930	23,240	23,240	24,245
1,100	China Mobile Ltd	17,144	51,128	51,128	53,339
900	China Mobile Ltd	14,031	41,832	41,832	43,641
<del>2,397</del>	Cisco Systems Inc			37,887	43,338
<del>453</del>	Cisco Systems Inc			6,926	8,281
<del>453</del>	Cisco Systems Inc			8,231	8,190
<del>4,011</del>	Cisco Systems Inc			74,283	72,519
<del>3,034</del>	Cisco Systems Inc			55,132	54,855
<del>462</del>	Coca Cola	2,247	24,768	24,768	32,326
<del>450</del>	Coca Cola	3,734	24,125	24,125	31,487
<del>171</del>	Coca Cola			9,626	11,965
<del>807</del>	Coca Cola			52,737	56,466
<del>543</del>	Coca Cola			37,285	37,994
<del>473</del>	Coca Cola			30,305	33,096
<del>461</del>	Coca Cola			31,422	32,256
350	Coca Cola	2,904	18,763	18,763	24,490
1,600	Coca Cola	13,278	85,776	85,776	111,952
1,200	Colgate Palmolive	13,987	77,580	77,580	110,868
1,800	Colgate Palmolive			148,056	166,302

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

BOOKS

Quantity	Description	Contributed		End of Year	
		Book Value	FMV at date Contributed	Book Value	FMV
402	ConocoPhillips			16,828	29,294
304	ConocoPhillips			13,917	22,152
111	ConocoPhillips			5,638	8,088
506	ConocoPhillips			27,103	36,872
262	ConocoPhillips			15,750	19,092
252	ConocoPhillips			18,200	18,363
91	Costco Wholesale			5,394	7,582
923	Costco Wholesale			54,717	76,904
197	Costco Wholesale			15,854	16,414
192	Costco Wholesale			16,180	15,997
595	Deere & Co			57,016	46,023
166	Deere & Co			16,021	12,840
143	Deere & Co			9,056	11,448
144	Deere & Co			10,884	11,138
750	Dollar Tree Inc	8,592	21,495	21,495	62,333
750	Dollar Tree Inc	9,605	21,495	21,495	62,333
750	Dollar Tree Inc	10,422	21,495	21,495	62,333
750	Dollar Tree Inc	11,378	21,495	21,495	62,333
750	Dollar Tree Inc	10,895	21,495	21,495	62,333
750	Dollar Tree Inc	13,967	21,495	21,495	62,333
1,035	DuPont El De Nemours			56,209	47,382
515	DuPont El De Nemours			24,010	23,577
293	DuPont El De Nemours			11,629	13,642
293	DuPont El De Nemours			14,421	13,414
500	EMC Corp	3,830	8,760	8,760	10,770
2,109	EMC Corp			53,845	45,428
1,077	EMC Corp			28,190	23,199
617	EMC Corp			12,707	13,290
603	EMC Corp			15,039	12,989
3,000	Eni SPA Sponsored ADR			108,803	123,810
4,000	Express Scripts inc	20,558	97,400	97,400	178,760
2,000	Exxon Mobil Corp			118,975	169,520
424	Exxon Mobil Corp			28,983	35,938
343	Exxon Mobil Corp			25,256	29,496
140	Exxon Mobil Corp			9,720	11,866
669	Exxon Mobil Corp			47,024	56,704
856	Exxon Mobil Corp			57,384	72,555
484	Exxon Mobil Corp			34,061	41,024
464	Exxon Mobil Corp			36,816	39,329
2,400	General Electric	7,325	89,376	89,376	42,984
6,000	General Electric	22,420	234,420	234,420	107,460
87	Google Inc Cl A			34,302	56,193
16	Google Inc Cl A			7,015	10,334
23	Google Inc Cl A			13,709	14,856
102	Google Inc Cl A			62,475	65,882

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

BOOKS

Quantity	Description	Contributed Book Value	FMV at date Contributed	End of Year	
				Book Value	FMV
43	Google Inc Cl A			20,949	27,774
43	Google Inc Cl A			26,225	27,774
45	Google Inc Cl A			27,833	29,066
120	Google Inc Cl A			75,314	77,508
662	Halliburton Co			28,427	22,846
540	Halliburton Co			25,158	18,635
232	Halliburton Co			6,726	8,006
2,235	Halliburton Co			8,669	7,868
905	Home Depot Inc			24,208	38,046
546	Home Depot Inc			13,137	22,954
32	Home Depot Inc			931	1,345
1,097	Home Depot Inc			30,968	46,118
512	Home Depot Inc			16,162	21,524
491	Home Depot Inc			18,471	20,642
1,112	Intel Corp			23,441	26,966
1,605	Intel Corp			31,430	38,921
1,181	Intel Corp			23,452	28,639
760	Intel Corp			15,766	18,430
739	Intel Corp			18,192	17,921
296	Intl Business Machines			38,302	54,428
612	Intl Business Machines			96,997	112,535
330	Intl Business Machines			53,325	60,680
233	Intl Business Machines			40,703	43,763
234	Intl Business Machines			43,683	43,028
406	Intercontinental Exchange			48,854	48,943
77	Intercontinental Exchange			9,043	9,282
77	Intercontinental Exchange			9,683	9,282
1,122	JPMorgan Chase & Co			38,394	37,307
353	JPMorgan Chase & Co			12,356	11,903
1,147	JPMorgan Chase & Co			40,329	38,138
391	JPMorgan Chase & Co			16,015	13,001
1,862	JPMorgan Chase & Co			82,840	61,912
969	JPMorgan Chase & Co			27,983	32,219
927	JPMorgan Chase & Co			31,888	30,823
1,000	Juniper Networks Inc	9,813	24,990	24,990	20,410
500	Juniper Networks Inc	4,193	12,495	12,495	10,205
1,500	Juniper Networks Inc	11,181	37,485	37,485	30,615
1,145	Johnson & Johnson	12,929	71,035	71,035	75,089
352	Johnson & Johnson			22,648	23,084
297	Johnson & Johnson			18,151	19,477
284	Johnson & Johnson			18,332	18,625
1,450	Johnson & Johnson	17,223	89,958	89,958	95,091
1,200	Johnson & Johnson	11,178	77,112	77,112	78,696
1,960	Johnson & Johnson	21,003	125,950	125,950	128,537
2,000	Kimberly Clark			125,473	147,120

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

BOOKS

Quantity	Description	Contributed		End of Year	
		Book Value	FMV at date Contributed	Book Value	FMV
1,000	Kimberly Clark			67,022	73,560
1,000	Kimberly Clark			65,810	73,560
400	Kohls Corp			19,086	19,740
300	Kohls Corp			14,309	14,805
300	Kohls Corp			14,311	14,805
1,000	Laboratory CP Amer Hldgs			75,523	85,970
2,500	Linear Technology Corp			78,900	75,075
637	McDonalds Corp			35,021	63,910
721	McDonalds Corp			43,528	72,338
71	McDonalds Corp			4,408	7,124
986	McDonalds Corp			61,339	98,925
480	McDonalds Corp			40,704	48,158
459	McDonalds Corp			43,155	46,051
1,000	McDonalds Corp			65,649	100,330
169	Mastercard Inc			53,937	63,007
155	Mastercard Inc			50,622	57,787
80	Mastercard Inc			24,772	29,826
63	Mastercard Inc			21,045	23,488
153	Mastercard Inc			49,111	58,906
45	Mastercard Inc			13,388	16,777
106	Mastercard Inc			38,742	39,519
1,603	Merck & Co			53,389	60,621
310	Merck & Co			9,559	11,687
304	Merck & Co			10,635	11,672
17	Microsoft Corp			370	441
166	Microsoft Corp			5,000	4,309
314	Microsoft Corp			24,617	21,131
2,707	Microsoft Corp			73,622	70,274
2,131	Microsoft Corp			55,029	55,321
1,143	Microsoft Corp			28,206	29,672
1,107	Microsoft Corp			29,900	28,738
3,000	Nvidia	10,596	66,080	66,080	41,580
3,000	Nvidia	13,601	66,080	66,080	41,580
6,000	Nvidia	28,621	159,440	159,440	83,160
1,500	Nvidia	6,753	40,500	40,500	20,790
900	Nvidia	4,052	24,300	24,300	12,474
1,500	Nvidia	6,750	40,500	40,500	20,790
300	Nvidia	1,350	8,100	8,100	4,158
300	Nvidia	1,350	8,100	8,100	4,158
3,500	Nvidia			64,246	48,510
1,445	Northern Trust Corp			51,048	57,308
272	Northern Trust Corp			9,290	10,788
272	Northern Trust Corp			10,934	10,788
123	Novartis ADR			4,926	7,032
194	Novartis ADR			10,438	11,091

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

		BOOKS			
Quantity	Description	Contributed	FMV at date	End of Year	
		Book Value	Contributed	Book Value	FMV
<del>613</del>	Novartis ADR			32,624	35,045
<del>179</del>	Novartis ADR			9,730	10,233
<del>176</del>	Novartis ADR			9,854	10,062
<del>793</del>	Pepsico Inc	6,961	52,285	52,285	52,947
<del>945</del>	Pepsico Inc			60,491	62,701
<del>337</del>	Pepsico Inc			20,153	22,360
<del>330</del>	Pepsico Inc			20,922	21,896
350	Pepsico Inc	5,190	22,932	22,932	23,223
1,000	Pepsico Inc	13,169	65,520	65,520	66,350
1,000	Pepsico Inc	17,182	65,520	65,520	66,350
650	Pepsico Inc			42,159	43,128
1,182	Pfizer			20,703	25,578
<del>2,850</del>	Pfizer			49,519	61,674
<del>551</del>	Pfizer			9,470	11,924
<del>540</del>	Pfizer			10,767	11,686
1,253	Phillip Morris Intl Inc			55,175	98,728
516	Phillip Morris Intl Inc			25,893	40,496
2,073	Phillip Morris Intl Inc			102,883	163,081
764	Phillip Morris Intl Inc			47,228	59,959
733	Phillip Morris Intl Inc			51,695	57,526
5,000	Phillip Morris Intl Inc			322,614	392,400
<del>133</del>	Praxair Inc			14,065	14,752
<del>123</del>	Praxair Inc			12,119	13,683
<del>51</del>	Praxair Inc			4,719	5,452
<del>50</del>	Praxair Inc			5,079	5,345
4,000	Procter & Gamble Co	40,646	248,720	248,720	266,840
2,000	Procter & Gamble Co	26817	123,880	123,880	133,420
2,000	Procter & Gamble Co			124,577	133,420
<del>914</del>	Procter & Gamble Co			56,046	60,973
<del>179</del>	Procter & Gamble Co			11,162	11,941
<del>173</del>	Procter & Gamble Co			11,046	11,541
1,069	Qualcomm Inc			55,448	58,474
205	Qualcomm Inc			9,835	11,214
202	Qualcomm Inc			11,484	11,049
2,000	Repsol YPF S A			45,638	61,020
1,200	Schlumberger Ltd	15,865	101,712	101,712	81,972
<del>606</del>	Schlumberger Ltd			56,586	41,396
<del>120</del>	Schlumberger Ltd			6,773	8,197
<del>115</del>	Schlumberger Ltd			8,703	7,856
1,734	Starbucks Corp			53,323	79,781
404	Starbucks Corp			14,212	18,588
391	Starbucks Corp			14,181	17,990
20	Starbucks Corp			741	920
404	Starbucks Corp			17,776	18,588
	Total SA SP ADR			99,264	102,220

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

**BOOKS**

Quantity	Description	Contributed Book Value	FMV at date Contributed	End of Year	
				Book Value	FMV
3,000	Total SA SP ADR			133,629	153,330
200	US Bancorp			6,744	5,410
2,122	US Bancorp			55,703	57,400
403	US Bancorp			9,035	11,036
402	US Bancorp			10,448	10,874
1,519	Unilever NV			50,089	52,208
290	Unilever NV			8,996	9,967
237	Unilever NV			9,867	9,864
1,593	United Health Group Inc.			80,929	80,733
314	United Health Group Inc.			13,101	15,914
303	United Health Group Inc.			13,859	15,356
231	United Parcel Svc Cl B			14,671	20,566
173	United Parcel Svc Cl B			9,076	13,028
94	United Parcel Svc Cl B			5,587	6,880
233	United Parcel Svc Cl B			18,147	21,079
167	United Parcel Svc Cl B			10,421	12,223
160	United Parcel Svc Cl B			11,376	11,710
441	United Techs Corp			21,857	32,233
237	United Techs Corp			14,694	19,515
141	United Techs Corp			9,875	10,306
410	United Techs Corp			29,454	29,967
249	United Techs Corp			16,901	18,199
240	United Techs Corp			18,852	17,542
1,498	Verizon Communications			55,784	60,100
293	Verizon Communications			10,494	11,755
234	Verizon Communications			10,619	11,394
640	Visa Inc			56,625	64,979
124	Visa Inc			10,290	12,590
121	Visa Inc			11,398	12,285
1,171	Wal-Mart Stores Inc	6,260	56,922	56,922	69,980
549	Wal-Mart Stores Inc	3,637	26,687	26,687	32,808
431	Wal-Mart Stores Inc			24,390	26,952
426	Wal-Mart Stores Inc			22,117	25,458
412	Wal-Mart Stores Inc			24,411	24,621
1,000	Wal-Mart Stores Inc	6,625	48,610	48,610	59,760
600	Wal-Mart Stores Inc	8,703	29,154	29,154	35,856
400	Wal-Mart Stores Inc	5,774	19,436	19,436	23,904
1,000	Wal-Mart Stores Inc	12,300	48,590	48,590	59,760
3,000	Walgreen	13,473	135,150	135,150	99,180
1,418	Walgreen			55,110	46,879
272	Walgreen			8,761	8,992
263	Walgreen			8,820	8,860
2,809	Walgreen			91,336	92,866
932	Watson Pharmaceuticals			66,087	56,237
64	Watson Pharmaceuticals			4,218	3,862

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

**BOOKS**

Quantity	Description	Contributed Book Value	FMV at date Contributed	End of Year	
				Book Value	FMV
1,282	Weatherford Intl Ltd			28,408	18,768
1,908	Weatherford Intl Ltd			30,815	27,933
603	Weatherford Intl Ltd.			6,828	8,828
601	Weatherford Intl Ltd.			9,967	8,799
<b>Total Investments - Corporate Stock</b>		<b>755,479</b>	<b>3,587,488</b>	<b>13,012,803</b>	<b>14,728,153</b>

**Investments - PTP's**

3,000	Enbridge Energy Ptnr LP			47,476	199,140
4,000	Enterprise Prdts Prtnr LP			47,151	185,520
5,000	Calumet Specialty Prdcts			60,014	100,800
1,000	Plains All American Pipeline LP			33,488	73,450
4,000	Williams Partners LP			36,535	239,960
<b>Total Investments - PTP's</b>		<b>0</b>	<b>0</b>	<b>224,664</b>	<b>798,870</b>

**Investments - Mutual Funds**

5,000	Ishares MSCI Australia			85,339	107,200
5,000	Ishares MSCI Australia			121,058	107,200
3,000	Ishares MSCI Hong Kong			54,975	46,410
3,000	Ishares MSCI Hong Kong			59,070	46,410
1,400	Ishares MSCI Hong Kong			20,630	21,658
2,600	Ishares MSCI Hong Kong			38,310	40,222
5,000	Ishares MSCI Singapore			48,155	54,150
3,000	Powershares Exch Traded			72,134	58,830
1,000	Powershares QQQ Tr Units	28,547	46,820	46,820	55,830
500	Powershares QQQ Tr Units	14,048	23,410	23,410	27,915
500	Powershares QQQ Tr Units	14,657	23,410	23,410	27,915
500	Powershares QQQ Tr Units	11,867	23,410	23,410	27,915
500	SPDR S&P Midcap 400 ETF Trust	37,720	80,245	80,245	79,745
1,000	SPDR S&P Midcap 400 ETF Trust	80,748	160,490	160,490	159,490
2,000	SPDR S&P Midcap 400 ETF Trust			297,555	318,980
5,000	SPDR S&P Midcap 400 ETF Trust			454,670	797,450
500	Standard & Poors	41,519	74,145	74,145	62,750
500	Standard & Poors	42,227	74,145	74,145	62,750
1,000	Standard & Poors			130,618	125,500
1,000	Standard & Poors			126,616	125,500
5,000	Standard & Poors			415,857	627,500
<b>Total Investments - Mutual Funds</b>		<b>271,333</b>	<b>506,075</b>	<b>2,431,062</b>	<b>2,981,320</b>

**Investments-Corporate Bonds**

Walter Christian Development Foundation  
 Form 990PF, Part II, Line 10b  
 Tax Year 2011

**BOOKS**

Quantity	Description	Contributed Book Value	FMV at date Contributed	End of Year	
				Book Value	FMV
1,000	Kimco Realty Corp 7 75% Cum Pfd			24,928	25,750
3,000	JPMorgan Chase 8.625% Non Cum Pfd			82,785	82,800
65,000	Andrew Mellon Fnd 3 95% 8/1/14			65,952	69,931
37,509	FHLMC CMO 2012 4% 5/15/24			38,575	39,125
22,830	FHLMC CMO 2002 5.5% 10/15/17			24,114	24,601
143,650	FHLMC REMIC SER 3774 3 5% 12/15/20			156,361	158,253
64,925	FHLMC CMO 2010 4.5% 8/15/27			67,441	67,422
72,798	FHLMC CMO 2003 3 25% 4/15/32			71,615	75,088
45,254	FNMA CMO 2003 4 5% 8/25/18			47,113	47,951
118,889	FNMA REMIC TR 2003-64, 5% 3/25/16			124,982	122,134
113,605	FHLMC REMIC SER 3864, 3 5% 5/15/26			118,114	120,758
171,016	FNR 2011-5 UE, 2.5% 2/25/21			171,817	176,750
100,000	Israel St 5.5% 9/18/23			125,305	127,671
6,813	GNMA REMIC TR 2003-72 4 355% 2/16/30			6,934	6,990
<b>Total Investments - Corporate Bonds</b>				<b>1,126,036</b>	<b>1,145,224</b>

**Investments-Government Securities**

65,000	Federal Farm Credit Bank 5 2% 3/20/13			67,193	68,851
65,000	Federal Farm Credit Bank 2 2% 4/8/13			65,048	66,545
155,000	U.S. Tsy Note 1.375% 10/15/12			154,840	156,508
200,000	U S. Tsy Note 2.625% 7/31/14			207,957	211,734
225,000	U S. Tsy Note 2 625% 4/30/16			224,099	243,439
11,034	Federal Home Loan Bank 5% 4/25/12			11,725	11,218
144,740	FNMA Pass Thru Lng 5% 11/1/35			154,736	156,482
100,000	Federal Home Loan Mtg Corp 4% 7/26/13			100,000	99,949
<b>Total Investments - Government Securities</b>				<b>985,598</b>	<b>1,014,726</b>

**Investments-Municipal Bonds**

50,000	Raleigh NC TXBL - Hsg 4% 2/1/15			51,304	54,547
100,000	Madison WIS Txbl 2% 10/1/15			100,639	102,852
110,000	San Antonio Tx Wtr Txbl 3.106% 5/15/17			110,000	114,570
100,000	King Cty WA Sch Dist Txbl 2 55% 6/1/17			100,249	103,211
100,000	Univ Minn Txbl 2 945% 8/1/17			102,241	105,328
100,000	Denver CO Cy-Wtr Txbl 2 625% 12/15/17			101,236	103,562
50,000	Johnson Cty KS Sch Dist Txbl 4.25% 9/1/19			50,000	54,945
50,000	Leesburg VA Txbl 3 44% 2.1/15			50,000	52,527
100,000	Arizona St Trans Hwy 954% 7/1/13			100,000	100,066
200,000	Massachusetts ST Hlth & Ed 5 26% 10/1/18			232,411	237,030
160,000	Texas St 3.194% 10/1/19			160,000	169,330
100,000	Oklahoma St Cap Impt 5 24% 7/1/22			116,931	118,566

Walter Christian Development Foundation  
Form 990PF, Part II, Line 10b  
Tax Year 2011

Quantity	Description	Contributed Book Value	FMV at date Contributed	BOOKS	
				End of Year Book Value	FMV
150,000	Virginia St Hsg 4 504% 3/1/23			150,000	150,280
<b>Total Investments - Municipal Bonds</b>				<u>1,425,011</u>	<u>1,466,814</u>

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST P L T D	(FMV)		
									Time of Donation	Book Gain/Loss	
<b>COVERED TRANSACTIONS:</b>											
AMAZON COM INC	308	VAR	12/9/2011	58,992.64	68,474.41		-9,481.77	S	P	68,474.41	-9,481.77
ALCOA INC	3331	1/11/2011	8/9/2011	39,199.46	54,447.19		-15,247.73	S	P	54,447.19	-15,247.73
ACCENTURE PLC	1293	VAR	12/1/2011	74,827.06	69,538.65		5,288.41	S	P	69,538.65	5,288.41
BANK OF AMERICA	7719	2/7/2011	5/26/2011	88,374.67	113,283.27		-24,908.60	S	P	113,283.27	-24,908.60
BERKSHIRE HATHAWAY INC	774	3/23/2011	6/21/2011	59,144.92	65,405.17		-6,260.25	S	P	65,405.17	-6,260.25
BOEING COMPANY	773	1/19/2011	8/11/2011	45,034.19	55,342.24		-10,308.05	S	P	55,342.24	-10,308.05
COMCAST CORP	1089	3/4/2011	8/9/2011	21,403.56	26,141.66		-4,738.10	S	P	26,141.66	-4,738.10
DELL INC	6758	VAR	8/18/2011	90,573.71	107,394.61		-16,820.90	S	P	107,394.61	-16,820.90
DISNEY (WALT) CO	660	3/31/2011	8/9/2011	22,049.85	28,281.33		-6,231.48	S	P	28,281.33	-6,231.48
EXPRESS SCRIPTS INC	730	3/23/2011	9/20/2011	30,729.71	38,955.50		-8,225.79	S	P	38,955.50	-8,225.79
GENERAL MOTORS	1526	2/1/2011	8/1/2011	42,320.82	56,149.93		-13,829.11	S	P	56,149.93	-13,829.11
JUNIPER NETWORKS	1471	2/2/2011	7/20/2011	45,705.74	56,077.61		-10,371.87	S	P	56,077.61	-10,371.87
LOWE'S COM	1075	3/4/2011	8/3/2011	21,819.71	28,064.49		-6,244.78	S	P	28,064.49	-6,244.78
MERCK & CO	97	3/31/2011	9/23/2011	3,009.68	3,220.59	210.91	0.00	S	P	3,220.59	0.00
NVIDIA	2654	1/11/2011	3/8/2011	53,318.63	55,028.57		-1,709.94	S	P	55,028.57	-1,709.94
NORDSTROM INC	626	3/4/2011	6/21/2011	28,808.53	27,448.79		1,359.74	S	P	27,448.79	1,359.74
ORACLE CORP	1144	VAR	12/21/2011	26,284.09	31,889.20		-5,605.11	S	P	31,889.20	-5,605.11
PPG INDUSTRIES	300	VAR	8/16/2011	22,674.28	28,373.38		-5,699.10	S	P	28,373.38	-5,699.10
PNC FINCL SERVICES	1181	3/31/2011	9/23/2011	55,423.15	74,490.75		-19,067.60	S	P	74,490.75	-19,067.60
POTASH CORP	1275	VAR	12/14/2011	50,479.60	65,507.49		-15,027.89	S	P	65,507.49	-15,027.89
SANOFIADR	1505	4/13/2011	9/23/2011	47,804.80	55,973.81		-8,169.01	S	P	55,973.81	-8,169.01
TIFFANY & CO	1012	VAR	12/20/2011	63,700.94	68,683.41		-4,982.47	S	P	68,683.41	-4,982.47
<b>TOTAL SHORT TERM AVALON 27706 - COVERED</b>				<b>991,679.74</b>	<b>1,178,172.05</b>	<b>210.91</b>	<b>-186,281.40</b>			<b>1,178,172.05</b>	<b>-186,281.40</b>
<b>NONCOVERED TRANSACTIONS:</b>											
EMERSON ELEC	954	11/3/2010	6/21/2011	51,344.53	51,912.10		-567.57	S	P	51,912.10	-567.57
FORD MOTOR CO	6452	VAR	VAR	76,170.36	93,662.33		-17,491.97	S	P	93,662.33	-17,491.97
KOHL'S CORP	1048	VAR	2/2/2011	48,077.18	50,352.96		-2,275.78	S	P	50,352.96	-2,275.78
PFIZER INC	1727	11/4/2010	9/23/2011	30,073.92	30,006.97		66.95	S	P	30,006.97	66.95
TRAVELERS COS INC	931	11/3/2010	9/23/2011	43,623.59	51,958.83		-8,335.24	S	P	51,958.83	-8,335.24
WELLS FARGO & CO	1934	11/19/2010	6/17/2011	52,612.11	52,914.05		-301.94	S	P	52,914.05	-301.94
<b>TOTAL SHORT TERM AVALON 27706 - NONCOVERED</b>				<b>301,901.69</b>	<b>330,807.24</b>	<b>0.00</b>	<b>-28,905.55</b>			<b>330,807.24</b>	<b>-28,905.55</b>

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST P LT D	(FMV)		
									Time of Donation	Book Gain/Loss	
<b>NONCOVERED TRANSACTIONS:</b>											
FHLMC REMIC SER 3642, 4%	3226	4/7/2010	1/18/2011	3,225.56	3,317.29		-91.73	S	P	3,317.29	-91.73
FHLMC REMIC SER 2647, 3.25%	1897	4/20/2010	1/18/2011	1,897.11	1,866.28		30.83	S	P	1,866.28	30.83
FHLMC REMIC SER 3634, 4.5%	3146	4/27/2010	1/18/2011	3,146.45	3,268.38		-121.93	S	P	3,268.38	-121.93
FNMA REMIC TR 2003-74, 4.2%	3166	5/3/2010	1/25/2011	3,165.57	3,295.66		-130.09	S	P	3,295.66	-130.09
FHLMC REMIC SER 3642, 4%	1615	4/7/2010	2/15/2011	1,615.21	1,661.14		-45.93	S	P	1,661.14	-45.93
FHLMC REMIC SER 2647, 3.25%	2093	4/20/2010	2/15/2011	2,093.24	2,059.23		34.01	S	P	2,059.23	34.01
FHLMC REMIC SER 3634, 4.5%	1618	4/27/2010	2/15/2011	1,617.53	1,680.21		-62.68	S	P	1,680.21	-62.68
FNMA REMIC TR 2003-74, 4.5%	2032	5/3/2010	2/25/2011	2,032.28	2,115.79		-83.51	S	P	2,115.79	-83.51
US TSY NTS 3 125%	120000	5/5/2010	3/2/2011	123,876.56	120,811.72		3,064.84	S	P	120,811.72	3,064.84
US TSY NTS 3 125%	70000	5/5/2010	3/10/2011	72,603.12	70,471.97		2,131.15	S	P	70,471.97	2,131.15
US TSY NTS 3 125%	65000	5/5/2010	3/11/2011	67,343.55	65,438.08		1,905.47	S	P	65,438.08	1,905.47
US TSY NTS 2.75%	25000	8/5/2010	3/11/2011	25,554.69	25,854.22		-299.53	S	P	25,854.22	-299.53
US TSY NTS 2.75%	45000	9/22/2010	3/11/2011	45,998.44	47,558.93		-1,560.49	S	P	47,558.93	-1,560.49
FHLMC REMIC SER 3642, 4%	996	4/7/2010	3/15/2011	996.42	1,024.75		-28.33	S	P	1,024.75	-28.33
FHLMC REMIC SER 2647, 3.25%	1811	4/20/2010	3/15/2011	1,810.94	1,781.51		29.43	S	P	1,781.51	29.43
FHLMC REMIC SER 3634, 4.5%	1264	4/27/2010	3/15/2011	1,263.70	1,312.67		-48.97	S	P	1,312.67	-48.97
FNMA REMIC TR 2003-74, 4.5%	1483	5/3/2010	3/25/2011	1,483.11	1,544.06		-60.95	S	P	1,544.06	-60.95
US TSY NTS 1 875%	5000	8/31/2010	4/4/2011	5,096.09	5,146.09		-50.00	S	P	5,146.09	-50.00
FHLMC REMIC SER 2647, 3.25%	1932	4/20/2010	4/15/2011	1,931.65	1,900.26		31.39	S	P	1,900.26	31.39
FHLMC REMIC SER 3634, 4.5%	999	4/27/2010	4/15/2011	998.71	1,037.41		-38.70	S	P	1,037.41	-38.70
FNMA REMIC TR 2003-74, 4.5%	1983	5/3/2010	4/25/2011	1,982.96	2,064.45		-81.49	S	P	2,064.45	-81.49
FNR 2011 2 5% DUE 2/25/21	2661	3/1/2011	4/25/2011	2,660.70	2,673.17		-12.47	S	P	2,673.17	-12.47
FED HM LON BK 5%	200000	12/20/2011	5/23/2011	200,000.00	199,478.36		521.64	S	P	199,478.36	521.64
FNR 2011-5 UE 2.5%	1893	3/1/2011	5/25/2011	1,892.59	1,901.46		-8.87	S	P	1,901.46	-8.87
FNR 2011-5 UE 2.5%	2213	3/1/2011	6/27/2011	2,212.54	2,222.91		-10.37	S	P	2,222.91	-10.37
FHLMC REMIC TR 3864, 3.5%	865	6/21/2011	7/15/2011	865.41	899.76		-34.35	S	P	899.76	-34.35
FNR 2011-5 UE 2.5%	3444	3/1/2011	7/25/2011	3,444.44	3,460.61		-16.17	S	P	3,460.61	-16.17
US TSY NTS 2.75%	55000	9/22/2010	7/28/2011	58,100.20	57,928.98		171.22	S	P	57,928.98	171.22
FHLMC REMIC TR 3864, 3.5%	890	6/21/2011	8/15/2011	890.10	925.43		-35.33	S	P	925.43	-35.33
HARRIS CTY CTFS 5.125%	100000	12/28/2010	8/15/2011	100,000.00	100,000.00		0.00	S	P	100,000.00	0.00
NORTH TX TWY AUTH	160000	4/1/2011	8/23/2011	163,835.20	160,000.00		3,835.20	S	P	160,000.00	3,835.20

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST P LT D	(FMV)	
									Time of Donation	Book Gain/Loss
PENNSYLV ST GO BDS	150000	12/16/2010	8/23/2011	165,300.00	149,405.08		15,894.92	S P	149,405.08	15,894.92
FNR 2011-5 UE 2.5%	3032	3/1/2011	8/25/2011	3,032.49	3,046.71		-14.22	S P	3,046.71	-14.22
IMPERIAL IRR DIST CA 5 84%	130000	3/11/2011	8/30/2011	152,587.50	147,731.66		4,855.84	S P	147,731.66	4,855.84
US TSY NTS 1 875%	295000	8/31/2010	8/30/2011	306,984.37	302,429.82		4,554.55	S P	302,429.82	4,554.55
FHLMC REMIC TR 3864, 3.5%	914	6/21/2011	9/15/2011	914.38	950.67		-36.29	S P	950.67	-36.29
FNMA REMIC TR 2003-64, 5%	2147	8/16/2011	9/26/2011	2,147.19	2,257.23		-110.04	S P	2,257.23	-110.04
FNR 2011-5 UE 2.5%	2421	3/1/2011	9/26/2011	2,420.73	2,432.08		-11.35	S P	2,432.08	-11.35
FNMA PASS THRU 30 YR 5%	3267	7/27/2011	9/26/2011	3,266.70	3,492.31		-225.61	S P	3,492.31	-225.61
FHLMC REMIC TR 3864 3.5%	938	6/21/2011	10/1/2011	938.26	975.50		-37.24	S P	975.50	-37.24
FNMA REMIC TR 2003-64, 5%	2156	8/16/2011	10/1/2011	2,156.14	2,266.64		-110.50	S P	2,266.64	-110.50
FNR 2011-5 UE 2.5%	2848	3/1/2011	10/1/2011	2,847.77	2,861.12		-13.35	S P	2,861.12	-13.35
FNMA PASS THRU 30 YR 5%	3315	7/27/2011	10/1/2011	3,314.62	3,543.54		-228.92	S P	3,543.54	-228.92
TEXAS A&M UNIV REV 5%	150000	3/9/2011	10/5/2011	160,065.00	159,490.07		574.93	S P	159,490.07	574.93
FHLMC REMIC TR 3864 3.5%	962	6/21/2011	11/1/2011	961.71	999.88		-38.17	S P	999.88	-38.17
FNMA REMIC TR 2003-64, 5%	2165	8/16/2011	11/1/2011	2,165.12	2,276.08		-110.96	S P	2,276.08	-110.96
FNR 2011-5 UE 2.5%	2481	3/1/2011	11/1/2011	2,481.47	2,493.10		-11.63	S P	2,493.10	-11.63
FNMA PASS THRU 30 YR 5%	3884	7/27/2011	11/1/2011	3,884.35	4,152.61		-268.26	S P	4,152.61	-268.26
FED HM LON BK .625%	150000	5/31/2011	12/9/2011	150,000.00	150,000.00		0.00	S P	150,000.00	0.00
FHLMC REMIC TR 3864 3.5%	985	6/21/2011	12/15/2011	984.72	1,023.80		-39.08	S P	1,023.80	-39.08
FNR 2011-5 UE 2.5%	4001	3/1/2011	12/27/2011	4,000.74	4,019.49		-18.75	S P	4,019.49	-18.75
FNMA PASS THRU 30 YR 5%	4795	7/27/2011	12/27/2011	4,794.58	5,125.70		-331.12	S P	5,125.70	-331.12
FNMA REMIC TR 2003-64, 5%	2174	8/16/2011	12/27/2011	2,174.14	2,285.57		-111.43	S P	2,285.57	-111.43
FNMA PASS THRU 30 YR 5%	4345	7/27/2011	1/25/2012	4,345.00	4,345.00		0.00	P	4,345.00	0.00
<b>TOTAL SHORT TERM AVALON 27707 - NONCOVERED</b>				<b>1,885,401.05</b>	<b>1,852,304.44</b>		<b>33,096.61</b>		<b>1,852,304.44</b>	<b>33,096.61</b>

NONCOVERED TRANSACTIONS:

NUVEEN QUAL PREF INC 3	7000	7/5/2007	3/2/2011	54,928.63	94,779.30		-39,850.67	L P	94,779.30	-39,850.67
NUVEEN QUAL PREF INC 3	12400	7/6/2007	3/2/2011	97,302.16	166,947.40		-69,645.24	L P	166,947.40	-69,645.24
NUVEEN QUAL PREF INC 3	500	1/8/2008	3/2/2011	3,923.47	5,732.50		-1,809.03	L P	5,732.50	-1,809.03
NUVEEN QUAL PREF INC 3	2300	1/8/2008	3/2/2011	18,047.98	26,415.50		-8,367.52	L P	26,415.50	-8,367.52
NUVEEN QUAL PREF INC 3	1400	1/8/2008	3/2/2011	10,985.72	16,093.00		-5,107.28	L P	16,093.00	-5,107.28
NUVEEN QUAL PREF INC 3	200	1/8/2008	3/2/2011	1,569.38	2,295.00		-725.62	L P	2,295.00	-725.62
NUVEEN QUAL PREF INC 3	1200	1/15/2008	3/2/2011	9,416.34	14,472.00		-5,055.66	L P	14,472.00	-5,055.66

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST LT	P D	(FMV)		Book Gain/Loss
										Time of Donation	Basis at	
NUVEEN QUAL PREF INC 3	1300	1/15/2008	3/2/2011	10,201.03	15,691.00		-5,489.97	L	P	15,691.00	-5,489.97	
NUVEEN QUAL PREF INC 3	1600	1/15/2008	3/2/2011	12,555.12	19,328.00		-6,772.88	L	P	19,328.00	-6,772.88	
NUVEEN QUAL PREF INC 3	600	1/22/2008	3/2/2011	4,708.17	7,023.00		-2,314.83	L	P	7,023.00	-2,314.83	
NUVEEN QUAL PREF INC 3	2000	1/22/2008	3/2/2011	15,693.90	23,430.00		-7,736.10	L	P	23,430.00	-7,736.10	
NUVEEN QUAL PREF INC 3	1600	1/22/2008	3/2/2011	12,555.12	18,776.00		-6,220.88	L	P	18,776.00	-6,220.88	
NUVEEN QUAL PREF INC 3	3900	1/28/2008	3/2/2011	30,603.11	50,159.85		-19,556.74	L	P	50,159.85	-19,556.74	
NUVEEN QUAL PREF INC 3	500	2/4/2008	3/2/2011	3,923.47	6,255.00		-2,331.53	L	P	6,255.00	-2,331.53	
NUVEEN QUAL PREF INC 3	2000	2/4/2008	3/2/2011	15,693.90	25,080.00		-9,386.10	L	P	25,080.00	-9,386.10	
NUVEEN QUAL PREF INC 3	1500	2/4/2008	3/2/2011	11,770.44	15,769.41		-3,998.97	L	P	15,769.41	-3,998.97	
<b>TOTAL LONG TERM MIL 04021 - NONCOVERED</b>										<b>508,246.96</b>	<b>-194,369.02</b>	

**NONCOVERED TRANSACTIONS:**

ABBOTT LABS	631	12/21/1990	2/14/2011	28,892.74	6,540.11		22,352.63	L	D	37,197.45	-8,304.71
ABBOTT LABS	500	1/17/1991	2/14/2011	22,894.40	4,946.46		17,947.94	L	D	29,475.00	-6,580.60
ABBOTT LABS	194	1/11/2010	2/14/2011	8,883.04	10,770.88		-1,887.84	L	P	10,770.88	-1,887.84
AMAZON COM INC	314	4/29/2009	2/1/2011	54,152.21	25,628.68		28,523.53	L	P	25,628.68	28,523.53
AMAZON COM INC	70	1/11/2010	2/1/2011	12,072.16	9,075.50		2,996.66	L	P	9,075.50	2,996.66
AMGEN INC	1098	1/4/2010	2/14/2011	58,838.93	63,347.03		-4,508.10	L	P	63,347.03	-4,508.10
AMGEN INC	665	1/11/2010	2/14/2011	35,635.61	37,984.80		-2,349.19	L	P	37,984.80	-2,349.19
APPLE INC	67	12/15/2009	3/23/2011	22,628.32	13,109.89		9,518.43	L	P	13,109.89	9,518.43
APPLE INC	103	1/6/2010	3/23/2011	34,786.81	21,950.72		12,836.09	L	P	21,950.72	12,836.09
APPLE INC	5	1/11/2010	3/23/2011	1,688.69	1,046.67		642.02	L	P	1,046.67	642.02
APPLE INC	146	1/11/2010	6/21/2011	47,379.21	30,562.81		16,816.40	L	P	30,562.81	16,816.40
APPLE INC	246	1/11/2010	12/19/2011	94,365.43	51,496.24		42,869.19	L	P	51,496.24	42,869.19
APPLE INC	68	1/21/2010	12/19/2011	26,084.75	14,176.14		11,908.61	L	P	14,176.14	11,908.61
APPLE INC	66	1/22/2010	12/19/2011	25,317.57	13,242.98		12,074.59	L	P	13,242.98	12,074.59
BHP BILLITON	239	4/29/2009	3/25/2011	21,698.32	11,519.22		10,179.10	L	P	11,519.22	10,179.10
BHP BILLITON	190	6/4/2009	3/25/2011	17,249.71	10,700.80		6,548.91	L	P	10,700.80	6,548.91
BHP BILLITON	467	7/8/2009	3/25/2011	42,397.98	23,289.76		19,108.22	L	P	23,289.76	19,108.22
BHP BILLITON	79	12/15/2009	3/25/2011	7,172.25	5,884.71		1,287.54	L	P	5,884.71	1,287.54
BRISTOL-MYERS SQUIBB	464	6/4/2009	2/2/2011	11,738.09	9,256.80		2,481.29	L	P	9,256.80	2,481.29
BRISTOL-MYERS SQUIBB	205	12/15/2009	2/2/2011	5,186.01	5,260.30		-74.29	L	P	5,260.30	-74.29
<b>TOTAL LONG TERM MIL 04021 - NONCOVERED</b>										<b>508,246.96</b>	<b>-194,369.02</b>

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax		(FMV)		Book Gain/Loss
							Gains/ (Losses)	ST P	Time of Donation	Gain/Loss	
BRISTOL-MYERS SQUIBB	751	1/11/2010	2/2/2011	18,998.50	18,850.10		148.40	L	P	18,850.10	148.40
BRISTOL-MYERS SQUIBB	2539	1/21/2010	2/2/2011	64,230.65	63,581.38		649.27	L	P	63,581.38	649.27
COSTCO WHOLESALE	576	6/4/2009	3/25/2011	41,326.46	27,002.88		14,323.58	L	P	27,002.88	14,323.58
COSTCO WHOLESALE	175	12/15/2009	3/25/2011	12,555.78	10,374.00		2,181.78	L	P	10,374.00	2,181.78
DIAGEO PLC	448	7/10/2009	8/17/2011	34,850.33	25,260.70		9,589.63	L	P	25,260.70	9,589.63
DIAGEO PLC	63	12/15/2009	8/18/2011	4,900.82	4,323.06		577.76	L	P	4,323.06	577.76
DIAGEO PLC	229	1/11/2010	8/18/2011	17,814.12	15,724.86		2,089.26	L	P	15,724.86	2,089.26
FLUOR CORP	493	4/29/2009	3/25/2011	36,478.64	19,236.12		17,242.52	L	P	19,236.12	17,242.52
FLUOR CORP	76	6/4/2009	3/25/2011	5,623.48	3,803.04		1,820.44	L	P	3,803.04	1,820.44
FLUOR CORP	198	6/4/2009	9/23/2011	9,937.50	9,907.92		29.58	L	P	9,907.92	29.58
FLUOR CORP	157	12/15/2009	9/23/2011	7,879.74	6,801.24		1,078.50	L	P	6,801.24	1,078.50
FLUOR CORP	481	1/11/2010	9/23/2011	24,141.12	23,923.93		217.19	L	P	23,923.93	217.19
FORD MOTOR CO	4296	2/4/2010	3/24/2011	64,379.47	48,720.94		15,658.53	L	P	48,720.94	15,658.53
FORD MOTOR CO	1338	7/28/2010	9/20/2011	14,064.65	17,405.37		-3,340.72	L	P	17,405.37	-3,340.72
GENERAL ELECTRIC	6100	7/28/2010	8/8/2011	96,159.77	97,878.16		-1,718.39	L	P	97,878.16	-1,718.39
HEINZ HC CO	510	6/4/2009	2/11/2011	24,407.11	18,706.80		5,700.31	L	P	18,706.80	5,700.31
HEINZ HC CO	209	12/15/2009	2/11/2011	10,002.13	9,053.88		948.25	L	P	9,053.88	948.25
HEINZ HC CO	842	1/11/2010	2/11/2011	40,295.67	35,751.32		4,544.35	L	P	35,751.32	4,544.35
HEWLETT PACKARD CO	871	4/29/2009	3/30/2011	35,881.29	32,174.74		3,706.55	L	P	32,174.74	3,706.55
HEWLETT PACKARD CO	163	7/10/2009	3/30/2011	6,714.87	6,055.97		658.90	L	P	6,055.97	658.90
HEWLETT PACKARD CO	494	12/15/2009	3/30/2011	20,350.58	25,262.87		-4,912.29	L	P	25,262.87	-4,912.29
HEWLETT PACKARD CO	60	12/15/2009	8/4/2011	1,982.13	3,068.36		-1,086.23	L	P	3,068.36	-1,086.23
HEWLETT PACKARD CO	896	1/11/2010	8/4/2011	29,599.87	46,932.48		-17,332.61	L	P	46,932.48	-17,332.61
INTEL CORP	1149	4/29/2009	3/30/2011	23,286.57	17,809.50		5,477.07	L	P	17,809.50	5,477.07
INTEL CORP	860	6/4/2009	3/30/2011	17,429.45	13,750.80		3,678.65	L	P	13,750.80	3,678.65
INTEL CORP	311	12/15/2009	3/30/2011	6,302.98	6,185.45		117.53	L	P	6,185.45	117.53
INTEL CORP	317	1/11/2010	3/30/2011	6,424.58	6,682.36		-257.78	L	P	6,682.36	-257.78
INTL BUSINESS MACHINES	389	4/29/2009	3/24/2011	62,104.25	40,789.02		21,315.23	L	P	40,789.02	21,315.23
INTL BUSINESS MACHINES	235	6/4/2009	3/24/2011	37,517.99	24,913.48		12,604.51	L	P	24,913.48	12,604.51
INTL BUSINESS MACHINES	85	12/15/2009	3/24/2011	13,570.34	10,914.00		2,656.34	L	P	10,914.00	2,656.34
INTL BUSINESS MACHINES	104	1/11/2010	3/24/2011	16,603.71	13,457.60		3,146.11	L	P	13,457.60	3,146.11
MICROSOFT CORP	721	4/29/2009	3/24/2011	18,572.74	14,657.94		3,914.80	L	P	14,657.94	3,914.80
MICROSOFT CORP	439	6/4/2009	3/24/2011	11,308.52	9,539.47		1,769.05	L	P	9,539.47	1,769.05

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST LT	P D	(FMV)	
										Time of Donation	Gain/Loss
NOVARITS ADR	49	4/29/2009	9/23/2011	2,616.76	1,867.88		748.88	L	P	1,867.88	748.88
NOVARITS ADR	410	6/4/2009	9/23/2011	21,895.30	16,419.92		5,475.38	L	P	16,419.92	5,475.38
NORTHERN TRUST CORP	465	4/29/2009	2/2/2011	24,136.77	25,427.88		-1,291.11	L	P	25,427.88	-1,291.11
NORTHERN TRUST CORP	388	6/4/2009	2/2/2011	20,139.92	21,986.18		-1,846.26	L	P	21,986.18	-1,846.26
NORTHERN TRUST CORP	141	12/15/2009	2/2/2011	7,318.89	6,832.39		486.50	L	P	6,832.39	486.50
NORTHERN TRUST CORP	232	1/11/2010	2/2/2011	12,042.44	11,857.52		184.92	L	P	11,857.52	184.92
NORTHERN TRUST CORP	469	1/11/2010	2/11/2011	24,717.60	23,970.59		747.01	L	P	23,970.59	747.01
NORTHERN TRUST CORP	605	1/21/2010	2/11/2011	31,885.19	32,635.76		-750.57	L	P	32,635.76	-750.57
OCCIDENTAL PETR CORP	550	4/29/2009	3/25/2011	55,680.38	31,958.36		23,722.02	L	P	31,958.36	23,722.02
OCCIDENTAL PETR CORP	460	6/4/2009	3/25/2011	46,569.04	31,396.38		15,172.66	L	P	31,396.38	15,172.66
OCCIDENTAL PETR CORP	330	6/5/2009	3/25/2011	33,408.23	22,713.44		10,694.79	L	P	22,713.44	10,694.79
OCCIDENTAL PETR CORP	168	12/15/2009	3/25/2011	17,007.82	13,209.84		3,797.98	L	P	13,209.84	3,797.98
OCCIDENTAL PETR CORP	38	12/15/2009	9/14/2011	3,073.19	2,987.94		85.25	L	P	2,987.94	85.25
OCCIDENTAL PETR CORP	956	1/11/2010	9/14/2011	77,314.92	79,689.30		-2,374.38	L	P	79,689.30	-2,374.38
ORACLE CORP	1208	4/29/2009	9/20/2011	34,884.56	23,809.68		11,074.88	L	P	23,809.68	11,074.88
ORACLE CORP	801	6/4/2009	9/20/2011	23,131.24	16,354.90		6,776.34	L	P	16,354.90	6,776.34
ORACLE CORP	100	7/8/2009	9/20/2011	2,887.80	2,058.47		829.33	L	P	2,058.47	829.33
ORACLE CORP	622	7/8/2009	12/21/2011	15,659.67	12,803.68		2,855.99	L	P	12,803.68	2,855.99
ORACLE CORP	370	12/15/2009	12/21/2011	9,315.23	8,650.60		664.63	L	P	8,650.60	664.63
ORACLE CORP	1749	1/11/2010	12/21/2011	44,033.38	42,902.97		1,130.41	L	P	42,902.97	1,130.41
TEVA PHARMACTCL	48	6/4/2009	3/23/2011	2,358.46	2,270.12		88.34	L	P	2,270.12	88.34
TEVA PHARMACTCL	656	6/4/2009	3/23/2011	32,232.26	31,115.85		1,116.41	L	P	31,115.85	1,116.41
TEVA PHARMACTCL	336	6/5/2009	3/23/2011	16,509.21	16,160.76		348.45	L	P	16,160.76	348.45
TEVA PHARMACTCL	57	12/15/2009	3/23/2011	2,800.67	3,040.38		-239.71	L	P	3,040.38	-239.71
TEVA PHARMACTCL	183	12/15/2009	8/2/2011	7,879.41	9,761.22		-1,881.81	L	P	9,761.22	-1,881.81
TEVA PHARMACTCL	943	1/11/2010	8/2/2011	40,602.63	55,474.80		-14,872.17	L	P	55,474.80	-14,872.17
WAL MART STORES INC	890	2/11/1990	3/31/2011	46,241.37	4,757.79		41,483.58	L	D	43,262.90	2,978.47
WELLS FARGO & CO	1131	4/29/2009	6/17/2011	30,767.47	22,597.38		8,170.09	L	P	22,597.38	8,170.09
WELLS FARGO & CO	915	6/4/2009	6/17/2011	24,891.45	22,701.15		2,190.30	L	P	22,701.15	2,190.30
WELLS FARGO & CO	305	12/15/2009	6/17/2011	8,297.15	7,878.15		419.00	L	P	7,878.15	419.00
WELLS FARGO & CO	1451	1/11/2010	6/17/2011	39,472.68	41,745.27		-2,272.59	L	P	41,745.27	-2,272.59
<b>TOTAL LONG TERM M/L AVALON 27706 - NONCOVERED</b>				<b>2,174,529.13</b>	<b>1,745,326.79</b>		<b>429,202.34</b>			<b>1,839,017.78</b>	<b>335,511.35</b>

NONCOVERED TRANSACTIONS:

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST P LT D	(FMV)		
									Time of Donation	Book Gain/Loss	
FHLMC REMIC SER 2510 5 5%	1276	5/1/2009	1/18/2011	1,275.86	1,347.62		-71.76	L	P	1,347.62	-71.76
GNMA REMIC TR 2003-72 4 355%	889	6/12/2009	1/18/2011	888.57	904.40		-15.83	L	P	904.40	-15.83
FED HM LN BK 6A-2012 5%	563	9/22/2009	1/25/2011	562.69	595.22		-32.53	L	P	595.22	-32.53
FHLMC REMIC SER 2510 5 5%	1328	5/1/2009	2/15/2011	1,327.70	1,402.38		-74.68	L	P	1,402.38	-74.68
GNMA REMIC TR 2003-72 4 355%	1210	6/12/2009	2/16/2011	1,210.27	1,231.83		-21.56	L	P	1,231.83	-21.56
FED HM LN BK 6A-2012 5%	385	9/22/2009	2/25/2011	385.35	407.63		-22.28	L	P	407.63	-22.28
FHLMC REMIC SER 2510 5 5%	1218	5/1/2009	3/15/2011	1,217.61	1,286.10		-68.49	L	P	1,286.10	-68.49
FED HM LN MTG 3%	50000	3/4/2010	3/15/2011	50,000.00	49,845.03		154.97	L	P	49,845.03	154.97
GNMA REMIC TR 2003-72 4 355%	157	6/12/2009	3/16/2011	156.52	159.31		-2.79	L	P	159.31	-2.79
FHLMC 3%	100000	2/19/2010	3/16/2011	100,000.00	100,000.00		0.00	L	P	100,000.00	0.00
FED HM LN BK 6A-2012 5%	310	9/22/2009	3/25/2011	309.70	327.61		-17.91	L	P	327.61	-17.91
FHLMC REMIC SER 2510 5 5%	839	5/1/2009	4/15/2011	839.34	886.55		-47.21	L	P	886.55	-47.21
FHLMC REMIC SER 3642 4%	956	4/7/2010	4/15/2011	956.19	983.38		-27.19	L	P	983.38	-27.19
GNMA REMIC TR 2003-72 4 355%	1509	6/12/2009	4/18/2011	1,509.24	1,536.12		-26.88	L	P	1,536.12	-26.88
FED HM LN BK 6A-2012 5%	289	9/22/2009	4/15/2011	288.82	305.52		-16.70	L	P	305.52	-16.70
FHLMC REMIC SER 3642 4%	999	4/7/2010	5/16/2011	999.23	1,027.65		-28.42	L	P	1,027.65	-28.42
FHLMC REMIC SER 2510 5 5%	769	5/1/2009	5/16/2011	769.11	812.37		-43.26	L	P	812.37	-43.26
FHLMC REMIC SER 2647 3 25%	1413	4/20/2010	5/16/2011	1,413.18	1,390.22		22.96	L	P	1,390.22	22.96
FHLMC REMIC SER 3634 4 5%	838	4/27/2010	5/16/2011	838.40	870.89		-32.49	L	P	870.89	-32.49
GNMA REMIC TR 2003-72 4 355%	1117	6/12/2009	5/16/2011	1,116.67	1,136.56		-19.89	L	P	1,136.56	-19.89
FED HM LN BK 6A-2012 5%	215	9/22/2009	5/25/2011	215.25	227.69		-12.44	L	P	227.69	-12.44
FNMA REMIC TR 2003 74 4 5%	1454	5/3/2010	5/25/2011	1,454.26	1,514.02		-59.76	L	P	1,514.02	-59.76
FHLMC REMIC SER 2510 5 5%	658	5/1/2009	6/15/2011	658.39	695.42		-37.03	L	P	695.42	-37.03
FHLMC REMIC SER 3642 4%	801	4/7/2010	6/15/2011	801.01	823.79		-22.78	L	P	823.79	-22.78
FHLMC REMIC SER 2647 3 25%	1388	4/20/2010	6/15/2011	1,388.28	1,365.72		22.56	L	P	1,365.72	22.56
FHLMC REMIC SER 3634 4 5%	901	4/27/2010	6/15/2011	901.19	936.11		-34.92	L	P	936.11	-34.92
GNMA REMIC TR 2003-72 4 355%	69	6/12/2009	6/16/2011	68.60	69.82		-1.22	L	P	69.82	-1.22
US TSY NTS 2.625%	115000	4/30/2010	6/22/2011	121,383.40	113,884.65		7,498.75	L	P	113,884.65	7,498.75
FED HM LN BK 6A-2012 5%	214	9/22/2009	6/27/2011	213.93	226.30		-12.37	L	P	226.30	-12.37
FNMA REMIC TR 2003 74 4 5%	1488	5/3/2010	6/27/2011	1,487.64	1,548.77		-61.13	L	P	1,548.77	-61.13
FHLMC REMIC SER 2510 5 5%	654	5/1/2009	7/15/2011	653.96	690.75		-36.79	L	P	690.75	-36.79
FHLMC REMIC SER 3642 4%	1194	4/7/2010	7/15/2011	1,194.39	1,228.36		-33.97	L	P	1,228.36	-33.97
FHLMC REMIC SER 2647 3 25%	1697	4/20/2010	7/15/2011	1,696.70	1,669.13		27.57	L	P	1,669.13	27.57

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST P LT D	(FMV)		
									Time of Donation	Book Gain/Loss	
FHLMC REMIC SER 3634 4 5%	1240	4/27/2010	7/15/2011	1,239.71	1,287.75		-48.04	L	P	1,287.75	-48.04
GNMA REMIC TR 2003-72 4 355%	993	6/12/2009	7/19/2011	992.60	1,010.28		-17.68	L	P	1,010.28	-17.68
FED HM LN BK 6A-2012 5%	276	9/22/2009	7/25/2011	275.94	291.89		-15.95	L	P	291.89	-15.95
FNMA REMIC TR 2003 74 4 5%	1557	5/3/2010	7/25/2011	1,557.10	1,621.09		-63.99	L	P	1,621.09	-63.99
US TSY NTS 3%	245000	5/19/2010	7/28/2011	262,618.94	249,347.35		13,271.59	L	P	249,347.35	13,271.59
US TSY NTS 2 625%	20000	4/30/2010	7/28/2011	21,139.06	19,809.70		1,329.36	L	P	19,809.70	1,329.36
FHLMC REMIC SER 2510 5 5%	1014	5/1/2009	8/15/2011	1,014.09	1,071.13		-57.04	L	P	1,071.13	-57.04
FHLMC REMIC SER 3642 4%	1311	4/7/2010	8/15/2011	1,311.08	1,348.36		-37.28	L	P	1,348.36	-37.28
FHLMC REMIC SER 2647 3.25%	1198	4/20/2010	8/15/2011	1,198.14	1,178.67		19.47	L	P	1,178.67	19.47
FHLMC REMIC SER 3634 4 5%	1688	4/27/2010	8/15/2011	1,688.19	1,753.61		-65.42	L	P	1,753.61	-65.42
GNMA REMIC TR 2003-72 4 355%	927	6/12/2009	8/16/2011	927.19	943.71		-16.52	L	P	943.71	-16.52
UTAH ST RECAP 2.57%	75000	2/10/2010	8/23/2011	78,039.00	75,000.00		3,039.00	L	P	75,000.00	3,039.00
FED HM LN BK 6A-2012 5%	230	9/22/2009	8/25/2011	230.21	243.52		-13.31	L	P	243.52	-13.31
FNMA REMIC TR 2003 74 4 5%	1402	5/3/2010	8/25/2011	1,401.91	1,459.52		-57.61	L	P	1,459.52	-57.61
FHLMC REMIC SER 2510 5 5%	643	5/1/2009	9/15/2011	642.65	678.80		-36.15	L	P	678.80	-36.15
FHLMC REMIC SER 3642 4%	1824	4/7/2010	9/15/2011	1,823.80	1,875.66		-51.86	L	P	1,875.66	-51.86
FHLMC REMIC SER 2647 3 25%	1950	4/20/2010	9/15/2011	1,950.25	1,918.56		31.69	L	P	1,918.56	31.69
FHLMC REMIC SER 3634 4 5%	1618	4/27/2010	9/15/2011	1,617.68	1,680.37		-62.69	L	P	1,680.37	-62.69
GNMA REMIC TR 2003-72 4 355%	65	6/12/2009	9/16/2011	65.34	66.50		-1.16	L	P	66.50	-1.16
FED HM LN BK 6A-2012 5%	272	9/22/2009	9/26/2011	272.22	287.96		-15.74	L	P	287.96	-15.74
FNMA REMIC TR 2003 74 4 5%	1965	5/3/2010	9/26/2011	1,965.00	2,045.75		-80.75	L	P	2,045.75	-80.75
FED HM LN BK 6A-2012 5%	304	9/22/2009	10/1/2011	304.03	321.61		-17.58	L	P	321.61	-17.58
FHLMC REMIC SER 2510 5 5%	657	5/1/2009	10/1/2011	657.21	694.18		-36.97	L	P	694.18	-36.97
FNMA REMIC TR 2003 74 4 5%	1402	5/3/2010	10/1/2011	1,401.61	1,459.21		-57.60	L	P	1,459.21	-57.60
FHLMC REMIC SER 2647 3 25%	1490	4/20/2010	10/1/2011	1,490.08	1,465.87		24.21	L	P	1,465.87	24.21
FHLMC REMIC SER 3642 4%	2074	4/7/2010	10/1/2011	2,073.72	2,132.69		-58.97	L	P	2,132.69	-58.97
FHLMC REMIC SER 3634 4 5%	2496	4/27/2010	10/1/2011	2,496.46	2,593.20		-96.74	L	P	2,593.20	-96.74
GNMA REMIC TR 2003-72 4 355%	66	6/12/2009	10/1/2011	65.63	66.80		-1.17	L	P	66.80	-1.17
US TSY NTS 1 375%	80000	10/27/2009	10/14/2011	80,965.62	79,894.78		1,070.84	L	P	79,894.78	1,070.84
FHLMC REMIC SER 2510 5 5%	924	5/1/2009	11/1/2011	924.47	976.47		-52.00	L	P	976.47	-52.00
FHLMC REMIC SER 3642 4%	2763	4/7/2010	11/1/2011	2,763.05	2,841.62		-78.57	L	P	2,841.62	-78.57
FHLMC REMIC SER 2647 3 25%	1278	4/20/2010	11/1/2011	1,278.32	1,257.55		20.77	L	P	1,257.55	20.77
FHLMC REMIC SER 3634 4 5%	3153	4/27/2010	11/1/2011	3,153.04	3,275.22		-122.18	L	P	3,275.22	-122.18

WALTER CHRISTIAN DEVELOPMENT FOUNDATION  
 CAPITAL GAINS & LOSSES  
 TAX YEAR 12/31/2011

Description	Quantity	Date Acquired	Date Sold	Sales Price	Tax Cost Basis	Wash Sale Adjustment	Tax Gains/ (Losses)	ST LT	P D	(FMV)	
										Time of Donation	Book Gain/Loss
GNMA REMIC TR 2003-72 4 355%	66	6/12/2009	11/1/2011	65.92	67.09		-1.17	L	P	67.09	-1.17
FED HM LN BK 6A-2012 5%	327	9/22/2009	11/1/2011	327.47	346.40		-18.93	L	P	346.40	-18.93
FNMA REMIC TR 2003-74 4 5%	2026	5/3/2010	11/1/2011	2,025.71	2,108.95		-83.24	L	P	2,108.95	-83.24
FHLMC REMIC SER 2510 5 5%	777	5/1/2009	12/15/2011	777.06	820.77		-43.71	L	P	820.77	-43.71
FHLMC REMIC SER 2647 3 25%	1516	4/20/2010	12/15/2011	1,515.76	1,491.13		24.63	L	P	1,491.13	24.63
FHLMC REMIC SER 3642 4%	1819	4/7/2010	12/15/2011	1,819.03	1,870.76		-51.73	L	P	1,870.76	-51.73
FHLMC REMIC SER 3634 4 5%	3237	4/27/2010	12/15/2011	3,236.70	3,362.12		-125.42	L	P	3,362.12	-125.42
GNMA REMIC TR 2003-72 4 355%	336	6/12/2009	12/16/2011	335.88	341.86		-5.98	L	P	341.86	-5.98
FED HM LN BK 6A-2012 5%	329	9/22/2009	12/27/2011	328.65	347.65		-19.00	L	P	347.65	-19.00
FNMA REMIC TR 2003 74 4 5%	1790	5/3/2010	12/27/2011	1,790.35	1,863.92		-73.57	L	P	1,863.92	-73.57
<b>TOTAL LONG TERM M/L AVALON 27707 - NONCOVERED</b>				<b>789,947.32</b>	<b>765,856.95</b>		<b>24,090.36</b>			<b>765,856.95</b>	<b>24,090.36</b>
<b>TOTAL SHORT TERM - COVERED</b>				<b>991,679.74</b>	<b>1,178,172.05</b>	<b>210.91</b>	<b>-186,281.40</b>			<b>1,178,172.05</b>	<b>-186,281.40</b>
<b>TOTAL SHORT TERM - NONCOVERED</b>				<b>2,187,302.74</b>	<b>2,183,111.68</b>	<b>0.00</b>	<b>4,191.06</b>			<b>2,183,111.68</b>	<b>4,191.06</b>
<b>TOTAL LONG TERM - NONCOVERED</b>				<b>3,278,354.39</b>	<b>3,019,430.70</b>		<b>258,923.68</b>			<b>3,113,121.69</b>	<b>165,232.69</b>

Walter Christian Development Foundation  
 Form 990 PF  
 Tax Year 2011

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

Recipient Name and Address	Individual? Yes/No	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Stoney Creek Foundation 510 Bering, Suite 100 Houston, TX 77057	No	501©(3)	Camper Scholarships	15,000
Camp Redcloud, Inc. P O Box 130 Lake City, CO 81235	No	501©(3)	Matching Gift General Fd/Scholarship	100,000
Grace Crossing A Community Church of Christ 18491 Lindas Place Montgomery, TX 77316	No	501©(3)	Haiti Relief Fund Children of Hope	10,000
Bethel Independent Presbyterian Church 825 Bering Drive Houston, TX 77057	No	501©(3)	General Fund	100,000
Star of Hope Mission 6897 Ardmore Houston, TX 77054	No	501©(3)	Haute for Hope	10,000
Carolina Creek Christian Camp #18 Lakeshore Drive Huntsville, TX 77320	No	501©(3)	Camp #3 Camp #3 Camp #3	500,000 300,000 100,000
Young Life P.O. Box 520 Colorado Springs, CO 80903	No	501©(3)	European Camp Dominican Republic Houston Urban San Diego Metro Challenge Match	500,000 200,000 100,000 4,800 96,399
Episcopal Diocese of West Texas P.O. Box 6885 San Antonio, TX 78209	No	501©(3)	Camp Capers Annual Fund	15,000
VSI Box 1929 Tomball, TX 77377	No	501©(3)	TZ School Construction	25,000
The Gathering Of Men 8300 Katy Freeway Houston, TX 77024	No	501©(3)	Annual Fundraiser	5,000

Walter Christian Development Foundation  
Form 990 PF  
Tax Year 2011

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

<u>Recipient Name and Address</u>	<u>Individual? Yes/No</u>	<u>Foundation Status of Recipient</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
Apartment Life 610 S Industrial Blvd., Suite 170 Euless, TX 76040	No	501©(3)	General Fund	10,000
Hope International 227 Granite Run Drive, Suite 250 Lancaster, PA 17601	No	501©(3)	Area of Greatest Need	10,000
Men At The Cross Ministry 1353 Lakeshore Drive Branson, MO 65616	No	501©(3)	General Fund	50,000
College of Biblical Studies 7000 Regency Square Blvd, Suite 110 Houston, TX 77036	No	501©(3)	Founder's Funding Campaign	250,000
KSBJ P.O Box 4303 Houston, TX 77210	No	501©(3)	Annual Fund	5,000
Total Grants and Contributions				<u><u>2,406,199</u></u>