Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No 1545-0047

2011

Open to Public Inspection

A For the 2011 calendar year, or tax year beginning January 1, 2011, and ending December 31, 20 11

B Check if applicable	**C** Name of organization The Montana Land Reliance	**D** Employer identification number
☐ Address change	Doing Business As Montana Land Reliance or MLR	81-0369262
☐ Name change	Number and street (or P O box if mail is not delivered to street address) / Room/suite	**E** Telephone number
☐ Initial return	P.O. Box 355	406-443-7027
☐ Terminated	City or town, state or country, and ZIP + 4	
☐ Amended return	Helena, MT 59624	**G** Gross receipts $
☐ Application pending	**F** Name and address of principal officer Lois Delger-DeMars "same as C above	**H(a)** Is this a group return for affiliates? ☐ Yes ☑ No **H(b)** Are all affiliates included? ☐ Yes ☐ No If "No," attach a list (see instructions)

I Tax-exempt status ☑ 501(c)(3) ☐ 501(c) ( ) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

J Website: ▶ www.mtlandreliance.org

H(c) Group exemption number ▶

K Form of organization ☑ Corporation ☐ Trust ☐ Association ☐ Other ▶ **L** Year of formation 1978 **M** State of legal domicile MT

Part I Summary

Activities & Governance

1 Briefly describe the organization's mission or most significant activities: The mission of MLR is to partner with landowners to provide permanent protection for private lands that are significant for agricultural production, forest resources, fish and wildlife habitat, and open space.

2 Check this box ▶ ☐ if the organization discontinued its operations or disposed of more than 25% of its net assets.

3	Number of voting members of the governing body (Part VI, line 1a)	3	10
4	Number of independent voting members of the governing body (Part VI, line 1b)	4	10
5	Total number of individuals employed in calendar year 2011 (Part V, line 2a)	5	26
6	Total number of volunteers (estimate if necessary)	6	0
7a	Total unrelated business revenue from Part VIII, column (C), line 12	7a	0
b	Net unrelated business taxable income from Form 990-T, line 34	7b	0

			Prior Year	Current Year
Revenue	8	Contributions and grants (Part VIII, line 1h)	1,169,049	2,173,600
	9	Program service revenue (Part VIII, line 2g)	100	126
	10	Investment income (Part VIII, column (A), lines 3, 4, and 7d)	468,332	15,532
	11	Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	22,439	2,268
	12	Total revenue—add lines 8 through 11 (must equal Part VIII, column (A), line 12)	1,659,920	2,191,526
Expenses	13	Grants and similar amounts paid (Part IX, column (A), lines 1–3)	32,593	507,786
	14	Benefits paid to or for members (Part IX, column (A), line 4)	0	0
	15	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5–10)	1,022,289	951,697
	16a	Professional fundraising fees (Part IX, column (A), line 11e)	0	0
	b	Total fundraising expenses (Part IX, column (D), line 25)		
	17	Other expenses (Part IX, column (A), lines 11a–11d, 11f–24e)	820,437	742,408
	18	Total expenses. Add lines 13–17 (must equal Part IX, column (A), line 25)	1,875,319	2,201,891
	19	Revenue less expenses Subtract line 18 from line 12	(215,399)	(10,365)
			Beginning of Current Year	**End of Year**
Net Assets or Fund Balances	20	Total assets (Part X, line 16)	1,313,571	1,314,136
	21	Total liabilities (Part X, line 26)	46,328	57,258
	22	Net assets or fund balances. Subtract line 21 from line 20	1,267,243	1,256,878

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SCANNED AUG 29 2012

Part II Signature Block

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 officer) is based on all information of which preparer has any knowledge

Sign Here

▶ Signature of officer — Date

▶ George S. Olsen President — 7/19/12

Type or print name and title

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no	

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

917

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response to any question in this Part III . . . . ☑

1 Briefly describe the organization's mission:

The mission of MLR is to partner with landowners to provide permanent protection for private lands that are significant for agricultural production, forest resources, fish and wildlife habitat, and open space.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? . . . . . . ☐ Yes ☑ No

If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? . . . . . . ☐ Yes ☑ No

If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses $ 661,351 including grants of $ 0) (Revenue $ 0)

Land Projects:

MLR worked with over 39 landowners in 2011 to permanently protect their private lands for continued agricultural production, open space, and natural habitat. A total of 20 of these landowners donated conservation easements to MLR in 2011 that protected nearly 29,400 acres, including 63.8 miles of river and stream banks, 142 acres of wetlands, 28,306 acres of range/forest lands, and 27,034 acres of elk habitat. There were over 5,600 acres protected in 2011 in the Greater Yellowstone Ecosystem that surrounds Yellowstone National Park. A total of 75 percent of the new easements completed by MLR were adjacent to or within 5 miles of other lands permanently protected by conservation easements. An additional 716 acres were protected by increasing the size of acreage of two existing conservation easements through amendment and ratification. At the end of 2011, MLR had protected over 896,000 acres, 272,884 of which surround Yellowstone National Park and 17,672 acres in the Northern Continental Divide Ecosystem in northwest Montana near Glacier National Park.

For a complete list of all the land projects in 2011 and expenses related to each, please see Schedule O

4b (Code:) (Expenses $ 470,367 including grants of $ 168,477) (Revenue $ 0)

Stewardship & Monitoring:

MLR granted a total $168,477 to the Montana Land Reliance Foundation, Inc., to be invested in the Land Protection Fund; the fund used to assist MLR with its stewardship costs related to the 771 easements it currently holds. MLR stewardship staff (consisting of the Lands Manager, 2 full-time Land Stewards, and 12 season Land Stewards) monitors every conservation easement held by MLR at least on an annual basis and sometimes more frequently. This monitoring includes a visit to the subject property and discussions with the landowners and managers. The stewardship staff also work with existing easement holders to supply natural resource information and contacts for the landowners to improve their land holdings for conservation purposes. Stewardship staff further work with legal counsel in regard to any potential issues that arise regarding enforcement of conservation easements held by MLR.

For a total list of expenditures for stewardship and monitoring activities, please see Schedule O.

4c (Code:) (Expenses $ 674,472 including grants of $ 339,309) (Revenue $ 0)

Outreach & Education:

MLR made grants of $339,309 to the Montana Land Reliance Foundation, Inc., to be invested. The grants were made at the request of donors and were intended to help MLR continue with its current and future outreach activities and education activities centered around land conservation in Montana.

MLR staff travel across the State of Montana conducting meetings with potential clients, county planning boards, county commissioners, various agricultural/trade groups/organizations, and other community groups to provide answers to their questions and conduct general educational activities focused on the benefits of land conservation and conservation easements. For these outreach activities, MLR publishes various educational brochures and an annual report to provide information and enhance the transparency of its public interest activities. Additionally, staff participate with numerous conservation groups to educate the general public about the land trust community's conservation efforts.

Total expenditures for outreach and education activities are listed in Schedule O.

4d Other program services (Describe in Schedule O.)
(Expenses $ 0 including grants of $ 0) (Revenue $ 0)

4e **Total program service expenses** ▶ 1,806,190

Part IV Checklist of Required Schedules

			Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? *If "Yes," complete Schedule A*	1	✓	
2	Is the organization required to complete *Schedule B, Schedule of Contributors* (see instructions)?	2	✓	
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? *If "Yes," complete Schedule C, Part I*	3		✓
4	**Section 501(c)(3) organizations.** Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? *If "Yes," complete Schedule C, Part II*	4	✓	
5	Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? *If "Yes," complete Schedule C, Part III*	5		✓
6	Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? *If "Yes," complete Schedule D, Part I*	6		✓
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? *If "Yes," complete Schedule D, Part II*	7	✓	
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? *If "Yes," complete Schedule D, Part III*	8		✓
9	Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? *If "Yes," complete Schedule D, Part IV*	9		✓
10	Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? *If "Yes," complete Schedule D, Part V*	10	✓	
11	If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.			
a	Did the organization report an amount for land, buildings, and equipment in Part X, line 10? *If "Yes," complete Schedule D, Part VI*	11a	✓	
b	Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part VII*	11b		✓
c	Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part VIII*	11c	✓	
d	Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part IX*	11d		✓
e	Did the organization report an amount for other liabilities in Part X, line 25? *If "Yes," complete Schedule D, Part X*	11e		✓
f	Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? *If "Yes," complete Schedule D, Part X*	11f		✓
12 a	Did the organization obtain separate, independent audited financial statements for the tax year? *If "Yes," complete Schedule D, Parts XI, XII, and XIII*	12a		✓
b	Was the organization included in consolidated, independent audited financial statements for the tax year? *If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI, XII, and XIII is optional*	12b	✓	
13	Is the organization a school described in section 170(b)(1)(A)(ii)? *If "Yes," complete Schedule E*	13		✓
14 a	Did the organization maintain an office, employees, or agents outside of the United States?	14a		✓
b	Did the organization have aggregate revenues or expenses of more than $10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at $100,000 or more? *If "Yes," complete Schedule F, Parts I and IV.*	14b		✓
15	Did the organization report on Part IX, column (A), line 3, more than $5,000 of grants or assistance to any organization or entity located outside the United States? *If "Yes," complete Schedule F, Parts II and IV*	15		✓
16	Did the organization report on Part IX, column (A), line 3, more than $5,000 of aggregate grants or assistance to individuals located outside the United States? *If "Yes," complete Schedule F, Parts III and IV*	16		✓
17	Did the organization report a total of more than $15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? *If "Yes," complete Schedule G, Part I (see instructions)*	17		✓
18	Did the organization report more than $15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? *If "Yes," complete Schedule G, Part II*	18	✓	
19	Did the organization report more than $15,000 of gross income from gaming activities on Part VIII, line 9a? *If "Yes," complete Schedule G, Part III*	19		✓
20 a	Did the organization operate one or more hospital facilities? *If "Yes," complete Schedule H*	20a		✓
b	If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?	20b		

Part IV Checklist of Required Schedules *(continued)*

			Yes	No
21	Did the organization report more than $5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? *If "Yes," complete Schedule I, Parts I and II*	21	✓	
22	Did the organization report more than $5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? *If "Yes," complete Schedule I, Parts I and III*	22		✓
23	Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? *If "Yes," complete Schedule J*	23		✓
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than $100,000 as of the last day of the year, that was issued after December 31, 2002? *If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25*	24a		✓
b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b		
c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c		
d	Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?	24d		
25a	**Section 501(c)(3) and 501(c)(4) organizations.** Did the organization engage in an excess benefit transaction with a disqualified person during the year? *If "Yes," complete Schedule L, Part I*	25a		✓
b	Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? *If "Yes," complete Schedule L, Part I*	25b		✓
26	Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? *If "Yes," complete Schedule L, Part II*	26		✓
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? *If "Yes," complete Schedule L, Part III*	27		✓
28	Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):			
a	A current or former officer, director, trustee, or key employee? *If "Yes," complete Schedule L, Part IV*	28a		✓
b	A family member of a current or former officer, director, trustee, or key employee? *If "Yes," complete Schedule L, Part IV*	28b		✓
c	An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? *If "Yes," complete Schedule L, Part IV*	28c	✓	
29	Did the organization receive more than $25,000 in non-cash contributions? *If "Yes," complete Schedule M*	29	✓	
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? *If "Yes," complete Schedule M*	30	✓	
31	Did the organization liquidate, terminate, or dissolve and cease operations? *If "Yes," complete Schedule N, Part I*	31		✓
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? *If "Yes," complete Schedule N, Part II*	32		✓
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? *If "Yes," complete Schedule R, Part I*	33		✓
34	Was the organization related to any tax-exempt or taxable entity? *If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1*	34	✓	
35a	Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a		✓
b	Did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? *If "Yes," complete Schedule R, Part V, line 2*	35b		✓
36	**Section 501(c)(3) organizations.** Did the organization make any transfers to an exempt non-charitable related organization? *If "Yes," complete Schedule R, Part V, line 2*	36		✓
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? *If "Yes," complete Schedule R, Part VI*	37		✓
38	Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? **Note.** All Form 990 filers are required to complete Schedule O	38	✓	

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V . . . ☐

				Yes	No
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	1a 2			
b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	1b 0			
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		1c	✓	
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	2a 26			
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns?		2b	✓	
	Note. If the sum of lines 1a and 2a is greater than 250, you may be required to *e-file* (see instructions)				
3a	Did the organization have unrelated business gross income of $1,000 or more during the year?		3a		✓
b	If "Yes," has it filed a Form 990-T for this year? *If "No," provide an explanation in Schedule O*		3b		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		4a		✓
b	If "Yes," enter the name of the foreign country: ▶ See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.				
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		5a		✓
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		5b		✓
c	If "Yes" to line 5a or 5b, did the organization file Form 8886-T?		5c		
6a	Does the organization have annual gross receipts that are normally greater than $100,000, and did the organization solicit any contributions that were not tax deductible?		6a		✓
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		6b		
7	**Organizations that may receive deductible contributions under section 170(c).**				
a	Did the organization receive a payment in excess of $75 made partly as a contribution and partly for goods and services provided to the payor?		7a	✓	
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		7b	✓	
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		7c		✓
d	If "Yes," indicate the number of Forms 8282 filed during the year	7d			
e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		7e		✓
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		7f		✓
g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?		7g	✓	
h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?		7h	✓	
8	**Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.** Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		8		✓
9	**Sponsoring organizations maintaining donor advised funds.**				
a	Did the organization make any taxable distributions under section 4966?		9a		
b	Did the organization make a distribution to a donor, donor advisor, or related person?		9b		
10	**Section 501(c)(7) organizations.** Enter:				
a	Initiation fees and capital contributions included on Part VIII, line 12	10a			
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	10b			
11	**Section 501(c)(12) organizations.** Enter:				
a	Gross income from members or shareholders	11a			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)	11b			
12a	**Section 4947(a)(1) non-exempt charitable trusts.** Is the organization filing Form 990 in lieu of Form 1041?		12a		
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year	12b			
13	**Section 501(c)(29) qualified nonprofit health insurance issuers.**				
a	Is the organization licensed to issue qualified health plans in more than one state?		13a		
	Note. See the instructions for additional information the organization must report on Schedule O.				
b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	13b			
c	Enter the amount of reserves on hand	13c			
14a	Did the organization receive any payments for indoor tanning services during the tax year?		14a		✓
b	If "Yes," has it filed a Form 720 to report these payments? *If "No," provide an explanation in Schedule O*		14b		

Part VI **Governance, Management, and Disclosure** *For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.*

Check if Schedule O contains a response to any question in this Part VI . . . ☑

Section A. Governing Body and Management

			Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year . . **1a** 10 If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.			
b	Enter the number of voting members included in line 1a, above, who are independent . **1b** 10			
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?	2		✓
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?	3		✓
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?	4		✓
5	Did the organization become aware during the year of a significant diversion of the organization's assets?	5		✓
6	Did the organization have members or stockholders?	6		✓
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?	7a		✓
b	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?	7b		✓
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:			
a	The governing body?	8a	✓	
b	Each committee with authority to act on behalf of the governing body?	8b	✓	
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? *If "Yes," provide the names and addresses in Schedule O*	9		✓

Section B. Policies *(This Section B requests information about policies not required by the Internal Revenue Code.)*

			Yes	No
10a	Did the organization have local chapters, branches, or affiliates?	10a		✓
b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?	10b		
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	11a	✓	
b	Describe in Schedule O the process, if any, used by the organization to review this Form 990.			
12a	Did the organization have a written conflict of interest policy? *If "No," go to line 13*	12a	✓	
b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	12b	✓	
c	Did the organization regularly and consistently monitor and enforce compliance with the policy? *If "Yes," describe in Schedule O how this was done*	12c	✓	
13	Did the organization have a written whistleblower policy?	13		✓
14	Did the organization have a written document retention and destruction policy?	14	✓	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?			
a	The organization's CEO, Executive Director, or top management official	15a	✓	
b	Other officers or key employees of the organization	15b	✓	
	If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).			
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	16a		✓
b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?	16b		

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed ▶ N/A

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.

☐ Own website ☐ Another's website ☑ Upon request

19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: ▶ Lois Delger-DeMars, Montana Land Reliance, 324 Fuller Avenue, Helena, MT 59601 (406-443-7027)

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Check if Schedule O contains a response to any question in this Part VII . . . . ☑

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than $100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than $100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than $10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

☑ Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee): Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former	(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
(1) George Olsen President	2	✓						0	0	0
(2) Carol Bibler Vice-President	1	✓						0	0	0
(3) Phil Rostad Secretary-Treasurer	1	✓						0	0	0
(4) Jerry Townsend Director	1	✓						0	0	0
(5) Allen Bjergo Director	1	✓						0	0	0
(6) Roy O'Connor Director	1	✓						0	0	0
(7) Judith Hutchins Director	1	✓						0	0	0
(8) Rick Berg Director	1	✓						0	0	0
(9) Judy Tureck Director	1	✓						0	0	0
(10) Chris Montague Director	1	✓						0	0	0
(11)										
(12)										
(13)										
(14)										

Part VII **Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees** *(continued)*

(A) Name and title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee): Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former	(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
(15)										
(16)										
(17)										
(18)										
(19)										
(20)										
(21)										
(22)										
(23)										
(24)										
(25)										
1b Sub-total . . . ▶								0	0	0
c Total from continuation sheets to Part VII, Section A . . . ▶								0	0	0
d Total (add lines 1b and 1c) . . . ▶								0	0	0

2 Total number of individuals (including but not limited to those listed above) who received more than $100,000 of reportable compensation from the organization ▶

		Yes	No
3 Did the organization list any **former** officer, director, or trustee, key employee, or highest compensated employee on line 1a? *If "Yes," complete Schedule J for such individual*	3		✓
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than $150,000? *If "Yes," complete Schedule J for such individual*	4		✓
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? *If "Yes," complete Schedule J for such person*	5		✓

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than $100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
N/A		

2 Total number of independent contractors (including but not limited to those listed above) who received more than $100,000 of compensation from the organization ▶ 0

Part VIII Statement of Revenue

					(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, Gifts, Grants and Other Similar Amounts	1a	Federated campaigns	1a	0				
	b	Membership dues	1b	0				
	c	Fundraising events	1c	48,280				
	d	Related organizations	1d	478,305				
	e	Government grants (contributions)	1e	0				
	f	All other contributions, gifts, grants, and similar amounts not included above	1f	1,647,015				
	g	Noncash contributions included in lines 1a-1f: $ 194,037						
	h	**Total.** Add lines 1a–1f ▶			2,173,600			
Program Service Revenue				Business Code				
	2a	publications		813312	126	0	0	0
	b				0	0	0	0
	c				0	0	0	0
	d				0	0	0	0
	e				0	0	0	0
	f	All other program service revenue			0	0	0	0
	g	**Total.** Add lines 2a–2f ▶			126			
Other Revenue	3	Investment income (including dividends, interest, and other similar amounts) ▶			16,817	0	0	0
	4	Income from investment of tax-exempt bond proceeds ▶			0	0	0	0
	5	Royalties ▶			0	0	0	0
			(i) Real	(ii) Personal				
	6a	Gross rents	0	0				
	b	Less: rental expenses	0	0				
	c	Rental income or (loss)	0	0				
	d	Net rental income or (loss) ▶			0	0	0	0
	7a	Gross amount from sales of assets other than inventory	(i) Securities 1,090,692	(ii) Other				
	b	Less: cost or other basis and sales expenses	1,091,977					
	c	Gain or (loss)	(1,285)					
	d	Net gain or (loss) ▶			(1,285)	0	0	0
	8a	Gross income from fundraising events (not including $ 48,280 of contributions reported on line 1c). See Part IV, line 18	a	56,449				
	b	Less: direct expenses	b	54,181				
	c	Net income or (loss) from fundraising events ▶			2,268		0	0
	9a	Gross income from gaming activities. See Part IV, line 19	a	0				
	b	Less: direct expenses	b	0				
	c	Net income or (loss) from gaming activities ▶			0	0	0	0
	10a	Gross sales of inventory, less returns and allowances	a	0				
	b	Less: cost of goods sold	b	0				
	c	Net income or (loss) from sales of inventory ▶			0	0	0	0
		Miscellaneous Revenue		Business Code				
	11a				0	0	0	0
	b				0	0	0	0
	c				0	0	0	0
	d	All other revenue			0	0	0	0
	e	**Total.** Add lines 11a–11d ▶			0			
	12	**Total revenue.** See instructions. ▶			2,191,526			

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Check if Schedule O contains a response to any question in this Part IX . . . . ☐

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21	507,786	507,786		
2 Grants and other assistance to individuals in the United States. See Part IV, line 22 . . .	0	0		
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16 . .	0	0		
4 Benefits paid to or for members	0	0		
5 Compensation of current officers, directors, trustees, and key employees	0	0	0	0
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) . .	0	0	0	0
7 Other salaries and wages	745,466	525,542	173,216	46,708
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	81,671	57,170	20,418	4,083
9 Other employee benefits	53,789	37,651	13,448	2,690
10 Payroll taxes	70,771	49,540	17,693	3,538
11 Fees for services (non-employees):				
a Management	0	0	0	0
b Legal	32,645	32,392	201	52
c Accounting	15,958	11,170	3,990	798
d Lobbying	0	0	0	0
e Professional fundraising services. See Part IV, line 17	0			0
f Investment management fees	0	0	0	0
g Other	23,283	16,298	5,821	1,164
12 Advertising and promotion	43,624	30,537	10,906	2,181
13 Office expenses	63,170	38,219	21,793	3,158
14 Information technology	1,139	797	285	57
15 Royalties	0	0	0	0
16 Occupancy	36,291	21,402	12,074	2,815
17 Travel	90,487	58,340	21,523	10,624
18 Payments of travel or entertainment expenses for any federal, state, or local public officials	0	0	0	0
19 Conferences, conventions, and meetings .	18,845	18,845	0	0
20 Interest	0	0	0	0
21 Payments to affiliates	0	0	0	0
22 Depreciation, depletion, and amortization .	15,745	9,022	4,936	1,787
23 Insurance	13,625	9,538	3,406	681
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a Equipment (minor purchases/maintenance)	14,275	9,422	2,853	2,000
b Uncollectible Accounts	12,321	11,519	0	802
c Easement Acquisitions	361,000	361,000	0	0
d				
e All other expenses				
25 **Total functional expenses.** Add lines 1 through 24e	2,201,891	1,806,190	312,563	83,138
26 **Joint costs.** Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here ▶ ☐ if following SOP 98-2 (ASC 958-720)				

Part X Balance Sheet

			(A) Beginning of year		(B) End of year
Assets	1	Cash—non-interest-bearing	185,758	1	173,832
	2	Savings and temporary cash investments	490,852	2	796,978
	3	Pledges and grants receivable, net	0	3	0
	4	Accounts receivable, net	140,634	4	99,391
	5	Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L	0	5	0
	6	Receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions)	0	6	0
	7	Notes and loans receivable, net	0	7	0
	8	Inventories for sale or use	0	8	0
	9	Prepaid expenses and deferred charges	0	9	0
	10a	Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D — 10a: 230,755			
	b	Less: accumulated depreciation — 10b: 127,499	98,448	10c	103,256
	11	Investments—publicly traded securities	0	11	0
	12	Investments—other securities. See Part IV, line 11	0	12	0
	13	Investments—program-related. See Part IV, line 11	396,125	13	139,905
	14	Intangible assets	0	14	0
	15	Other assets. See Part IV, line 11	1,754	15	774
	16	**Total assets.** Add lines 1 through 15 (must equal line 34)	1,313,571	16	1,314,136
Liabilities	17	Accounts payable and accrued expenses	46,328	17	57,258
	18	Grants payable	0	18	0
	19	Deferred revenue	0	19	0
	20	Tax-exempt bond liabilities	0	20	0
	21	Escrow or custodial account liability. Complete Part IV of Schedule D	0	21	0
	22	Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L	0	22	0
	23	Secured mortgages and notes payable to unrelated third parties	0	23	0
	24	Unsecured notes and loans payable to unrelated third parties	0	24	0
	25	Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D	0	25	0
	26	**Total liabilities.** Add lines 17 through 25	46,328	26	57,258
Net Assets or Fund Balances		**Organizations that follow SFAS 117, check here ▶ ☐ and complete lines 27 through 29, and lines 33 and 34.**			
	27	Unrestricted net assets	972,589	27	1,232,704
	28	Temporarily restricted net assets	293,900	28	23,400
	29	Permanently restricted net assets	754	29	774
		Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 30 through 34.			
	30	Capital stock or trust principal, or current funds	0	30	0
	31	Paid-in or capital surplus, or land, building, or equipment fund	0	31	0
	32	Retained earnings, endowment, accumulated income, or other funds	0	32	0
	33	Total net assets or fund balances	1,267,243	33	1,256,878
	34	Total liabilities and net assets/fund balances	1,313,571	34	1,314,136

Part XI Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI . . . ☐

1	Total revenue (must equal Part VIII, column (A), line 12)	1	2,191,526
2	Total expenses (must equal Part IX, column (A), line 25)	2	2,201,891
3	Revenue less expenses. Subtract line 2 from line 1	3	(10,365)
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	1,267,243
5	Other changes in net assets or fund balances (explain in Schedule O)	5	
6	Net assets or fund balances at end of year. Combine lines 3, 4, and 5 (must equal Part X, line 33, column (B))	6	1,256,878

Part XII Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII . . . ☐

			Yes	No
1	Accounting method used to prepare the Form 990: ☑ Cash ☐ Accrual ☐ Other If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.			
2a	Were the organization's financial statements compiled or reviewed by an independent accountant?	2a	✓	
b	Were the organization's financial statements audited by an independent accountant?	2b	✓	
c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?	2c	✓	
	If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.			
d	If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a separate basis, consolidated basis, or both: ☐ Separate basis ☑ Consolidated basis ☐ Both consolidated and separate basis			
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?	3a		✓
b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits	3b		

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

Name of the organization
THE MONTANA LAND RELIANCE

Employer identification number
81-0369262

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

1 ☐ A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i).**

2 ☐ A school described in **section 170(b)(1)(A)(ii).** (Attach Schedule E.)

3 ☐ A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii).**

4 ☐ A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii).** Enter the hospital's name, city, and state:

5 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv).** (Complete Part II.)

6 ☐ A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v).**

7 ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi).** (Complete Part II.)

8 ☐ A community trust described in **section 170(b)(1)(A)(vi).** (Complete Part II.)

9 ☑ An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See **section 509(a)(2).** (Complete Part III.)

10 ☐ An organization organized and operated exclusively to test for public safety. See **section 509(a)(4).**

11 ☐ An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See **section 509(a)(3).** Check the box that describes the type of supporting organization and complete lines 11e through 11h.

a ☐ Type I b ☐ Type II c ☐ Type III–Functionally integrated d ☐ Type III–Other

e ☐ By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).

f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box . . . . . ☐

g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

		Yes	No
(i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization? . . .	11g(i)		
(ii) A family member of a person described in (i) above? . . .	11g(ii)		
(iii) A 35% controlled entity of a person described in (i) or (ii) above? . . .	11g(iii)		

h Provide the following information about the supported organization(s).

	(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section **(see instructions)**)	(iv) Is the organization in col (i) listed in your governing document? Yes	No	(v) Did you notify the organization in col (i) of your support? Yes	No	(vi) Is the organization in col (i) organized in the U S ? Yes	No	(vii) Amount of support
(A)										
(B)										
(C)										
(D)										
(E)										
Total										

Part II **Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)** (Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 **Total.** Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 **Public support.** Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
11 **Total support.** Add lines 7 through 10						

12 Gross receipts from related activities, etc. (see instructions) 12

13 **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** . . . ▶ ☐

Section C. Computation of Public Support Percentage

14 Public support percentage for 2011 (line 6, column (f) divided by line 11, column (f)) . . . . 14 %

15 Public support percentage from 2010 Schedule A, Part II, line 14 . . . . 15 %

16a **33 1/3% support test—2011.** If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and **stop here.** The organization qualifies as a publicly supported organization . . . ▶ ☐

b **33 1/3% support test—2010.** If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and **stop here.** The organization qualifies as a publicly supported organization . . . ▶ ☐

17a **10%-facts-and-circumstances test—2011.** If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization . . . ▶ ☐

b **10%-facts-and-circumstances test—2010.** If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization . . . ▶ ☐

18 **Private foundation.** If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions . . . ▶ ☐

Part III Support Schedule for Organizations Described in Section 509(a)(2)
(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	1,750,124	1,620,605	1,751,492	1,169,049	2,173,600	8,464,870
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose . . .	23,762	(8,198)	28,118	22,439	2,268	68,389
3 Gross receipts from activities that are not an unrelated trade or business under section 513	0	0	0	0	0	0
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf . . .	0	0	0	0	0	0
5 The value of services or facilities furnished by a governmental unit to the organization without charge	0	0	0	0	0	0
6 **Total.** Add lines 1 through 5	1,773,886	1,612,407	1,779,610	1,191,488	2,175,868	8,533,259
7a Amounts included on lines 1, 2, and 3 received from disqualified persons .	0	0	0	0	0	0
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of $5,000 or 1% of the amount on line 13 for the year	0	0	0	0	0	0
c Add lines 7a and 7b	0	0	0	0	0	0
8 **Public support** (Subtract line 7c from line 6.)						8,533,259

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
9 Amounts from line 6	1,773,886	1,612,407	1,779,610	1,191,488	2,175,868	8,533,259
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources .	845,256	811,264	204,682	468,332	15,532	2,345,006
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975	0	0	0	0	0	0
c Add lines 10a and 10b	845,256	811,264	204,682	468,332	15,532	2,345,006
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on	0	0	0	0	0	0
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)	0	0	0	0	0	0
13 **Total support.** (Add lines 9, 10c, 11, and 12.)	2,619,142	2,423,671	1,984,292	1,659,820	2,191,400	10,878,325

14 **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** . . . . ▶ ☐

Section C. Computation of Public Support Percentage

15	Public support percentage for 2011 (line 8, column (f) divided by line 13, column (f))	15	79 %
16	Public support percentage from 2010 Schedule A, Part III, line 15	16	73 %

Section D. Computation of Investment Income Percentage

17	Investment income percentage for **2011** (line 10c, column (f) divided by line 13, column (f)) . . .	17	22 %
18	Investment income percentage from **2010** Schedule A, Part III, line 17	18	27 %

19a **$33^1/_3$% support tests—2011.** If the organization did not check the box on line 14, and line 15 is more than $33^1/_3$%, and line 17 is not more than $33^1/_3$%, check this box and **stop here.** The organization qualifies as a publicly supported organization . ▶ ☑

b **$33^1/_3$% support tests—2010.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than $33^1/_3$%, and line 18 is not more than $33^1/_3$%, check this box and **stop here.** The organization qualifies as a publicly supported organization ▶ ☐

20 **Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions ▶ ☐

Part IV **Supplemental Information.** Complete this part to provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12. Also complete this part for any additional information. (See instructions).

Part III, Line 2 -- MLR produces various publications for staff's use as outreach materials for potential new land conservation projects and for educational activities. In 2011, MLR also held an art auction, celebration party, and agricultural forum that helped raise funds to support the tax-exempt functions of the organization.

SCHEDULE C
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Political Campaign and Lobbying Activities

For Organizations Exempt From Income Tax Under section 501(c) and section 527

▶ Complete if the organization is described below. ▶ Attach to Form 990 or Form 990-EZ.
▶ See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

If the organization answered "Yes" to Form 990, Part IV, line 3, or Form 990-EZ, Part V, line 46 (Political Campaign Activities), then

- Section 501(c)(3) organizations. Complete Parts I-A and B. Do not complete Part I-C
- Section 501(c) (other than section 501(c)(3)) organizations: Complete Parts I-A and C below. Do not complete Part I-B
- Section 527 organizations· Complete Part I-A only.

If the organization answered "Yes" to Form 990, Part IV, line 4, or Form 990-EZ, Part VI, line 47 (Lobbying Activities), then

- Section 501(c)(3) organizations that have filed Form 5768 (election under section 501(h)): Complete Part II-A. Do not complete Part II-B.
- Section 501(c)(3) organizations that have NOT filed Form 5768 (election under section 501(h))· Complete Part II-B Do not complete Part II-A.

If the organization answered "Yes" to Form 990, Part IV, line 5 (Proxy Tax) or Form 990-EZ, Part V, line 35c (Proxy Tax), then

- Section 501(c)(4), (5), or (6) organizations Complete Part III.

Name of organization	Employer identification number
THE MONTANA LAND RELIANCE	81-0369262

Part I-A Complete if the organization is exempt under section 501(c) or is a section 527 organization.

1 Provide a description of the organization's direct and indirect political campaign activities in Part IV.

2 Political expenditures . . . ▶ $ 0

3 Volunteer hours . . . 0

Part I-B Complete if the organization is exempt under section 501(c)(3).

1 Enter the amount of any excise tax incurred by the organization under section 4955 . . . ▶ $ 0

2 Enter the amount of any excise tax incurred by organization managers under section 4955 . . ▶ $ 0

3 If the organization incurred a section 4955 tax, did it file Form 4720 for this year? . . . ☐ Yes ☐ No

4a Was a correction made? . . . ☐ Yes ☐ No

b If "Yes," describe in Part IV.

Part I-C Complete if the organization is exempt under section 501(c), except section 501(c)(3).

1 Enter the amount directly expended by the filing organization for section 527 exempt function activities . . . ▶ $

2 Enter the amount of the filing organization's funds contributed to other organizations for section 527 exempt function activities . . . ▶ $

3 Total exempt function expenditures. Add lines 1 and 2. Enter here and on Form 1120-POL, line 17b . . . ▶ $

4 Did the filing organization file **Form 1120-POL** for this year? . . . ☐ Yes ☐ No

5 Enter the names, addresses and employer identification number (EIN) of all section 527 political organizations to which the filing organization made payments. For each organization listed, enter the amount paid from the filing organization's funds. Also enter the amount of political contributions received that were promptly and directly delivered to a separate political organization, such as a separate segregated fund or a political action committee (PAC). If additional space is needed, provide information in Part IV.

	(a) Name	(b) Address	(c) EIN	(d) Amount paid from filing organization's funds If none, enter -0-	(e) Amount of political contributions received and promptly and directly delivered to a separate political organization If none, enter -0-
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					

Part II-A **Complete if the organization is exempt under section 501(c)(3) and filed Form 5768 (election under section 501(h)).**

A Check ▶ ☐ if the filing organization belongs to an affiliated group (and list in Part IV each affiliated group member's name, address, EIN, expenses, and share of excess lobbying expenditures).

B Check ▶ ☐ if the filing organization checked box A and "limited control" provisions apply.

	Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)	**(a)** Filing organization's totals	**(b)** Affiliated group totals
1a	Total lobbying expenditures to influence public opinion (grass roots lobbying)	0	
b	Total lobbying expenditures to influence a legislative body (direct lobbying)	0	
c	Total lobbying expenditures (add lines 1a and 1b)	0	
d	Other exempt purpose expenditures	2,172,729	
e	Total exempt purpose expenditures (add lines 1c and 1d)	2,172,729	
f	Lobbying nontaxable amount. Enter the amount from the following table in both columns.	258,637	

If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:
Not over $500,000	20% of the amount on line 1e
Over $500,000 but not over $1,000,000	$100,000 plus 15% of the excess over $500,000.
Over $1,000,000 but not over $1,500,000	$175,000 plus 10% of the excess over $1,000,000
Over $1,500,000 but not over $17,000,000	$225,000 plus 5% of the excess over $1,500,000
Over $17,000,000	$1,000,000.

		(a)	(b)
g	Grassroots nontaxable amount (enter 25% of line 1f)	64,660	
h	Subtract line 1g from line 1a. If zero or less, enter -0-	0	
i	Subtract line 1f from line 1c. If zero or less, enter -0-	0	
j	If there is an amount other than zero on either line 1h or line 1i, did the organization file Form 4720 reporting section 4911 tax for this year?	☐ Yes	☐ No

4-Year Averaging Period Under Section 501(h)
(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 2a through 2f on page 4.)

Lobbying Expenditures During 4-Year Averaging Period

	Calendar year (or fiscal year beginning in)	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) Total
2a	Lobbying nontaxable amount	251,206	232,053	243,766	258,637	985,662
b	Lobbying ceiling amount (150% of line 2a, column (e))					0
c	Total lobbying expenditures	3,720	0	0	0	3,720
d	Grassroots nontaxable amount	62,801	58,013	60,942	64,660	246,416
e	Grassroots ceiling amount (150% of line 2d, column (e))					0
f	Grassroots lobbying expenditures	0	0	0	0	0

Part II-B Complete if the organization is exempt under section 501(c)(3) and has NOT filed Form 5768 (election under section 501(h)).

For each "Yes" response to lines 1a through 1i below, provide in Part IV a detailed description of the lobbying activity.	(a) Yes	(a) No	(b) Amount
1 During the year, did the filing organization attempt to influence foreign, national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:			
a Volunteers?			
b Paid staff or management (include compensation in expenses reported on lines 1c through 1i)?			
c Media advertisements?			
d Mailings to members, legislators, or the public?			
e Publications, or published or broadcast statements?			
f Grants to other organizations for lobbying purposes?			
g Direct contact with legislators, their staffs, government officials, or a legislative body?			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any similar means?			
i Other activities?			
j Total Add lines 1c through 1i			
2a Did the activities in line 1 cause the organization to be not described in section 501(c)(3)?			
b If "Yes," enter the amount of any tax incurred under section 4912			
c If "Yes," enter the amount of any tax incurred by organization managers under section 4912			
d If the filing organization incurred a section 4912 tax, did it file Form 4720 for this year?			

Part III-A Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6).

		Yes	No
1 Were substantially all (90% or more) dues received nondeductible by members?	1		
2 Did the organization make only in-house lobbying expenditures of $2,000 or less?	2		
3 Did the organization agree to carry over lobbying and political expenditures from the prior year?	3		

Part III-B Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6) and if either (a) BOTH Part III-A, lines 1 and 2, are answered "No" OR (b) Part III-A, line 3, is answered "Yes."

1 Dues, assessments and similar amounts from members	1	
2 Section 162(e) nondeductible lobbying and political expenditures **(do not include amounts of political expenses for which the section 527(f) tax was paid).**		
a Current year	2a	
b Carryover from last year	2b	
c Total	2c	
3 Aggregate amount reported in section 6033(e)(1)(A) notices of nondeductible section 162(e) dues	3	
4 If notices were sent and the amount on line 2c exceeds the amount on line 3, what portion of the excess does the organization agree to carryover to the reasonable estimate of nondeductible lobbying and political expenditure next year?	4	
5 Taxable amount of lobbying and political expenditures (see instructions)	5	

Part IV Supplemental Information

Complete this part to provide the descriptions required for Part I-A, line 1; Part I-B, line 4; Part I-C, line 5; Part II-A; and Part II-B, line 1. Also, complete this part for any additional information

Part IV **Supplemental Information** *(continued)*

SCHEDULE D (Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

▶ Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.
▶ Attach to Form 990. ▶ See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

Name of the organization	Employer identification number
THE MONTANA LAND RELIANCE	81-0369262

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

		(a) Donor advised funds	(b) Funds and other accounts
1	Total number at end of year		
2	Aggregate contributions to (during year)		
3	Aggregate grants from (during year)		
4	Aggregate value at end of year		

5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control? ☐ Yes ☐ No

6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit? ☐ Yes ☐ No

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).

☐ Preservation of land for public use (e.g., recreation or education)
☑ Protection of natural habitat
☑ Preservation of open space
☐ Preservation of an historically important land area
☐ Preservation of a certified historic structure

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

			Held at the End of the Tax Year
a	Total number of conservation easements	2a	771
b	Total acreage restricted by conservation easements	2b	896,555
c	Number of conservation easements on a certified historic structure included in (a)	2c	0
d	Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2d	0

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ▶ 9

4 Number of states where property subject to conservation easement is located ▶ 1

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? ☑ Yes ☐ No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ▶ 8,018

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ▶ $ 470,367

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? ☑ Yes ☐ No

9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenues included in Form 990, Part VIII, line 1 ▶ $

(ii) Assets included in Form 990, Part X ▶ $

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:

a Revenues included in Form 990, Part VIII, line 1 ▶ $

b Assets included in Form 990, Part X ▶ $

Part III **Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** *(continued)*

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

a ☐ Public exhibition
b ☐ Scholarly research
c ☐ Preservation for future generations
d ☐ Loan or exchange programs
e ☐ Other

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? . . ☐ Yes ☐ No

Part IV **Escrow and Custodial Arrangements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? . . . ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV and complete the following table.

			Amount
c	Beginning balance	1c	
d	Additions during the year	1d	
e	Distributions during the year	1e	
f	Ending balance	1f	

2a Did the organization include an amount on Form 990, Part X, line 21? . . . ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV.

Part V **Endowment Funds.** Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

		(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a	Beginning of year balance	0	365,456	269,371	176,638	
b	Contributions	0	0	99,152	90,485	
c	Net investment earnings, gains, and losses	0	8,385	933	5,248	
d	Grants or scholarships	0	(369,841)	0	0	
e	Other expenditures for facilities and programs	0	(4,000)	(4,000)	(4,000)	
f	Administrative expenses	0	0	0	0	
g	End of year balance	0	0	365,456	269,371	

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

a Board designated or quasi-endowment ▶ 0 %

b Permanent endowment ▶ 0 %

c Temporarily restricted endowment ▶ 0 %

The percentages in lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

			Yes	No
	(i) unrelated organizations	3a(i)		✓
	(ii) related organizations	3a(ii)	✓	
b	If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?	3b	✓	

4 Describe in Part XIV the intended uses of the organization's endowment funds.

Part VI **Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

	Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a	Land	0	55,000		55,000
b	Buildings	0	0	0	0
c	Leasehold improvements	0	0	0	0
d	Equipment	0	175,755	127,499	48,256
e	Other	0	0	0	0

Total. Add lines 1a through 1e. *(Column (d) must equal Form 990, Part X, column (B), line 10(c).)* ▶ 103,256

Part VII Investments—Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
(I)		
Total. *(Column (b) must equal Form 990, Part X, col. (B) line 12.)* ▶	0	

Part VIII Investments—Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) Liquid Assets	139,905	cost
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Total. *(Column (b) must equal Form 990, Part X, col. (B) line 13.)* ▶	139,905	

Part IX Other Assets. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1) Conservation easements	771
(2) Mineral rights	2
(3) Water rights	1
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
Total. *(Column (b) must equal Form 990, Part X, col. (B) line 15.)* ▶	774

Part X Other Liabilities. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) ~~Federal income taxes~~	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
Total. *(Column (b) must equal Form 990, Part X, col (B) line 25.)* ▶	0

2. FIN 48 (ASC 740) Footnote. In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740).

Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV.)	8	
9	Total adjustments (net). Add lines 4 through 8	9	
10	Excess or (deficit) for the year per audited financial statements. Combine lines 3 and 9	10	

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements			1	
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:				
a	Net unrealized gains on investments	2a			
b	Donated services and use of facilities	2b			
c	Recoveries of prior year grants	2c			
d	Other (Describe in Part XIV.)	2d			
e	Add lines **2a** through **2d**			2e	
3	Subtract line **2e** from line **1**			3	
4	Amounts included on Form 990, Part VIII, line 12, but not on line **1**:				
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a			
b	Other (Describe in Part XIV.)	4b			
c	Add lines **4a** and **4b**			4c	
5	Total revenue. Add lines **3** and **4c.** *(This must equal Form 990, Part I, line 12.)*			5	

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements			1	
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:				
a	Donated services and use of facilities	2a			
b	Prior year adjustments	2b			
c	Other losses	2c			
d	Other (Describe in Part XIV.)	2d			
e	Add lines **2a** through **2d**			2e	
3	Subtract line **2e** from line **1**			3	
4	Amounts included on Form 990, Part IX, line 25, but not on line **1:**				
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a			
b	Other (Describe in Part XIV.)	4b			
c	Add lines **4a** and **4b**			4c	
5	Total expenses. Add lines **3** and **4c.** *(This must equal Form 990, Part I, line 18.)*			5	

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b. Also complete this part to provide any additional information.

PART II - Line 3 (conservation easement modifications): Of the total 771 conservation easements MLR held at the end of 2011, 11 documents were modified, which represents approximately 1.5% of total easements. Seven easements were restated, corrected, and/or amended for the following purposes: to add additional lands totaling 716 acres into existing conservation easements and thereby to protect the conservation values on such additional properties in perpetuity; to eliminate ambiguities in older easement terms to enable better monitoring and enforcement of easement terms in the future; to combine easement properties to reduce the total number of transfers and residential structures; and to confine the location of structures on protected properties. In all cases of amendment, financial analyses were commissioned and qualified appraisers consulted to ensure that the landowners did not receive impermissible private benefits and MLR confirmed in all cases that the original conservation benefits of the easement were either enhanced or not detrimentally affected.

Part XIV Supplemental Information *(continued)*

Amendments:

1) South Jack Creek Property. A total of 516 acres where added to this easement property through a Restatement & Grant of Deed of Conservation Easement recorded on 12/22/11, as Doc. No. 143708 Records, in the public records of Madison County, MT. With the addition of these 516 acres, this property totals 4,012 acres, and the entire parcel may only be transferred as a single, undivided tract in unified title. The property permanently protects valuable willdife habitat and open space for federally protected species in a critical area of the Greater Yellowstone Ecosystem directly adjacent to the Gallatin National Forest and in very close proximity to the Lee Metcalf Wilderness Area. Furthermore, the conservation easement allows non-profit public outdoor and conservation education activities, pursuant to IRC Section 170(h)(4)(A), with safeguards designed to allow such activities only at levels that protected and preserve habitat and open-space. The original easement on the South Jack Creek Property was recorded on 12/27/96, as Doc. No. 059605, at Vol. 404 of Records, Page 950, as amended by that certain Amendment to Deed of Conservation Easement, recorded on 12/12/97, as Doc. No. 064019, at Book 414 of Records, Page 88, records of Madison County, MT.

2) Bench Ranch Property On 8/14/87, the owners of the Bench Ranch donated a Deed of Conservation Easement to MLR over this then 842-acre property that was recorded on 9/14/87, in Book 97 of Deeds, Page 653, records of Stillwater County, MT Since that time the owners have acquired an additional 200 acres that is surrounded by the existing easement. The property is in an area of Stillwater County (the East Rosebud Valley) that has seen increased development pressure over the last 15 years. The Grant Deed of Conservation Easement and Correction, Amendment, and Ratification of Previous Deed of Conservation Easement, recorded on 12/27/11, as Doc No. 349926, records of Stillwater County, MT, protected the additional 200 acres acquired over the years and also corrected an inadvertent typographical error that appeared in the original easement document.

3, 4, and 5) Teller Wildlife Refuge. This Amendment and Partial Restatement of Deed of Conservation Easement replace three separate 20-year old conservation easements granted by the same individual into one comprehensive, consolidated conservation easement covering approximately 1,125 acres in Ravalli County, Montana, one of the fastest growing and suburbanized counties in the State of Montana. The three easements amended were: 1) dated 3/12/87, recorded on 3/18/87, in Book 178 of Deeds, Page 630, records of Ravalli County, MT, as amended thereafter by an Amendment to Deed of Conservation Easement, dated 10/26/94, recorded on 10/28/94, in Book 211 of Deeds, Page 23, records of Ravalli County, MT; 2) dated 12/23/88, recorded 12/30/88, in Book 184 of Deeds, Page 808, records of Ravalli County, MT, as amended thereafter by an Amendment to Deed of Conservation Easement, dated 10/26/94, recorded on 10/28/94, in Book 221 of Deeds, Page 24, records of Ravalli County, MT; and 3) dated 4/10/90, recorded on 4/20/90, in Book 25 of Misc., Page 4, records of Ravalli County, MT, as amended thereafter by an Amendment to Deed of Conservation Easement, dated 10/26/94, recorded

(continued in Schedule O)

SCHEDULE G (Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information Regarding Fundraising or Gaming Activities

Complete if the organization answered "Yes" to Form 990, Part IV, lines 17, 18, or 19, or if the organization entered more than $15,000 on Form 990-EZ, line 6a.
▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

Name of the organization: THE MONTANA LAND RELIANCE

Employer identification number: 81-0369262

Part I Fundraising Activities. Complete if the organization answered "Yes" to Form 990, Part IV, line 17. Form 990-EZ filers are not required to complete this part.

1 Indicate whether the organization raised funds through any of the following activities. Check all that apply.

a ☑ Mail solicitations
b ☐ Internet and email solicitations
c ☐ Phone solicitations
d ☑ In-person solicitations
e ☐ Solicitation of non-government grants
f ☐ Solicitation of government grants
g ☑ Special fundraising events

2a Did the organization have a written or oral agreement with any individual (including officers, directors, trustees or key employees listed in Form 990, Part VII) or entity in connection with professional fundraising services? ☐ Yes ☑ No

b If "Yes," list the ten highest paid individuals or entities (fundraisers) pursuant to agreements under which the fundraiser is to be compensated at least $5,000 by the organization

	(i) Name and address of individual or entity (fundraiser)	(ii) Activity	(iii) Did fundraiser have custody or control of contributions? Yes	No	(iv) Gross receipts from activity	(v) Amount paid to (or retained by) fundraiser listed in col (i)	(vi) Amount paid to (or retained by) organization
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
Total ▶							

3 List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from registration or licensing.

Montana

Part II **Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than $15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than $5,000.

		(a) Event #1 Art Auction (event type)	(b) Event #2 Celebration Party (event type)	(c) Other events Ag Forum (total number)	(d) Total events (add col (a) through col (c))
Revenue	1 Gross receipts	71,898	11,631	21,200	104,729
	2 Less: Charitable contributions	22,823	4,257	21,200	48,280
	3 Gross income (line 1 minus line 2)	49,075	7,374	0	56,449
Direct Expenses	4 Cash prizes	0	0	0	0
	5 Noncash prizes	0	0	0	0
	6 Rent/facility costs	5,733	1,505	1,272	8,510
	7 Food and beverages	7,535	5,471	1,407	14,413
	8 Entertainment	0	300	0	300
	9 Other direct expenses	28,200	1,708	1,050	30,958
	10 Direct expense summary. Add lines 4 through 9 in column (d) ▶				(54,181)
	11 Net income summary. Combine line 3, column (d), and line 10 ▶				2,268

Part III **Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than $15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col (a) through col (c))
Revenue	1 Gross revenue				
Direct Expenses	2 Cash prizes				
	3 Noncash prizes				
	4 Rent/facility costs				
	5 Other direct expenses				
	6 Volunteer labor	☐ Yes ____ % ☐ No	☐ Yes ____ % ☐ No	☐ Yes ____ % ☐ No	
	7 Direct expense summary. Add lines 2 through 5 in column (d) ▶				( )
	8 Net gaming income summary. Combine line 1, column d, and line 7 ▶				

9 Enter the state(s) in which the organization operates gaming activities: ____

a Is the organization licensed to operate gaming activities in each of these states? ☐ Yes ☐ No

b If "No," explain: ____

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year? ☐ Yes ☐ No

b If "Yes," explain: ____

11 Does the organization operate gaming activities with nonmembers? ☐ Yes ☐ No

12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming? ☐ Yes ☐ No

13 Indicate the percentage of gaming activity operated in:

a	The organization's facility	13a	%
b	An outside facility	13b	%

14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶

Address ▶

15a Does the organization have a contract with a third party from whom the organization receives gaming revenue? ☐ Yes ☐ No

b If "Yes," enter the amount of gaming revenue received by the organization ▶ $ ______ and the amount of gaming revenue retained by the third party ▶ $ ______ .

c If "Yes," enter name and address of the third party:

Name ▶

Address ▶

16 Gaming manager information:

Name ▶

Gaming manager compensation ▶ $

Description of services provided ▶

☐ Director/officer ☐ Employee ☐ Independent contractor

17 Mandatory distributions:

a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license? ☐ Yes ☐ No

b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ $

Part IV Supplemental Information.

Complete this part to provide the explanations required by Part I, line 2b, columns (iii) and (v), and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also complete this part to provide any additional information (see instructions).

SCHEDULE I
(Form 990)

Department of the Treasury
Internal Revenue Service

Grants and Other Assistance to Organizations, Governments, and Individuals in the United States

Complete if the organization answered "Yes" to Form 990, Part IV, line 21 or 22.
▶ Attach to Form 990.

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Name of the organization: THE MONTANA LAND RELIANCE
Employer identification number: 81-0369262

Part I General Information on Grants and Assistance

1 Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance? . . . . ☑ Yes ☐ No

2 Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States.

Part II Grants and Other Assistance to Governments and Organizations in the United States.

Complete if the organization answered "Yes" to Form 990, Part IV, line 21, for any recipient that received more than $5,000. Check this box if no one recipient received more than $5,000. Part II can be duplicated if additional space is needed . . . . ▶ ☐

1 (a) Name and address of organization or government	(b) EIN	(c) IRC section if applicable	(d) Amount of cash grant	(e) Amount of non-cash assistance	(f) Method of valuation (book, FMV, appraisal, other)	(g) Description of non-cash assistance	(h) Purpose of grant or assistance
(1) Montana Land Reliance Foundation, Inc. PO Box 355, Helena, MT	27-1125289	501(c)(3)	478,624	29,162	cash/cost	stock transfer	investments
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							
(10)							
(11)							
(12)							

2 Enter total number of section 501(c)(3) and government organizations listed in the line 1 table . . . . ▶ 1

3 Enter total number of other organizations listed in the line 1 table . . . . ▶ 0

Part III **Grants and Other Assistance to Individuals in the United States.** Complete if the organization answered "Yes" to Form 990, Part IV, line 22. Part III can be duplicated if additional space is needed.

	(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance
1						
2						
3						
4						
5						
6						
7						

Part IV **Supplemental Information.** Complete this part to provide the information required in Part I, line 2, and any other additional information.

The Montana Land Reliance Foundation, Inc., was established to provide services to The Montana Land Reliance (MLR), to provide financial assistance to MLR, and hold assets in support of MLR. Three members of MLR's Board of Directors serve on the Board of the Montana Land Reliance Foundation to provide oversight of the use of funds provided to the Foundation by MLR. MLR monies granted to the Foundation are invested to provide income that is then granted to MLR to assist in the completion of land projects, to assist with the financial burden of monitoring existing conservation easements, to assist MLR with costs associated with its education and outreach program to landowners, professionals, and other conservation organizations, and to assist MLR with its general operating expenses. In 2011, MLR granted: 1) $280,061 to the Foundation to be invested in the Conservation Fund (income from which is used to assist with general operating costs); 2) $5,000 to be invested in the Eastern Montana Fund (income from which may be used to assist with the costs of operating MLR's eastern office); 3) $54,248 to be invested into the Education and Outreach Fund (income used to assist with MLR's education and outreach activities); and 4) $168,477 to be invested into the Land Protection Fund (income from which is used to assist MLR with conservation easement project costs and monitoring/stewardship costs). Of the total $54,248 granted to the Foundation for investment into the Education and Outreach Fund, $29,162 was a stock transfer that was inadvertently missed on the initial transfer of funds to the Foundation.

SCHEDULE L (Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Transactions With Interested Persons

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 25a, 25b, 26, 27, 28a, 28b, or 28c, or Form 990-EZ, Part V, line 38a or 40b.
▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

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Part I Excess Benefit Transactions (section 501(c)(3) and section 501(c)(4) organizations only).

Complete if the organization answered "Yes" on Form 990, Part IV, line 25a or 25b, or Form 990-EZ, Part V, line 40b.

1 (a) Name of disqualified person	(b) Description of transaction	(c) Corrected? Yes	No
(1)			
(2)			
(3)			
(4)			
(5)			
(6)			

2 Enter the amount of tax imposed on the organization managers or disqualified persons during the year under section 4958 . . . ▶ $

3 Enter the amount of tax, if any, on line 2, above, reimbursed by the organization . . . ▶ $

Part II Loans to and/or From Interested Persons.

Complete if the organization answered "Yes" on Form 990, Part IV, line 26, or Form 990-EZ, Part V, line 38a.

(a) Name of interested person and purpose	(b) Loan to or from the organization? To	From	(c) Original principal amount	(d) Balance due	(e) In default? Yes	No	(f) Approved by board or committee? Yes	No	(g) Written agreement? Yes	No
(1)										
(2)										
(3)										
(4)										
(5)										
(6)										
(7)										
(8)										
(9)										
(10)										
Total . . . ▶ $										

Part III Grants or Assistance Benefiting Interested Persons.

Complete if the organization answered "Yes" on Form 990, Part IV, line 27.

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount and type of assistance
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		

Part IV Business Transactions Involving Interested Persons.
Complete if the organization answered "Yes" on Form 990, Part IV, line 28a, 28b, or 28c.

	(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of transaction	(d) Description of transaction	(e) Sharing of organization's revenues? Yes	No
(1)	Montana Land Reliance Foundation, Inc.	support organization to	$30,000	accounting services per		✓
(2)		MLR		Intercorporate Services Agreement		
(3)			$448,305	Grant request to cover costs		✓
(4)				associated with MLR's operations		
(5)				& monitoring/enforcement of		
(6)				conservation easements		
(7)						
(8)						
(9)						
(10)						

Part V Supplemental Information
Complete this part to provide additional information for responses to questions on Schedule L (see instructions).

Three members of MLR's Board of Directors serve on the Board of the Montana Land Reliance Foundation -- Carol Bibler, Judith Hutchins, and Jerry Townsend. These individuals provide oversight of the funds that MLR invests in the Foundation to further its conservation efforts across the State of Montana. Two members of the Foundation's Board of Directors are not members of MLR's Board of Directors and provide additional oversight of the investment funds

Through an Intercorporate Services Agreement, MLR provides accounting/bookkeeping and administrative support for the Foundation.

In 2011, the Foundation's Board of Directors approved a grant request from The Montana Land Reliance in the amount of $448,305 to cover MLR's costs related to education and outreach activities and the monitoring/enforcement of the 771 conservation easements currently held by the organization.

SCHEDULE M (Form 990)

Department of the Treasury
Internal Revenue Service

Noncash Contributions

▶ Complete if the organizations answered "Yes" on Form 990, Part IV, lines 29 or 30.
▶ Attach to Form 990.

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Employer identification number: 81-0369262

Part I Types of Property

		(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1	Art—Works of art				
2	Art—Historical treasures				
3	Art—Fractional interests				
4	Books and publications	✓		250	author invoice
5	Clothing and household goods				
6	Cars and other vehicles				
7	Boats and planes	✓	1	4,000	non-motorized market val.
8	Intellectual property				
9	Securities—Publicly traded	✓	1	167,924	market quotation
10	Securities—Closely held stock				
11	Securities—Partnership, LLC, or trust interests				
12	Securities—Miscellaneous				
13	Qualified conservation contribution—Historic structures				
14	Qualified conservation contribution—Other	✓	20	20	valued at $1 each
15	Real estate—Residential				
16	Real estate—Commercial				
17	Real estate—Other				
18	Collectibles				
19	Food inventory	✓	7	20,023	vendor invoices
20	Drugs and medical supplies				
21	Taxidermy				
22	Historical artifacts				
23	Scientific specimens				
24	Archeological artifacts				
25	Other ▶ (mileage (fed. rate))	✓	1	297	
26	Other ▶ (jewelry (auction off)	✓	1	780	
27	Other ▶ (lodging)	✓	2	743	
28	Other ▶ ( )				

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement **29** 13

			Yes	No
30a	During the year, did the organization receive by contribution any property reported in Part I, lines 1–28 that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period?	30a		✓
b	If "Yes," describe the arrangement in Part II.			
31	Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?	31	✓	
32a	Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?	32a		✓
b	If "Yes," describe in Part II.			
33	If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II.			

Part II **Supplemental Information.** Complete this part to provide the information required by Part I, lines 30b, 32b, and 33, and whether the organization is reporting in Part I, column (b), the number of contributions, the number of items received, or a combination of both. Also complete this part for any additional information.

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

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Name of the organization	Employer identification number
THE MONTANA LAND RELIANCE	81-0369262

PART III, Line 4a (specific expenditures related to new land projects):

General planning/preliminary discussion - 221,227. Specific planning/discussion by project: Smith (Troy) - 1,922; Boylan - 1,137; Sterling - 67; AA Ranch II - 538; Jackson - 33; Oswood - 92; Hayes - 654; Smith (Eric) - 3,915; American Prairie Foundation - 3,335; Dettwiler - 190; Hicks - 3,069; Beattie III - 32; Williams III - 376; Dickinson - 538; Horn - 458; Hutten II - 2,361; Summers - 3,655; Gilman - 367; Smith (Sandrea) - 2,595; Gecho - 2,409, Raible - 696; Cameron - 7,122; Huempfner III - 2,351; Sampson - 183; Fiehrer - 686; Goldberg/ Lakewold - 193; Scott - 847, Morrison I - 1,135; Morrison II - 1,108; Heyneman VII - 3,542; ABN Ranch - 359; Gecho - 266; Lapp - 1,911; Clement - 252; Hall - 801; Spear Ranch - 229; Horse Prairie Ranch - 1,154; Murray - 146; Acuff - 605; Sampson (John) - 1,130; Gunsmoke Ranch - 793, Gertsen - 736, Anderson (Pehr) - 1,647; James Land - 273; Teller Consolidation - 7,009; Siebel Consolidation - 3,887; Easement bargain purchases: Smith - 125,000; Dickinson - 85,000; Gecho I - 8,772; Gecho II - 46,161; Gecho III - 45,067, Anderson (Pehr) - 51,000; and uncollectible project accounts from previous years - 12,320.

PART III, Line 4b (specific expenditures related to stewardship & monitoring).

In addition to the $168,477 grant referenced in Part III, line 4b of the 990 Form, monitoring and stewardship expenditures totalled 301,890 (including: salaries/benefits - 273,382; printing - 513; rent - 2,340; equipment - 1,598; insurance/licensing - 230; telephone - 1,083; contract - 1,000; legal 4,532; postage/supplies - 3,226; travel/per diem - 13,986).

PART III, Line 4c (specific expenditures related to outreach and education activities)

In addition to the $339,309 grant referenced on the 990 Form, expenses include: general outreach activities to landowners, accountants, attorneys, government agencies, etc - 213,974; Brochures/annual report/newsletter - 27,274; outreach events - 24,317; media out-reach - 13,339, memberships/outreach presentations to national, regional, and state organizations - 27,284; MLR/RHF Foundation - 28,975.

PART VI, Section B, Line 11a:

MLR's annual Form 990 is drafted by staff and distributed to MLR's full Board of Directors (time permitting) for review and comment. Should the Form 990 be delayed and there is not ample time for the full Board's review, the MLR Financial Committee is authorize to review and approve the return The Form 990 is also reviewed in detail with the independent auditors during MLR's annual audit process.

Name of the organization	Employer identification number
THE MONTANA LAND RELIANCE	81-0362962

PART VI, Section B, Line 12c

MLR's conflict of interest policy covers all employees, board members, members of board committees, major donors, and individuals such as independent contractors or former employees who might have access to inside information (conflicted parties) and references conflicted parties' spouse, domestic partner, parents, grandparents, children, grandchildren, siblings, or business entities (related parties). Conflicted parties must disclose the material facts of the transaction and his/her interest to the full board/staff prior to any discussion, and shall not vote on or be present for the discussion of an issue. Potential conflicts of interest are documented in the board minutes and discussed with legal counsel if necessary. In accordance with Montana law, a board transaction with a conflicted party may only be authorized, approved, or ratified if the transaction receives the affirmative vote of a majority of the directors who have no direct or indirect interest in the transaction. Each director and employee signs a statement which affirms he/she has received, read, understands, and agrees to comply in all respects with MLR's conflict of interest policy.

PART VI, Section B, Line 15a and 15b:

The salaries of all MLR employees are determined by the Board following the recommendations of the Management Team and the Board's Compensation and Evaluation Committee and are based upon their review of salary/benefit surveys conducted on other conservation organizations across the country. These surveys are conducted annually by the Land Trust Alliance and by TREC (a nationally known survey organization) MLR staff may also be given cost-of-living increases that are based on the Social Security Administration's cost-of-living calculations. The Compensation and Evaluation Committee has the authority to revise proposed salaries if they determine that is necessary. The annual salary packages (along with a recommendation from the Compensation and Evaluation Committee) are presented to the full Board of Directors for final approval on an annual basis

PART IV, Section C, Line 19:

MLR provides its governing documents, conflict of interest policy, and audited financial statements to the general public upon request at no cost.

PART VII, Section A:

MLR did not compensate any officer, director, trustee, or key employee. No member of MLR's Management Team (three managing directors, the operations manager, and the lands manager) was compensated more than $100,000 in 2011 These five individual staff members are responsible for the overall management of the organization's day-to-day activities.

Name of the organization
THE MONTANA LAND RELIANCE

Employer Identification Number
81 : 0369262

SCHEDULE D, Part II, line 3 (continued from Part XIV of Schedule D):

Amendments (continued)

3, 4, & 5 (Teller Wildlife Refuge -- continued) -- on 10/28/94, in Book 211 of Deeds, Page 25, records of Ravalli County, MT, and corrected thereafter by a Correction to Legal Description in Deed of Conservation Easement, recorded on 6/24/03, as Doc No 517768, records of Ravalli County, MT ("Prior Conservation Easements") Consolidation of the three easemetns over property ownerd by the the Teller Wildlife Refuge, Inc a 501(c)(3) conservation education organization, significantly reduced the number of parcels into which the property may be divided, significantly reduced the number of residential dwelling units permitted on the property, and consolidated the easement into one comprehensive document covering the entire 1,125-acre property The stated purposes of the revised conservation easement are "(i) to reaffirm, preserve, and strengthen the conservation purposes enumerated in the Prior Conservation Easements, (ii) to clarify and correct the legal description of the Property protected by this Easement, (iii) to clarify the respective rights and obligations of Grantor and Grantee in the Property, (iv) to eliminate ambiguities in the terms and conditions of the Prior Conservation Easements and, thereby, to enhance Grantee's ability to enforce, and Grantor's ability to comply with, the terms of this Easement, and (v) to clarify, reaffirm, strengthen, restate, and amend permitted and prohibited uses and practices as provided in the Prior Conservation Easements, which enhance or have no material adverse effect on the Conservation Values " Among other public benefits, the restated and consolidated easements places new perpetual restrictions on permitted structures and residences, placed new perpetual limitations on property transfer rights, clarifies ambiguous rights in the Prior Conservation Easements to build and operate conservation education centers, establishes defined areas on the property on which development of any sort is expressly prohibited for the benefit of fish and wildlife, clarifies ambiguities about permitted agricultural activities, and corrects errors in the property's complicated legal description which occurred in the Prior Conservation Easements

6) Two River Ranch This property was originally protected by a Deed of Conservation Easement dated 12/28/92, and recorded on 12/28/92, in Book 69 of Deeds, Pages 530-545, records of Sweet Grass County, MT The Amendment to Deed of Conservation Easement dated 12/8/11, recorded on 12/13/11, as Doc No 149685, Book 87 D, Page 709, amended the easement to restrict the landowner's rights to transfer the property in only three (3)parcels, instead of a completely unrestricted number of landowner transfer rights, as provided in the original conservation easement, for farming, ranching, and other agricultural uses, and hunting, fishing, and other recreational uses Furthermore, the Amendment clarified ambiguities by restricting and defining the location on the Property where non-residential, non-commercial outbuildings may be constructed This 674-acre property is within the West Boulder Valley of the Greater Yellowstone Ecosystem that surrounds Yellowstone National Park

7) Rahr Property This 2,252-acre property is in the scenic Smith River Valley, an extraordinary area of valuable public recreational use, and was originally protected by a Deed of Conservation Easement dated 4/14/93 and recorded on 4/27/93, in Book F37, Page 501, records of Meagher County, MT The Ratification and Amendment to Deed of Conservation Easement, dated 6/28/11 and recorded on 6/29/11, as Doc No 138557, records of Meagher County, MT, was completed to allow transfer of a small, isolated tract (approximately 3 7 acres) to the owners of contiguous lands, but remaining subject to the conservation easement and all of its development restrictions and protections for the recreating public and fish and wildlife habitat The 3 7-acre parcel is physically isolated from the rest of the protected property by the topography of the Smith River Canyon, approximately 900-feet deep and inaccessible by vehicles on the property, and by the

Name of the organization: THE MONTANA LAND RELIANCE

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channel of the Smith River Physical access to the parcel is significantly restricted at times because of high-water and topography of the area, leading to a pattern of historic use and management by the owners of the adjacent lands, despite the Grantor's legal ownership Furthermore, the parcel is legally separated from the balance of the property by the State of Montana's claim of ownership to the bed of the Smith River as a navigable river below the originally low water mark, thereby creating an isolated, separate, legal tract and parcel The conservation values identified in the 1993 easement will not be affected because the development and subdivision restrictions on the property will not be terminated or extinguished on the 3 7-acre parcel A private benefit analysis by a qualified appraiser also confirmed an absence of any prohibited private benefit or inurement associated with this amendment

Corrections:

1) Arrow Creek Land & Cattle Company Property This 1,365-acre property was protected by a Deed of Conservation Easement dated 12/16/10, and recorded on 12/17/10, as Doc No 172236, records of Judith Basin County, MT A Correction to Deed of Conservation Easement was recorded on 5/20/11, as Document No 172582, records of Judith Basin County, MT, to correctly state the size of the existing building envelope on the property The original easement inadvertently stated in the text of Exhibit B the size to be eleven (11) acres, however, the correct size of the area was twenty-one (21) acres (as it was correctly reflected in Exhibit F of the recorded document) The correction stated the size of the building envelope in both references at twenty-one (21) acres

2) Wilson Property The original Deed of Conservation Easement, recorded on 12/17/10, as Document No 138000, records of Meagher County, MT, that protected this 646-acre property A correction was necessary to state the correct document number for one of the existing right-of-ways across the property for the City of White Sulphur Springs The inadvertent typographical error was corrected by the Correction to Deed of Conservation Easement recorded on 6/20/11, as Document No 138532, records of Meagher County, MT

3) Angiolillo Property This 546-acre property was originally protected by a Deed of Conservation Easement recorded on 12/24/08, as Doc No 2317819, records of Gallatin County, MT At the time of the original recording of the conservation easement, the exhibit that reflected the boundaries of the existing Development Area were inaccurately defined and delineated in the exhibit A Correction of Deed of Conservation Easement was recorded on 9/28/11, as Doc No 2397865, records of Gallatin County, MT, that accurately defined and delineated the Development Area to include the two structures that existed on the property at the time of the original grant

4) Hall Property This 343-acre property in the Potomac Valley, was original protected by a Deed of Conservation Easement recorded on 6/16/98, in Volume 544 of Micro Records, on page 2148, and re-recorded 7/7/98, in Volume 547, on page 607, records of Missoula County, MT The legal description of the original easement was corrected by a Correction to Deed of Conservation Easement recorded on 6/16/00, in Volume 619, on page 232 of Micro Records of Missoula, County, MT A Second Correction to Deed of Conservation Easement was recorded on 12/9/11, as Doc No 201120702, to further correct the legal description to exclude a parcel of land that was transferred by the Grantor of the easement to the Potomac School District 17 years prior to the original donation of the easement

Name of the organization	Employer Identification Number
THE MONTANA LAND RELIANCE	81 : 0369262

SCHEDULE D -- Part II, Line 9

Conservation easements are recorded by MLR as in-kind donations with a value of $1 each By a resolution of the Board of Directors, MLR values all conservation easements held at a nominal amount of $1 due to the fact that said easements cannot be sold, transferred, or borrowed against Expenses incurred in "bargain" purchases of easements and other in-house expenses related to completion of conservation easements are expensed out in the year of the purchase and/or donation The following is the text of the footnote used in MLR's annual audited financial statements "MLR has acquired conservation easements from various contributors Conservation easements represent rights to restrict use of certain properties By accepting the easement contribution, MLR commits to protecting the easement restrictions in perpetuity The easements have no market value in the hands of MLR MLR can assign the easements only to another qualified conservation organization Accordingly, they are represented in the financial statements at a nominal value of one dollar per easement Purchased easements are expensed "

SCHEDULE D -- Part V, Lines 3 & 4

The Montana Land Reliance Foundation, Inc , was established to hold assets in support of The Montana Land Reliance (MLR) as a related 509(a)(3) support organization Two of the funds that are currently held by and overseen by the Foundation are the Conservation Fund and the Traditions Fund (both endowment funds)

Conservation Fund The Conservation Fund provides a source of revenue to MLR for outreach to landowners for land conservation projects, and research, public outreach, and education on private land conservation The present value of any contribution to the Fund is not expended as required by Montana Administrative Rule 42 15 507(9) and any successor provisions The corpus may not be used Any grant requests to the Foundation from MLR must be authorized by the Foundation's Board of Directors

Traditions Fund The Traditions Fund provides a steady source of revenue to MLR for bridge capital for property acquisitions, for option purchases for all or a portion of a threatened property to be resold to a conservation buyer, or for conservation easement purchases The corpus of the fund may not be used Any grant requests to the Foundation from MLR must be authorized by the Foundation's Board of Directors

SCHEDULE R
(Form 990)

Department of the Treasury
Internal Revenue Service

Related Organizations and Unrelated Partnerships

▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 33, 34, 35, 36, or 37.

▶ Attach to Form 990. ▶ See separate instructions.

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Name of the organization: THE MONTANA LAND RELIANCE

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Part I Identification of Disregarded Entities (Complete if the organization answered "Yes" to Form 990, Part IV, line 33.)

(a) Name, address, and EIN of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					

Part II Identification of Related Tax-Exempt Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity? Yes	No
(1) Ruby Habitat Foundation, PO Box 638, Sheridan, MT 59749 EIN #45-0487621	support organization	Montana	509(a)(3)	N/A	MLR		✓
(2) Montana Land Reliance Foundation, PO Box 355 Helena, MT 59624; EIN #27-1125289	support organization	Montana	509(a)(3)	N/A	MLR		✓
(3)							
(4)							
(5)							
(6)							
(7)							

Part III **Identification of Related Organizations Taxable as a Partnership** (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	
(1)												
(2)												
(3)												
(4)												
(5)												
(6)												
(7)												

Part IV **Identification of Related Organizations Taxable as a Corporation or Trust** (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							

Part V Transactions With Related Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34, 35, 35a, or 36.)

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

			Yes	No
1	During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II–IV?			
a	Receipt of **(i)** interest **(ii)** annuities **(iii)** royalties or **(iv)** rent from a controlled entity	1a		✓
b	Gift, grant, or capital contribution to related organization(s)	1b	✓	
c	Gift, grant, or capital contribution from related organization(s)	1c	✓	
d	Loans or loan guarantees to or for related organization(s)	1d		✓
e	Loans or loan guarantees by related organization(s)	1e		✓
f	Sale of assets to related organization(s)	1f		✓
g	Purchase of assets from related organization(s)	1g		✓
h	Exchange of assets with related organization(s)	1h		✓
i	Lease of facilities, equipment, or other assets to related organization(s)	1i		✓
j	Lease of facilities, equipment, or other assets from related organization(s)	1j		✓
k	Performance of services or membership or fundraising solicitations for related organization(s)	1k	✓	
l	Performance of services or membership or fundraising solicitations by related organization(s)	1l		✓
m	Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)	1m	✓	
n	Sharing of paid employees with related organization(s)	1n	✓	
o	Reimbursement paid to related organization(s) for expenses	1o		✓
p	Reimbursement paid by related organization(s) for expenses	1p		✓
q	Other transfer of cash or property to related organization(s)	1q		✓
r	Other transfer of cash or property from related organization(s)	1r		✓

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of other organization	(b) Transaction type (a–r)	(c) Amount involved	(d) Method of determining amount involved
(1) Montana Land Reliance Foundation	b	$29,162	cost
(2) Montana Land Reliance Foundation	b	478,624	cash
(3) Montana Land Reliance Foundation	c	478,305	cash
(4)			
(5)			
(6)			

Part VI Unrelated Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 37.)

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

(a) Name, address, and EIN of entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Predominant income (related, unrelated, excluded from tax under section 512-514)	(e) Are all partners section 501(c)(3) organizations?		(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
				Yes	No			Yes	No		Yes	No	
(1)													
(2)													
(3)													
(4)													
(5)													
(6)													
(7)													
(8)													
(9)													
(10)													
(11)													
(12)													
(13)													
(14)													
(15)													
(16)													

Part VII **Supplemental Information**
Complete this part to provide additional information for responses to questions on Schedule R (see instructions).

PART V, Line 1b

The Montana Land Reliance (MLR) funded the Montana Land Reliance Foundation with a transfer of stock it held on January 1, 2011, that was valued at $29,162. This stock transfer was inadvertently missed in 2010 when MLR first transferred assets to the newly formed Foundation. MLR also granted $478,624 to the Foundation for investment. The Foundation is a 501(c)(3) {public charity status-509(a)(3)} whose purpose is to provide services, to provide financial assistance, and to hold assets in support of the programs of MLR

MLR received from the Montana Land Reliance Foundation $30,000 per the Intercorporate Services Agreement executed by the two entities for accounting/administrative services. MLR also received a grant from the Foundation in the amount of $448,305 to cover costs related to its education and outreach activities, and to the monitoring and stewardship of the 771 conservation easements MLR currently holds.

END OF YEAR SUMMARY REPORT

Montana Land Reliance   Dec. 31, 2011

Sorted. ASSET A/C#   Range 1 - 2

Method 1-FEDERAL-Std Conv Applied   Include: All assets

	Cost	Depr. Basis	Beg. A/Depr.	Curr Depr.	Ending A/Depr.	Next Yr Depr.	Net Book Value
			Includes Section 179				
ASSET A/C#: 1 - BOATS AND VEHICLES							
Totals for 1 (15 assets)	130,131.51	130,131 51	85,874 76	9,893 18	95,767 94	10,088 35	34,363 57
ASSET A/C#. 2 - EQUIPMENT AND FURNITURE							
Totals for. 2 (62 assets)	45,623 81	45,623 81	27,601 22	4,130 30	31,731 52	4,854 98	13,892.29
Total Assets: (77 assets)	175,755 32	175,755 32	113,475 98	14,023 48	127,499 46	14,943 33	48,255 86
Disposed Assets Depreciation: (15 assets)				1,721 30			
Current Year Depreciation				15,744 78			

Additional Summary Statistics for Assets:

	Asset Cost	Current Year Section 179	Depreciable Basis	Beginning Accum. Depr.	Current Depreciation	Ending Accum. Depr.	Net Book Value
Grand Totals for All Assets	194,026.27	0 00	194,026 27	128,000 63	15,744 78	143,745 41	50,280 86
Less· Inactive Assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Disposed Assets	18,270 95	0 00	18,270 95	14,524 65	1,721 30	16,245 95	2,025 00
Traded Assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Net Totals (Active Assets)	175,755 32	0 00	175,755 32	113,475.98	14,023 48	127,499 46	48,255 86

ASSET DEPRECIATION SHORT REPORT

Montana Land Reliance Dec. 31, 2011

Sorted ASSET A/C# | Range 1 - 2

Method 1-FEDERAL-Std Conv Applied | Include All assets

Date Acq	Description	Meth/Life	Cost	Section 179	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
ASSET A/C#. 1 - BOATS AND VEHICLES								
07/01/91	DRIFTBOAT, TRAILER	MSL/ 5 00	3,955 00	0 00	3,955 00	3,955 00	0 00	3,955 00
01/01/96	Raft & frame	MSL/ 5 00	3,453 56	0 00	3,453 56	3,453 56	0 00	3,453 56
05/31/96	Trailer	MSL/10 00	675 00	0 00	675 00	675 00	0 00	675 00
07/01/03	02 Subaru Outback	MSL/ 5 00	20,015 00	0 00	20,015.00	20,015 00	0 00	20,015 00
07/01/03	00 Jetta	MSL/ 5 00	14,315 00	0 00	14,315 00	14,315 00	0 00	14,315 00
03/04/04	2000 Nissan Frontier Truck	MSL/ 5 00	10,500 00	0 00	10,500 00	10,500 00	0 00	10,500.00
10/05/05	2004 Toyota Camry	MSL/ 5 00	16,200 00	0 00	16,200 00	16,200 00	0.00	16,200 00
12/06/05	LP Stans 15' Boat Cover	MSL/ 5 00	506 20	0 00	506 20	506 20	0 00	506 20
08/14/06	1999 Subaru Forester (Donated 8/14/	MSL/ 5 00	10,070 00	0 00	10,070 00	9,063 00	1,007 00	10,070 00
11/17/09	2004Honda Pilot (Donated)	MSL/ 5 00	16,750 00	0 00	16,750 00	5,025 00	3,350 00	8,375 00
01/29/10	2003 NISSAN FRONTIER TRUCK	MSL/ 5.00	9,700 00	0 00	9,700 00	970 00	1,940 00	2,910 00
02/09/10	2003 SUBARU OUTBACK	MSL/ 5 00	11,970 00	0 00	11,970 00	1,197 00	2,394 00	3,591 00
11/15/11 A	Adipose Guide Boat/Trailer	MSL/ 5.00	6,700 00	0 00	6,700 00	0 00	670 00	670 00
12/12/11 A	2003 Clackacraft 15 ft Drift Boat/T	MSL/ 5 00	4,000 00	0.00	4,000 00	0 00	400 00	400 00
12/28/11 A	Fishing Raft Frame	MSL/ 5 00	1,321 75	0 00	1,321 75	0 00	132 18	132 18
Grand totals	1 - BOATS AND VEHICLES (15 assets)		130,131 51	0 00	130,131.51	85,874 76	9,893 18	95,767 94
ASSET A/C#: 2 - EQUIPMENT AND FURNITURE								
07/01/88	DESK	MSL/ 7 00	581 00	0 00	581 00	581 00	0 00	581 00
07/01/89	PANASONIC TYPEWRITER	MSL/ 5 00	595 00	0 00	595 00	595 00	0 00	595 00
07/01/89	SEC DESK	MSL/ 7 00	290 00	0 00	290 00	290 00	0 00	290 00
07/01/89	DESK AND CHAIR	MSL/ 7 00	377 00	0 00	377 00	377 00	0 00	377 00
07/01/89	SAFECO FILE	MSL/ 7 00	805 00	0 00	805 00	805 00	0 00	805 00
07/01/89	DESK, CHAIR, FILE CABINETS	MSL/ 7 00	1,029 00	0 00	1,029 00	1,029 00	0 00	1,029 00
07/01/92	OFFICE FURNITURE	MSL/ 7 00	200 00	0 00	200 00	200 00	0 00	200 00
07/01/93	OFFICE FURNITURE	MSL/ 7 00	220.00	0 00	220 00	220 00	0 00	220 00
06/16/94	DESK & FILE CABINET	MSL/ 7 00	525 00	0 00	525 00	525 00	0 00	525 00
04/21/97	Office Equipment FH	MSL/ 5 00	399 97	0 00	399 97	399 97	0 00	399 97
12/21/97	Map File	MSL/ 7 00	509 98	0 00	509 98	509 98	0 00	509 98
10/06/99	Oak Table (donated)	MSL/ 7 00	750 00	0 00	750 00	750 00	0 00	750 00
03/30/00	Desk	MSL/ 7 00	412 00	0 00	412.00	412 00	0 00	412 00
06/05/00	Pentax Camera - Chris	MSL/ 5 00	600 00	0 00	600 00	600 00	0 00	600 00
03/27/01	Flat File	MSL/ 7 00	620 00	0 00	620 00	620 00	0 00	620 00
07/01/02	Norstar 8x24 Phone System	MSL/ 5 00	5,271 00	0 00	5,271 00	5,271 00	0 00	5,271 00
07/01/03	Copier	MSL/ 5 00	745 00	0 00	745 00	745 00	0 00	745 00
06/30/04	Hypercom credit card machine	MSL/ 7 00	630 00	0 00	630 00	585 00	45 00	630 00
10/28/04	Hub & router	MSL/ 5 00	348 98	0 00	348 98	348 98	0 00	348 98
11/03/04	Compaq laptop & carrying case	MSL/ 5 00	1,711 95	0 00	1,711.95	1,711 95	0 00	1,711 95
11/17/04	Fire/security safe	MSL/10 00	561 88	0 00	561 88	365 23	56 19	421 42
02/15/05	Igage Mapping Software	MSL/ 5 00	1,976 00	0 00	1,976 00	1,976 00	0 00	1,976 00
07/30/05	Nikon Coolpix Digital Camera - Safe	MSL/ 5 00	436 90	0 00	436 90	436 90	0 00	436 90
10/26/05 D	Inkjet 2800 DTN - Steward	MSL/ 5 00	1,057 95	0 00	1,057 95	1,057 95	0 00	1,057 95
06/28/06 D	HP Computer/Montior Randy	MSL/ 5 00	1,100 00	0 00	1,100 00	990 00	110 00	1,100 00
06/28/06 D	HO Computer/Monitor Teresa	MSL/ 5 00	1,100 00	0 00	1,100 00	990 00	110 00	1 100 00
11/17/06	4 Digital Cameras Andy/John/Gayleen	MSL/ 5 00	1,209 25	0 00	1 209 25	1,088 33	120 92	1,209 25
11/22/06 D	HP Computer/Monitor Becky	MSL/ 5 00	1,255 00	0 00	1,255 00	1,129 50	125 50	1,255 00
11/22/06 D	HP Computer/Monitor Lois	MSL/ 5 00	1,255 00	0 00	1,255 00	1,129 50	125 50	1,255 00
11/22/06 D	HP Computer/Monitor Kim	MSL/ 5 00	1,255 00	0 00	1,255 00	1,129 50	125 50	1,255 00
11/22/06 D	HP Computer/Monitor Chris	MSL/ 5 00	1,255 00	0 00	1,255 00	1,129 50	125 50	1,255 00
12/13/06 D	HP Computer/Monitor Michael	MSL/ 5 00	1,170 00	0 00	1,170 00	1,053 00	117 00	1,170 00
04/03/07 D	HP COMPUTER/MONITOR JOANNE	MSL/ 5 00	1,239 00	0 00	1,239 00	867 30	123 90	991 20
04/03/07 D	HP COMPUTER/MONITOR AMY	MSL/ 5 00	1,239 00	0 00	1,239 00	867 30	123 90	991 20
04/03/07 D	HP COMPUTER/MONITOR MARY	MSL/ 5 00	1,227 00	0 00	1,227 00	858 90	122 70	981 60
04/03/07 D	HP COMPUTER/MONITOR ROCK	MSL/ 5 00	1,272 00	0 00	1,272 00	890 40	127 20	1,017 60
04/03/07 D	HP COMPUTER/MONITOR JAY	MSL/ 5 00	1,272 00	0 00	1,272 00	890 40	127 20	1,017 60
04/03/07 D	HP COMPUTER/MONITOR LOIS-HOME	MSL/ 5 00	1,272 00	0 00	1,272 00	890 40	127 20	1,017 60
05/03/07	COREL SOFTWARE LICENSES	MSL/ 5 00	800 00	0 00	800 00	560 00	160 00	720 00
06/28/07	KYOCERA PRINTER KIM	MSL/ 5 00	850 00	0 00	850 00	595 00	170 00	765 00
02/15/08	ArcGIS ArcView Software/License	MSL/ 5 00	1,511 00	0 00	1 511 00	755 50	302 20	1,057 70
05/09/08	Manager Assist Software, Licenses	MSL/ 5 00	2,343 00	0 00	2,343 00	1,171 50	468 60	1,640 10

ASSET DEPRECIATION SHORT REPORT

Montana Land Reliance Dec. 31, 2011

Sorted ASSET A/C#
Method 1-FEDERAL-Std Conv Applied

Range 1 - 2
Include All assets

Date Acq	Description	Meth/Life	Cost	Section 179	Depr Basis	Includes Section 179 Beg A/Depr	Curr Depr	End A/Depr
ASSET A/C#: 2 - EQUIPMENT AND FURNITURE								
06/05/08 D	HP Computer/Monitor (Mark)	MSL/ 5 00	1,302 00	0 00	1,302 00	651 00	130 20	781 20
09/10/08	HP Computer/Monitor (Helena)	MSL/ 5 00	1,249 00	0 00	1,249 00	624 50	249 80	874 30
10/23/08	MS Wireless Notebook w/Case - Mary	MSL/ 5.00	1,316 00	0 00	1,316 00	658 00	263 20	921 20
11/14/08	New Server (w/tape drive/monitor)	MSL/ 5 00	5,181 00	0 00	5,181 00	2,590 50	1,036 20	3,626 70
01/01/09	Nikon D40 Camera, Canon 67mm Lens &	MSL/ 5 00	512.93	0 00	512 93	153 88	102 59	256 47
07/26/10	BROTHER MCF 9320CW COLOR PRINTER	MSL/ 5 00	499 98	0 00	499 98	50 00	100 00	150 00
03/21/11 A	Canon Pro900 Inkjet(Michael)	MSL/ 5 00	426 99	0 00	426 99	0 00	42.70	42 70
03/21/11 A	HP Compaq 6000 Pro Computer/Monitor	MSL/ 5 00	740 00	0 00	740 00	0 00	74.00	74 00
03/21/11 A	HP Compaq 6000 Pro Computer/Monitor	MSL/ 5 00	740 00	0 00	740 00	0 00	74 00	74 00
03/21/11 A	HP Compaq 6000 Pro Computer/Monitor	MSL/ 5 00	740 00	0 00	740 00	0 00	74 00	74 00
03/21/11 A	HP Compaq 6000 Pro Computer/Monitor	MSL/ 5 00	740 00	0 00	740 00	0 00	74 00	74 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (Er	MSL/ 5 00	700 00	0 00	700 00	0 00	70 00	70 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (Sm	MSL/ 5 00	700 00	0 00	700 00	0 00	70 00	70 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (Va	MSL/ 5 00	700 00	0 00	700 00	0 00	70 00	70 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (Ph	MSL/ 5 00	700 00	0 00	700 00	0 00	70 00	70 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (St	MSL/ 5 00	700 00	0 00	700 00	0 00	70 00	70 00
03/21/11 A	HP Compaq 6000 Computer/Monitor (Sc	MSL/ 5 00	585 00	0 00	585 00	0 00	58 50	58 50
03/21/11 A	HP Compaq 6000 Computer/Monitor (De	MSL/ 5 00	585 00	0 00	585 00	0 00	58 50	58 50
03/21/11 A	HP Compaq Q9500 Computer/Monitor (D	MSL/ 5 00	935 00	0 00	935 00	0 00	93 50	93 50
10/31/11 A	HP LJ P4015N Printer (Envelope)	MSL/ 5 00	1,564 00	0 00	1,564 00	0 00	156 40	156 40
Grand totals 2 - EQUIPMENT AND FURNITURE (62 assets)			63,894 76	0 00	63,894 76	42,125 87	5,851 60	47,977 47
Less 15 Disposed assets (Current Depreciation $1721 30)			18,270 95	0 00	18,270 95	14,524 65		16,245 95
Net totals. 2 - EQUIPMENT AND FURNITURE (47 assets)			45,623 81	0 00	45,623 81	27,601 22	5,851 60	31,731 52
Grand totals for all accounts: (77 assets)			194,026 27	0 00	194,026 27	128,000 63	15,744 78	143,745 41
Less: 15 Disposed assets (Current Depreciation: $1721.30)			18,270 95	0 00	18,270 95	14,524 65		16,245 95
Net totals for all accounts: (62 assets)			175,755 32	0 00	175,755 32	113,475 98	15,744 78	127,499 46

Codes that may appear next to the date acquired include· A - Addition, D - Disposal, T - Traded, MQ - Mid Quarter Applied

Additional Summary Statistics:	Cost	Curr Yr 179	Prior Yr 179	Depr Basis	Beg A/Depr	Curr Depr	Ending A/Depr	Net Book Val
Grand Totals for All Assets	194,026 27	0 00	0 00	194,026 27	128,000 63	15,744 78	143,745 41	50,280 86
Less Inactive Assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Disposed Assets	18,270 95	0 00	0 00	18,270 95	14,524 65	1,721 30	16,245 95	2,025 00
Traded Assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Net Totals (Active Assets)	175,755 32	0 00	0 00	175,755 32	113,475 98	14 023 48	127,499 46	48 255 86

Total Bonus Depreciation Taken at 30% Rate:	***0.00***
Total Bonus Depreciation Taken at 50% Rate:	***0.00***
Total Bonus Depreciation Taken at 100% Rate:	***0.00***
Total Bonus Depreciation Taken:	***0 00***

CURRENT YEAR DISPOSED ASSETS REPORT

Montana Land Reliance Dec. 31, 2011

Sorted ASSET A/C#

Methoa 1-FEDERAL-Std Conv Applied

Asset A/C# &	Description	Acq	Sold	Cost	Accum. Depr.	Net Book Value	Selling Price	Gain (Loss)
ASSET A/C#: 2								
2	HP Computer/Monitor Chris	11/22/06	04/15/11	1,255 00	1,255.00	0 00	25 00	25 00
2	HP Computer/Monitor Michael	12/13/06	04/15/11	1,170 00	1,170 00	0 00	25 00	25 00
2	HP COMPUTER/MONITOR JOANNE	04/03/07	04/15/11	1,239 00	991 20	247 80	25 00	-222 80
2	HP COMPUTER/MONITOR AMY	04/03/07	04/15/11	1,239 00	991 20	247 80	25 00	-222 80
2	HP COMPUTER/MONITOR MARY	04/03/07	04/15/11	1,227 00	981 60	245 40	25 00	-220 40
2	HP COMPUTER/MONITOR ROCK	04/03/07	04/15/11	1,272 00	1,017 60	254 40	25 00	-229 40
2	HP COMPUTER/MONITOR JAY	04/03/07	04/15/11	1,272 00	1,017 60	254 40	25 00	-229 40
2	HP COMPUTER/MONITOR LOIS-HOME	04/03/07	04/15/11	1,272 00	1,017 60	254 40	25 00	-229 40
2	Inkjet 2800 DTN - Steward	10/26/05	12/31/11	1,057 95	1,057 95	0 00	0 00	0 00
2	HP Computer/Montior Randy	06/28/06	12/31/11	1,100 00	1,100 00	0 00	0 00	0 00
2	HO Computer/Monitor Teresa	06/28/06	12/31/11	1,100.00	1,100 00	0 00	0 00	0 00
2	HP Computer/Monitor Becky	11/22/06	12/31/11	1,255 00	1,255 00	0.00	0 00	0 00
2	HP Computer/Monitor Lois	11/22/06	12/31/11	1,255 00	1,255 00	0 00	0 00	0 00
2	HP Computer/Monitor Kim	11/22/06	12/31/11	1,255 00	1,255 00	0 00	0 00	0 00
2	HP Computer/Monitor (Mark)	06/05/08	12/31/11	1,302 00	781 20	520 80	0 00	-520 80
Disposed Asset Totals for: 2	**15 Disposed assets listed.**			18,270 95	16,245 95	2,025 00	200 00	-1,825 00
	0 Traded assets listed			0 00	0 00	0 00		
	15 assets listed.			18,270 95	16,245 95	2,025 00		
Grand Totals	**15 Disposed assets listed.**			18,270 95	16,245 95	2,025 00	200 00	-1,825 00
	0 Traded assets listed.			0 00	0 00	0 00		
	15 assets listed.			18,270 95	16,245 95	2,025 00		

* - Will not print on IRS Form 4797

Form **8868**

(Rev January 2012)

Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

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

OMB No 1545-1709

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

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

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

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

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

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

Enter filer's identifying number, see instructions

Type or print	Name of exempt organization or other filer, see instructions. MONTANA LAND RELIANCE	Employer identification number (EIN) or ☒ 81-0369262
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 P.O. BOX 355	Social security number (SSN) ☐
	City, town or post office, state, and ZIP code For a foreign address, see instructions HELENA MT 59624	

Enter the Return code for the return that this application is for (file a separate application for each return) 01

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 ▶ MONTANA LAND RELIANCE

  Telephone No ▶ (406) 443-7027 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 8/15/2012, to file the exempt organization return for the organization named above. The extension is for the organization's return for.

▶ ☒ calendar year 2011 or

▶ ☐ tax year beginning ______, and ending ______.

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

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions.	3a	$
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	$
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	$ 0

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