efile GRAPHIC print - DO NOT PROCESS | As Filed Data - | DLN: 93491099008053

Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

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

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

OMB No 1545-0052

2012

Open to Public Inspection

For calendar year 2012, or tax year beginning 01-01-2012 , and ending 12-31-2012

Name of foundation
EDWARD M & HENRIETTA M KNABUSCH
CHARITABLE TRUST 2

A Employer identification number
38-6643328

Number and street (or P O box number if mail is not delivered to street address)
MONROE BANK TRUST 102 E FRONT ST

Room/suite

B Telephone number (see instructions)
(734) 242-2068

City or town, state, and ZIP code
MONROE, MI 48161

C If exemption application is pending, check here ☐

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

D 1. Foreign organizations, check here ☐

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

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

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

I Fair market value of all assets at end of year *(from Part II, col. (c), line 16)* ▶$ 5,294,955

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

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

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

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)				
	2	Check ▶ ☑ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	238	238		
	4	Dividends and interest from securities	116,430	116,430		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	357,049			
	b	Gross sales price for all assets on line 6a 1,446,680				
	7	Capital gain net income (from Part IV, line 2)		357,049		
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	473,717	473,717		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc				
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)	600	300		300
	b	Accounting fees (attach schedule)	1,950	975		975
	c	Other professional fees (attach schedule)	22,715	11,358		11,357
	17	Interest				
	18	Taxes (attach schedule) (see instructions)	7,676			
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)				
	24	**Total operating and administrative expenses.** Add lines 13 through 23	32,941	12,633		12,632
	25	Contributions, gifts, grants paid	469,000			469,000
	26	**Total expenses and disbursements.** Add lines 24 and 25	501,941	12,633		481,632
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-28,224			
	b	**Net investment income** (if negative, enter -0-)		461,084		
	c	**Adjusted net income** (if negative, enter -0-)				

Part II Balance Sheets

		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	203	472	472
	2	Savings and temporary cash investments	538,851	350,899	350,899
	3	Accounts receivable ▶ Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶ Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments—U S and state government obligations (attach schedule)	110,913		
	b	Investments—corporate stock (attach schedule)	3,559,652	3,830,024	4,943,584
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	4,209,619	4,181,395	5,294,955
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)		0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here** ▶ ☐ **and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☑ **and complete lines 27 through 31.**			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	4,209,619	4,181,395	
	30	**Total net assets or fund balances** (see page 17 of the instructions)	4,209,619	4,181,395	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	4,209,619	4,181,395	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	4,209,619
2	Enter amount from Part I, line 27a	2	-28,224
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	4,181,395
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	4,181,395

Part IV Capital Gains and Losses for Tax on Investment Income

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

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	See Additional Data Table			
b				
c				
d				
e				

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

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

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	357,049
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8	3	-14,994

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

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

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

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

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

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2011	432,061	4,693,361	0 092058
2010	433,918	4,839,770	0 089657
2009	421,783	3,977,463	0 106043
2008	735,182	5,538,031	0 132752
2007	810,809	7,986,477	0 101523

2	**Total** of line 1, column (d).	2	0 522033
3	Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0 104407
4	Enter the net value of noncharitable-use assets for 2012 from Part X, line 5.	4	5,116,398
5	Multiply line 4 by line 3.	5	534,188
6	Enter 1% of net investment income (1% of Part I, line 27b).	6	4,611
7	Add lines 5 and 6.	7	538,799
8	Enter qualifying distributions from Part XII, line 4.	8	481,632

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

Part VI **Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)**

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter ____ **(attach copy of letter if necessary–see instructions)**		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b	1	9,222
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	9,222
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	9,222
6	Credits/Payments		
a	2012 estimated tax payments and 2011 overpayment credited to 2012 — 6a: 6,000		
b	Exempt foreign organizations—tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	6,000
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	3,222
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	
11	Enter the amount of line 10 to be **Credited to 2013 estimated tax** ▶ **Refunded** ▶	11	

Part VII-A **Statements Regarding Activities**

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		No
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		No
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		No
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ____ **(2)** On foundation managers ▶ $ ____			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ____			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		No
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		No
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		No
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		No
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	Yes	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶MI			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? *If "No," attach explanation*	8b	Yes	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2012 or the taxable year beginning in 2012 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		No
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		No

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

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

Website address ▶N/A

14 The books are in care of ▶MONROE BANK TRUST Telephone no ▶(734) 241-3431

Located at ▶102 E FRONT STREET MONROE MI ZIP+4 ▶48161

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

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

			Yes	No
16	At any time during calendar year 2012, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		No

See instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes", enter the name of the foreign country ▶

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

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		**Yes**	**No**
1a	During the year did the foundation (either directly or indirectly)			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☑ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☑ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☑ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☑ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☑ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days). ☐ Yes ☑ No			
b	If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?	1b		
	Organizations relying on a current notice regarding disaster assistance check here. . . ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2012?	1c		No
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))			
a	At the end of tax year 2012, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2012? ☐ Yes ☑ No			
	If "Yes," list the years ▶ 20____ , 20____ , 20____ , 20____			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see instructions).	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 20____ , 20____ , 20____ , 20____			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☑ No			
b	If "Yes," did it have excess business holdings in 2012 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2012.)*.	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		No
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2012?	4b		No

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

5a	During the year did the foundation pay or incur any amount to		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☑ No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☑ No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☑ No		
	(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions). ☐ Yes ☑ No		
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☑ No		
b	If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	**5b**	
	Organizations relying on a current notice regarding disaster assistance check here. ▶ ☐		
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No		
	If "Yes," attach the statement required by Regulations section 53.4945–5(d).		
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	**6b**	No
	If "Yes" to 6b, file Form 8870.		
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ No		
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	**7b**	

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

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

(a) Name and address	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation **(If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
GREGORY D WHITE 1050 N MACOMB ST MONROE, MI 48162	TRUSTEE 1 00	0	0	0
JOHN F WEAVER 102 E FRONT ST MONROE, MI 48161	TRUSTEE 1 00	0	0	0
CHARLES T KNABUSCH JR 8518 HONEYSUCKLE DR COLINSVILLE, MS 39325	TRUSTEE 1 00	0	0	0

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

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

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

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

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

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

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

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See page 24 of the instructions	
3	

Total. Add lines 1 through 3. . . . . ▶

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes		
a	Average monthly fair market value of securities	1a	4,935,846
b	Average of monthly cash balances	1b	258,467
c	Fair market value of all other assets (see instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	5,194,313
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	5,194,313
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	77,915
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	5,116,398
6	**Minimum investment return.** Enter 5% of line 5	6	255,820

Part XI **Distributable Amount** (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6			1	255,820
2a	Tax on investment income for 2012 from Part VI, line 5	2a	9,222		
b	Income tax for 2012 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	9,222
3	Distributable amount before adjustments Subtract line 2c from line 1			3	246,598
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	246,598
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	246,598

Part XII **Qualifying Distributions** (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc —total from Part I, column (d), line 26	1a	481,632
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	481,632
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	481,632

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII **Undistributed Income** (see instructions)

	(a) Corpus	(b) Years prior to 2011	(c) 2011	(d) 2012
1 Distributable amount for 2012 from Part XI, line 7				246,598
2 Undistributed income, if any, as of the end of 2012				
a Enter amount for 2011 only.				
b Total for prior years 20___ , 20___ , 20___				
3 Excess distributions carryover, if any, to 2012				
a From 2007. 418,065				
b From 2008. 464,446				
c From 2009. 224,926				
d From 2010. 193,753				
e From 2011. 203,069				
f **Total** of lines 3a through e.	1,504,259			
4 Qualifying distributions for 2012 from Part XII, line 4 ▶ $ 481,632				
a Applied to 2011, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions).				
c Treated as distributions out of corpus (Election required—see instructions).				
d Applied to 2012 distributable amount.				246,598
e Remaining amount distributed out of corpus	235,034			
5 Excess distributions carryover applied to 2012				
(If an amount appears in column (d), the same amount must be shown in column (a).)				
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	1,739,293			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.				
d Subtract line 6c from line 6b Taxable amount —see instructions				
e Undistributed income for 2011 Subtract line 4a from line 2a Taxable amount—see instructions				
f Undistributed income for 2012 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2013				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8 Excess distributions carryover from 2007 not applied on line 5 or line 7 (see instructions) . . .	418,065			
9 **Excess distributions carryover to 2013.** Subtract lines 7 and 8 from line 6a	1,321,228			
10 Analysis of line 9				
a Excess from 2008. . . . 464,446				
b Excess from 2009. . . . 224,926				
c Excess from 2010. . . . 193,753				
d Excess from 2011. . . . 203,069				
e Excess from 2012. . . . 235,034				

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2012, enter the date of the ruling. . . . . . . ▶

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

	Tax year	Prior 3 years			
	(a) 2012	**(b)** 2011	**(c)** 2010	**(d)** 2009	**(e) Total**
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon **a** "Assets" alternative test—enter **(1)** Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . .					
c "Support" alternative test—enter **(1)** Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . .					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

NONE

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

NONE

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

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

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

ANDREW M WEISENBURGER
102 E FRONT ST
MONROE, MI 48161
(734) 242-2068

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

THERE IS NO SPECIFIC FORMAT FOR SUBMITTING A REQUEST

c Any submission deadlines

THERE IS NO DEADLINE FOR SUBMITTING A REQUEST

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

THE TRUSTEE HAS DISCRETION AS SET FORTH IN THE TRUST DOCUMENT "THE CHARITABLE TRUST NO 2" THE DISTRIBUTIONS ARE RESTRICTED TO ORGANIZATIONS DESCRIBED IN SECTION 170(C) OF THE INTERNAL REVENUE CODE

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year* See Additional Data Table				
Total . . . . ▶ **3a**				469,000
b *Approved for future payment*				
Total . . . . ▶ **3b**				

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
ALZHEIMER ASSOCIATION 310 N MAIN ST STE 100 CHELSEA,MI 48118	N/A	PUBLIC	HEALTH	22,000
COMMUNITY FOUNDATION OF M 28 S MACOMB ST MONROE,MI 48161	N/A	PUBLIC	COMMUNITY/CIVIC	9,000
GOD WORKS PO BOX 962 MONROE,MI 48161	N/A	PUBLIC	FOOD FOR THE NEEDY	27,500
TRINITY LUTHERAN SCHOOL 315 SCOTT ST MONROE,MI 48161	N/A	PUBLIC	RELIGIOUS EDUCATION	5,500
GRACE LUTHERAN CHURCH 630 N MONROE ST MONROE,MI 48162	N/A	PUBLIC	RELIGIOUS	22,000
MERCY MEMORIAL HOSPICE 725 N MONROE ST MONROE,MI 48162	N/A	PUBLIC	HEALTH	32,000
PHILADELPHIA HOUSE 218 WASHINGTON ST MONROE,MI 48161	N/A	PUBLIC	SHELTER FOR THE NEEDY	27,500
ARTHUR LESOW COMMUNITY CE 120 EASTCHESTER MONROE,MI 48161	N/A	PUBLIC	YOUTH DEVELOPMENT	6,000
HUMANE SOCIETY OF MONROE 833 TELEGRAPH RD MONROE,MI 48162	N/A	PUBLIC	ANIMAL SHELTER	16,000
UNITED WAY OF MONROE 216 N MONROE ST MONROE,MI 48162	N/A	PUBLIC	GENERAL	11,000
GREAT SAUX TRAIL BSA-OPER 1979 HURON PARKWAY ANN ARBOR,MI 48104	N/A	PUBLIC	YOUTH DEVELOPMENT	9,000
HABITAT OF HUMANITY FOR M 14930 LAPLAISANCE RD MONROE,MI 48161	N/A	PUBLIC	HOUSING FOR THE NEEDY	43,000
MCF - MISS MONROE CNTY 28 S MACOMB ST MONROE,MI 48161	N/A	PUBLIC	SCHOLARSHIP	2,000
MCF - DARE PROGRAM 28 S MACOMB ST MONROE,MI 48161	N/A	PUBLIC	YOUTH DEVELOPMENT	16,000
YOUNG LIFE CAMPAIGN-MONRO PO BOX 94 IDA,MI 48140	N/A	PUBLIC	YOUTH DEVELOPMENT	6,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
MONROE COUNTY IDC 10 WASHINGTON ST MONROE, MI 48161	N/A	PUBLIC	COMMUNITY DEVELPMENT	32,000
GABBY'S LADDER 431 E ELM MONROE, MI 48162	N/A	PUBLIC	GRIEF ASSISTANCE	43,000
RIVER RAISIN CENTRE FOR T 114 S MONROE ST MONROE, MI 48161	N/A	PUBLIC	COMMUNITY/CIVIC	10,000
FAMILY COUNSELING & SHELT 14930 LAPLAISANCE 106 MONROE, MI 48161	N/A	PUBLIC	HEALTH & WELFARE	22,000
CAMP FIRE USA 25 S MONROE ST MONROE, MI 48161	N/A	PUBLIC	YOUTH DEVELOPMENT	9,000
CHOCTAW AREA TRAILBSA 4818 NORTH PARK DRIVE MERIDIAN, MS 39305	N/A	PUBLIC	YOUTH DEVELOPMENT	5,000
TRINITY LUTHERAN CHURCH 4805 HIGHWAY 39 NORTH MERIDIAN, MS 39305	N/A	PUBLIC	RELIGIOUS	22,000
MCOP LORD'S HARVEST PANTRY 1140 S TELEGRAPH RD MONROE, MI 48161	N/A	PUBLIC	FOOD FOR THE NEEDY	27,500
LUTHERAN HIGH SOUTH 8210 N TELEGRAPH RD NEWPORT, MI 48166	N/A	PUBLIC	EDUCATION	7,000
LIVING INDEPENDENCE FOR EVERYONE 2786 VIVIAN RD MONROE, MI 48162	N/A	PUBLIC	HEALTH & WELFARE	7,000
LINCOLN PARK HIGH ARMY JUNIOR ROTC 1650 CHAMPAIGN LINCOLN PARK, MI 48146	N/A	PUBLIC	YOUTH DEVELOPMENT	15,000
MCCC MONROE COUNTY LEARNING BANK NE 1102 E FIRST ST MONROE, MI 48161	N/A	PUBLIC	ADULT BASIC EDUCATION	15,000
Total . . . . ▶ **3a**				469,000

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments. . . .					
3 Interest on savings and temporary cash investments			14	238	
4 Dividends and interest from securities. . . .			14	116,430	
5 Net rental income or (loss) from real estate					
a Debt-financed property.					
b Not debt-financed property.					
6 Net rental income or (loss) from personal property					
7 Other investment income.					
8 Gain or (loss) from sales of assets other than inventory			18	357,049	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory. .					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e). .				473,717	

13 **Total.** Add line 12, columns (b), (d), and (e). 13 473,717

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

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

(a) Line No	**(b)** Amount involved	**(c)** Name of noncharitable exempt organization	**(d)** Description of transfers, transactions, and sharing arrangements

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

b If "Yes," complete the following schedule

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

Sign Here

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

******	2013-03-28	******
Signature of officer or trustee	Date	Title

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's Signature	Date	Check if self-employed ☐	PTIN
MATTHEW HEHL	MATTHEW HEHL	2013-03-28		

Firm's name ▶ COOLEY HEHL WOHLGAMUTH & CARLTON PLLC

Firm's EIN ▶

Firm's address ▶ 1 SOUTH MONROE MONROE, MI 48161

Phone no (734) 241-7200

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	**(b)** How acquired P—Purchase D—Donation	**(c)** Date acquired (mo , day, yr)	**(d)** Date sold (mo , day, yr)
1,400 SH ABB LTD ADR	P	2011-07-01	2012-06-04
15,349 353 PIMCO TOTAL RETURN INSTL	P	2008-03-26	2012-04-11
50 SH APPLE INC	P	2009-09-08	2012-04-11
1,350 SH VANGUARD EUROPE PACIFIC ETF	P	2009-08-27	2012-04-11
11,000 SH FEDERAL HOME LOAN BANK 2%	P	2010-03-04	2012-02-21
11,777 819 SH VANGUARD SHORT-TERM IN	P	2008-10-28	2012-04-11
75 SH GOOGLE INC	P	2009-09-03	2012-11-08
6,988 928 SH VANGUARD INTERM-TERM	P	2010-06-16	2012-04-11
950 SH ISHARES IBOXX INVEST GRADE	P	2010-04-16	2012-04-11
625 SH WAL-MART STORES INC	P	2009-07-23	2012-04-11
375 JOY GLOBAL INC	P	2011-07-18	2012-08-31
505 13 SH BLACKROCK FFI INST TAX	P	2012-02-06	2012-03-06
15,500 SH LA-Z-BOY INC	P	1990-01-01	2012-02-23
15,000 SH LA-Z-BOY INC	P	1990-01-01	2012-02-24
10,000 SH LA-Z-BOY INC	P	1990-01-01	2012-09-06
7,000 SH MBT FINANCIAL CORP	P	1996-01-01	2012-03-06
3,700 SH MBT FINANCIAL CORP	P	1996-01-01	2012-03-09
6,300 SH MBT FINANCIAL CORP	P	1996-01-01	2012-03-14
3,000 SH MBT FINANCIAL CORP	P	1996-01-01	2012-03-23
3,500 SH MBT FINANCIAL CORP	P	1996-01-01	2012-09-10
2,500 SH MBT FINANCIAL CORP	P	1996-01-01	2012-09-20

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(e) Gross sales price	**(f)** Depreciation allowed (or allowable)	**(g)** Cost or other basis plus expense of sale	**(h)** Gain or (loss) (e) plus (f) minus (g)
21,616		36,610	-14,994
171,299		166,273	5,026
31,295		8,647	22,648
43,739		45,961	-2,222
110,000		110,913	-913
126,611		115,069	11,542
49,140		34,301	14,839
70,658		68,717	1,941
109,523		100,966	8,557
37,299		30,924	6,375
20,008		35,745	-15,737
505		505	
229,024		103,333	125,691
219,843		100,000	119,843
146,251		66,667	79,584
14,770		17,500	-2,730
7,807		9,250	-1,443
13,293		15,750	-2,457
6,330		7,500	-1,170
10,220		8,750	1,470
6,975		6,250	725

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			**(l)** Gains (Col (h) gain minus col (k), but not less than -0-) **or** Losses (from col (h))
(i) F M V as of 12/31/69	**(j)** Adjusted basis as of 12/31/69	**(k)** Excess of col (i) over col (j), if any	
			-14,994
			5,026
			22,648
			-2,222
			-913
			11,542
			14,839
			1,941
			8,557
			6,375
			-15,737
			125,691
			119,843
			79,584
			-2,730
			-1,443
			-2,457
			-1,170
			1,470
			725

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93491099008053

TY 2012 Accounting Fees Schedule

Name: EDWARD M & HENRIETTA M KNABUSCH
CHARITABLE TRUST 2

EIN: 38-6643328

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
COOLEY HEHL WOHLGAMUTH & CARLTON	1,950	975		975

TY 2012 Compensation Explanation

Name: EDWARD M & HENRIETTA M KNABUSCH CHARITABLE TRUST 2

EIN: 38-6643328

Person Name	Explanation
GREGORY D WHITE	
JOHN F WEAVER	
CHARLES T KNABUSCH JR	

TY 2012 Investments Corporate Stock Schedule

Name: EDWARD M & HENRIETTA M KNABUSCH CHARITABLE TRUST 2

EIN: 38-6643328

Name of Stock	End of Year Book Value	End of Year Fair Market Value
1,400SHS ABB LTD		
650SHS ABBOTT LABS	28,892	42,575
175SHS AMAZON.COM	36,657	43,902
175/125SHS APPLE	21,618	66,522
750SHS AUTOMATIC DATA PROC	32,872	42,698
600SHS BP PLC	34,326	24,984
450SHS BECTON DICKINSON	29,830	35,184
10,305/10,345 SHS BLACKROCK HGH YLD	75,646	83,682
1,350SHS CENTURYLINK	51,718	52,812
500SHS CHEVRON	34,162	54,070
1,400SHS COMCAST	36,075	52,304
130,500/90,000 SHS LA-Z-BOY INC	600,000	1,273,500
40,000/14,000 SHS MBT FINANCIAL COR	35,000	33,180
11,750SHS DODGE & COX	150,471	162,858
1,400 SHS EMERSON ELECTRIC	47,698	74,144
800SHS EXPRESS SCRIPTS	29,039	43,200
500SHS EXXON MOBIL	37,475	43,275
4,000SHS GENERAL ELECTRIC CO	136,040	83,960
1,000SHS GENERAL MLS	33,784	40,420
825SHS GENUINE PARTS CO	50,746	52,454
75SHS GOOGLE		
3,500/7,150 SHS JOHN HANCOCK PFD	145,790	156,657
600SHS ILLINOIS TOOL WORKS	26,997	36,486
450 SHS INT'L BUSINESS MACHINES	36,626	86,198
1,600SHS ISHARES BARCLAYS TIPS	166,911	194,256
2,000/5,300 SHS ISHARES BARCLAYS AGG	564,256	588,724
1,450 SHS ISHARES IBOXX HY	129,339	135,357
2,500 SHS POWERSHARES SENIOR LN	61,399	62,450
950 SHS ISHARES TR GOLDMAN SACHS		
400/850 SHS ISHARES JP MORGAN EMERG	92,568	104,371

Name of Stock	End of Year Book Value	End of Year Fair Market Value
700SHS JP MORGAN CHASE	29,189	30,778
1,000 SHS JOHNSON & JOHNSON	64,790	70,100
375 SHS JOY GLOBAL		
500SHS KINDER MORGAN	28,395	39,895
500SHS MAGELLAN MIDSTREAM	26,008	43,190
500SHS MCDONALDS	28,245	44,105
1,000SHS MERCK & CO	37,440	40,940
600SHS NEXTERA ENERGY	34,506	41,514
1,000 ORACLE SYSTEMS	22,229	33,320
1,500 SHS NOBLE CORP	53,587	52,230
340 SHS NORFOLK SOUTHER	21,648	21,026
400SHS ISHARES 2000 INDEX	23,228	33,727
15349.353 SHS PIMCO TOTAL RETURN		
8,533SHS PIMCO HY		
500SHS PEPSICO	28,429	34,215
600SHS PHILIPMORRIS	28,235	50,184
550 SHS PROCTER & GAMBLE	35,134	37,340
875/450SHS SPDR LEHMAN INTL		
375 SHS 3M	35,355	34,819
800SHS UNITED TECH CORP	47,965	65,608
33,105 SHS FEDERATED ULTRA SHORT BD	303,593	305,232
1,500/1,350SHS VANGUARD EUROPE		
15,306/11,778SHS VANGUARD SH TRM 39		
6,989/36 SHS VANGUARD INTM TRM	362	370
1,550 SHS SPDR BARCLAYS INTL TREAS	91,453	94,565
835 SHS SPDR SER TR S&P HOME	19,668	22,211
1,650 SHS ISHARES DOW JONES INTL SEL	51,299	55,555
1,875SHS VANGUARD EMG MKT	66,645	83,494
900SHS VERIZON	26,686	38,943
625SHS WAL-MART		

TY 2012 Legal Fees Schedule

Name: EDWARD M & HENRIETTA M KNABUSCH
CHARITABLE TRUST 2

EIN: 38-6643328

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
SHUMAKER, LOOP & KENDRICK, LLP	600	300		300

TY 2012 Other Professional Fees Schedule

Name: EDWARD M & HENRIETTA M KNABUSCH
CHARITABLE TRUST 2

EIN: 38-6643328

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
MONROE BANK & TRUST FEES	22,715	11,358		11,357

TY 2012 Taxes Schedule

Name: EDWARD M & HENRIETTA M KNABUSCH
CHARITABLE TRUST 2

EIN: 38-6643328

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
990-PF EXCISE TAX- SEC 4940	7,676			

EDWARD M. AND HENRIETTA M.
KNABUSCH CHARITABLE TRUST NO. 2
E.I. NO. 38-6643328
FORM 990-PF, 2012
PART VII-B, LINE 5c
REPORT ON EXPENDITURE RESPONSIBILITY GRANTS

Pursuant to Treasury Regulation 53.4945-5(d), the Taxpayer provides the following report relating to prior year grants made by the Taxpayer that are still outstanding:

The name and address of the Grantee is the Edward M. & Henrietta M. Knabusch Scholarship Foundation, c/o Monroe Bank & Trust, 102 East Front Street, Monroe, Michigan 48161.

The respective dates and amounts of each grant are December 24, 1999, 25,000 shares of common stock in La-Z-Boy, Incorporated valued at $400,000, December 20, 2000, 25,000 shares of common stock in La-Z-Boy, Incorporated valued at $382,125, December 13, 2001, $400,000, and December 24, 2002, $400,000.

The exclusive purpose of the grants has been to fund awards of scholarships for post-secondary education.

The total net amount expended by the Grantee in 2012 for scholarships was $41,500. The $41,500 was applied to the grant received from the Taxpayer on December 24, 1999.

To the knowledge of the Taxpayer, no portion of the granted funds and stock have been diverted from the purpose of the grants.

The most recent report of the Grantee was for the year ended December 31, 2012.