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

For calendar year 2012, or tax year beginning , 2012, and ending ,

JOHN & CAROLYN PETERSON CHARITABLE
FOUNDATION, INC.
411 EAST WISCONSIN AVENUE #2350
MILWAUKEE, WI 53202-4426

A Employer identification number 43-1974269

B Telephone number (see the instructions) 414-277-5000

C If exemption application is pending, check here ► ☐

D 1 Foreign organizations, check here ► ☐

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

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

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

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

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

I Fair market value of all assets at end of year *(from Part II, column (c), line 16)* ► $ 6,148,731.

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

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 (att sch)	1,301,750.			
	2 Ck ► ☐ if the foundn is not req to att Sch B				
	3 Interest on savings and temporary cash investments	27.	27.	N/A	
	4 Dividends and interest from securities	170,187.	170,187.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	-12,440.			
	b Gross sales price for all assets on line 6a 1,254,148.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	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/(loss) (att sch)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	1,459,524.	170,214.		
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	8,500.	4,250.		4,250.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule) SEE ST 1	4,445.	2,222.		2,222.
	b Accounting fees (attach sch)				
	c Other prof fees (attach sch) SEE ST 2	22,810.	22,810.		
	17 Interest				
	18 Taxes (attach schedule)(see instrs) SEE STM 3	2,981.	1,631.		
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) SEE STATEMENT 4	450.	440.		10.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	39,186.	31,353.		6,482.
	25 Contributions, gifts, grants paid PART XV	228,300.			228,300.
	26 **Total expenses and disbursements.** Add lines 24 and 25	267,486.	31,353.		234,782.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	1,192,038.			
	b **Net investment income** (if negative, enter -0-)		138,861.		
	c **Adjusted net income** (if negative, enter -0-)				

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Part II Balance Sheets

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

			Beginning of year	End of year	
			(a) Book Value	**(b)** Book Value	**(c)** Fair Market Value
ASSETS	1	Cash — non-interest-bearing	914.	2,314.	2,314.
	2	Savings and temporary cash investments	170,711.	867,093.	867,093.
	3	Accounts receivable ►			
		Less: allowance for doubtful accounts ►			
	4	Pledges receivable ►			
		Less: allowance for doubtful accounts ►			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach sch) ►			
		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) STATEMENT 5	192,134.	259,353.	259,559.
	b	Investments — corporate stock (attach schedule) STATEMENT 6	2,085,933.	2,365,194.	3,204,216.
	c	Investments — corporate bonds (attach schedule) STATEMENT 7	1,503,817.	1,701,593.	1,815,549.
	11	Investments — land, buildings, and equipment: basis ►			
		Less: accumulated depreciation (attach schedule) ►			
	12	Investments — mortgage loans			
	13	Investments — other (attach schedule)	50,000.		
	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)	4,003,509.	5,195,547.	6,148,731.
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ►)			
	23	**Total liabilities** (add lines 17 through 22)	0.	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, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	4,003,509.	5,195,547.	
	30	**Total net assets or fund balances** (see instructions)	4,003,509.	5,195,547.	
	31	**Total liabilities and net assets/fund balances** (see instructions)	4,003,509.	5,195,547.	

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	4,003,509.
2	Enter amount from Part I, line 27a	2	1,192,038.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	5,195,547.
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	5,195,547.

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 shares MLC Company)	**(b)** How acquired P — Purchase D — Donation	**(c)** Date acquired (month, day, year)	**(d)** Date sold (month, day, year)
1 a	SEE STATEMENT 8			
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				
b				
c				
d				
e				

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

	(i) Fair Market Value as of 12/31/69	**(j)** Adjusted basis as of 12/31/69	**(k)** Excess of column (i) over column (j), if any	**(l)** Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				
b				
c				
d				
e				

2	Capital gain net income or (net capital loss). If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7	**2**	-12,440.
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**	-12,440.

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

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	**(b)** Adjusted qualifying distributions	**(c)** Net value of noncharitable-use assets	**(d)** Distribution ratio (column (b) divided by column (c))
2011	221,292.	4,598,904.	0.048118
2010	213,415.	4,517,946.	0.047237
2009	216,143.	4,129,058.	0.052347
2008	187,450.	4,668,092.	0.040156
2007	102,500.	5,015,915.	0.020435

2	**Total** of line 1, column (d)	**2**	0.208293
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**	0.041659
4	Enter the net value of noncharitable-use assets for 2012 from Part X, line 5	**4**	4,901,322.
5	Multiply line 4 by line 3	**5**	204,184.
6	Enter 1% of net investment income (1% of Part I, line 27b)	**6**	1,389.
7	Add lines 5 and 6	**7**	205,573.
8	Enter qualifying distributions from Part XII, line 4	**8**	234,782.

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

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

1 a	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 instrs)				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► ☒ and enter 1% of Part I, line 27b			1	1,389.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)				
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			2	0.
3	Add lines 1 and 2			3	1,389.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			4	0.
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-			5	1,389.
6	Credits/Payments:				
a	2012 estimated tax pmts and 2011 overpayment credited to 2012	6a	1,683.		
b	Exempt foreign organizations – tax withheld at source	6b			
c	Tax paid with application for extension of time to file (Form 8868)	6c	600.		
d	Backup withholding erroneously withheld	6d			
7	Total credits and payments Add lines 6a through 6d			7	2,283.
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	0.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►			10	894.
11	Enter the amount of line 10 to be: **Credited to 2013 estimated tax** ►	894.	**Refunded** ►	11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1 a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1b		X
	*If the answer is 'Yes' to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation ► $ 0. **(2)** On foundation managers ► $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If 'Yes,' attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If 'Yes,' attach a conformed copy of the changes*	3		X
4 a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4b	N/A	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If 'Yes,' attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If 'Yes,' complete Part II, column (c), and Part XV*	7	X	
8 a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► WI			
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	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2012 or the taxable year beginning in 2012 (see instructions for Part XIV)? *If 'Yes,' complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If 'Yes,' attach a schedule listing their names and addresses*	10		X

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

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

Website address ► N/A

14 The books are in care of ► MICHAEL GUZNICZAK Telephone no ► 262-821-5378

Located at ► 1355 BARRINGTON WOODS DRIVE BROOKFIELD WI ZIP + 4 ► 53045

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 — Check here N/A ► ☐

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

			Yes	No
16	At any time during calendar year 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		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If 'Yes,' enter the name of the foreign country ►			

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

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

				Yes	No
1 a	During the year did the foundation (either directly or indirectly):				
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☒ Yes ☐ No			
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
(6)	Agree to pay money or property to a government official? (**Exception.** Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is 'Yes' to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?		1 b		X
	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?		1 c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)).				
a	At the end of tax year 2012, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2012? If 'Yes,' list the years ► 20__ , 20__ , 20__ , 20__	☐ Yes ☒ No			
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.)		2 b	N/A	
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__				
3 a	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.)*		3 b	N/A	
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4 a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2012?		4 b		X

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

5 a 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** N/A

Organizations relying on a current notice regarding disaster assistance check here ► ☐

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

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

6 a 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: X

If 'Yes' to 6b, file Form 8870.

7 a 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? N/A **7b**

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

1 List all officers, directors, trustees, foundation managers and their compensation (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
SEE STATEMENT 9		8,500.	0.	0.

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

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

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

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

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

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

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
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 instructions. 3	
Total. Add lines 1 through 3 ►	0.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes:				
a	Average monthly fair market value of securities			1 a	4,667,268.
b	Average of monthly cash balances			1 b	308,693.
c	Fair market value of all other assets (see instructions)			1 c	
d	**Total** (add lines 1a, b, and c)			1 d	4,975,961.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1 e	0.		
2	Acquisition indebtedness applicable to line 1 assets			2	0.
3	Subtract line 2 from line 1d			3	4,975,961.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)			4	74,639.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4			5	4,901,322.
6	**Minimum investment return.** Enter 5% of line 5			6	245,066.

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	245,066.
2 a	Tax on investment income for 2012 from Part VI, line 5	2 a	1,389.		
b	Income tax for 2012. (This does not include the tax from Part VI.)	2 b			
c	Add lines 2a and 2b			2 c	1,389.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	243,677.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	243,677.
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	243,677.

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	1 a	234,782.
b	Program-related investments – total from Part IX-B	1 b	
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)	3 a	
b	Cash distribution test (attach the required schedule)	3 b	
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	234,782.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	1,389.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	233,393.

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				243,677.
2 Undistributed income, if any, as of the end of 2012:				
a Enter amount for 2011 only			213,238.	
b Total for prior years: 20 ___, 20 ___, 20 ___		0.		
3 Excess distributions carryover, if any, to 2012:				
a From 2007				
b From 2008				
c From 2009				
d From 2010				
e From 2011				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2012 from Part XII, line 4: ► $ 234,782.				
a Applied to 2011, but not more than line 2a			213,238.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2012 distributable amount				21,544.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2012	0.			0.
(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	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount – see instructions		0.		
e Undistributed income for 2011. Subtract line 4a from line 2a. Taxable amount – see instructions			0.	
f Undistributed income for 2012. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2013				222,133.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2007 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2013. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2008				
b Excess from 2009				
c Excess from 2010				
d Excess from 2011				
e Excess from 2012				

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

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

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

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

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

1 **Information Regarding Foundation Managers:**

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

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:

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

c Any submission deadlines:

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
SEE STATEMENT 10				
Total ► 3a				228,300.
b *Approved for future payment*				
Total ► 3b				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) 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	27.	
4 Dividends and interest from securities			14	170,187.	
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	-12,440.	
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)				157,774.	
13 **Total.** Add line 12, columns (b), (d), and (e)				13	157,774.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

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

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

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

b If 'Yes,' complete the following schedule

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

Sign Here

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

Signature of officer or trustee

Date 7/22/13

Title PRESIDENT

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
KENNETH M. SMITH		7/11/13		P00070004

Firm's name ► QUARLES & BRADY LLP

Firm's EIN ► 39-0432630

Firm's address ► 411 E WISCONSIN AVE., STE 2350
MILWAUKEE, WI 53202-4426

Phone no (414) 277-5000

Schedule B
(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

► **Attach to Form 990, Form 990-EZ, or Form 990-PF**

OMB No 1545-0047

2012

Name of the organization JOHN & CAROLYN PETERSON CHARITABLE FOUNDATION, INC.

Employer Identification number 43-1974269

Organization type (check one):

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

Check if your organization is covered by the **General Rule** or a **Special Rule**

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions.

General Rule

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

Special Rules

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

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

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

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

Schedule **B** (Form 990, 990-EZ, or 990-PF) (2012) Page 1 of 1 of **Part 1**

Name of organization	Employer identification number
JOHN & CAROLYN PETERSON CHARITABLE	43-1974269

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

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	ESTATE OF JOHN PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202	$ 1,300,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

Name of organization
JOHN & CAROLYN PETERSON CHARITABLE

Employer identification number
43-1974269

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

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

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

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

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

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

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

Schedule **B** (Form 990, 990-EZ, or 990-PF) (2012) Page 1 to 1 of **Part III**

Name of organization
JOHN & CAROLYN PETERSON CHARITABLE

Employer identification number
43-1974269

Part III ***Exclusively*** **religious, charitable, etc, individual contributions to section 501(c)(7), (8) or (10) organizations that total more than $1,000 for the year.** Complete columns (a) through (e) and the following line entry.

For organizations completing Part III, enter total of *exclusively* religious, charitable, etc, contributions of **$1,000 or less** for the year (Enter this information once See instructions) . ► $ N/A

Use duplicate copies of Part III if additional space is needed

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

(e) Transfer of gift

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

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

(e) Transfer of gift

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

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

(e) Transfer of gift

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

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

(e) Transfer of gift

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

STATEMENT 1
FORM 990-PF, PART I, LINE 16A
LEGAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
QUARLES & BRADY LLP, ATTORNEY FEES	$ 4,445.	$ 2,222.		$ 2,222.
TOTAL	$ 4,445.	$ 2,222.		$ 2,222.

STATEMENT 2
FORM 990-PF, PART I, LINE 16C
OTHER PROFESSIONAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
MORGAN STANLEY, MANAGEMENT FEES.	$ 22,810.	$ 22,810.		
TOTAL	$ 22,810.	$ 22,810.		$ 0.

STATEMENT 3
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX PAID	$ 1,350.			
FOREIGN TAX WITHELD	1,631.	$ 1,631.		
TOTAL	$ 2,981.	$ 1,631.		$ 0.

STATEMENT 4
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ADR FEES.	$ 440.	$ 440.		
FINANCIAL INSTITUITION FEE	10.			$ 10.
TOTAL	$ 450.	$ 440.		$ 10.

STATEMENT 5
FORM 990-PF, PART II, LINE 10A
INVESTMENTS - U.S. AND STATE GOVERNMENT OBLIGATIONS

U.S. GOVERNMENT OBLIGATIONS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
GOVERNMENT BONDS ACCOUNT 771	COST	$ 259,353.	$ 259,559.
		$ 259,353.	$ 259,559.
	TOTAL	$ 259,353.	$ 259,559.

STATEMENT 6
FORM 990-PF, PART II, LINE 10B
INVESTMENTS - CORPORATE STOCKS

CORPORATE STOCKS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
COMMON STOCK ACCOUNT 771	COST	$ 711,197.	$ 812,647.
COMMON STOCK ACCOUNT 776	COST	489,379.	506,620.
COMMON STOCK ACCOUNT 779	COST	780,551.	1,445,440.
COMMON STOCK ACCOUNT 782	COST	190,369.	258,846.
UNIT INVESTMENT TRUSTS 782	COST	193,698.	180,663.
	TOTAL	$ 2,365,194.	$ 3,204,216.

STATEMENT 7
FORM 990-PF, PART II, LINE 10C
INVESTMENTS - CORPORATE BONDS

CORPORATE BONDS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS ACCOUNT 782	COST	$ 1,596,828.	$ 1,711,589.
CERTIFICATES OF DEPOSIT ACCOUNT 782	COST	54,765.	53,745.
INTERNATIONAL BOND FUND	COST	50,000.	50,215.
	TOTAL	$ 1,701,593.	$ 1,815,549.

STATEMENT 8
FORM 990-PF, PART IV, LINE 1
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

ITEM	(A) DESCRIPTION	(B) HOW ACQUIRED	(C) DATE ACQUIRED	(D) DATE SOLD
1	MSSB 455	PURCHASED	VARIOUS	VARIOUS
2	MSSB 455	PURCHASED	VARIOUS	VARIOUS
3	WASH SALE	PURCHASED	VARIOUS	6/15/2012
4	MSSB 771	PURCHASED	VARIOUS	VARIOUS
5	MSSB 771	PURCHASED	VARIOUS	VARIOUS
6	MSSB 457	PURCHASED	VARIOUS	VARIOUS
7	MSSB 457	PURCHASED	VARIOUS	VARIOUS
8	MSSB 776	PURCHASED	VARIOUS	VARIOUS
9	MSSB 776	PURCHASED	VARIOUS	VARIOUS
10	MSSB 458	PURCHASED	VARIOUS	VARIOUS

STATEMENT 8 (CONTINUED)
FORM 990-PF, PART IV, LINE 1
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

ITEM	(A) DESCRIPTION	(B) HOW ACQUIRED	(C) DATE ACQUIRED	(D) DATE SOLD
11	MSSB 779	PURCHASED	VARIOUS	VARIOUS
12	MSSB 779	PURCHASED	VARIOUS	VARIOUS
13	MSSB 779	PURCHASED	VARIOUS	VARIOUS
14	MSSB 779	PURCHASED	VARIOUS	VARIOUS
15	MSSB 779	PURCHASED	VARIOUS	VARIOUS
16	MSSB 459	PURCHASED	VARIOUS	VARIOUS
17	MSSB 459	PURCHASED	VARIOUS	VARIOUS
18	MSSB 782	PURCHASED	VARIOUS	VARIOUS
19	MSSB 782	PURCHASED	VARIOUS	VARIOUS

ITEM	(E) GROSS SALES	(F) DEPREC. ALLOWED	(G) COST BASIS	(H) GAIN (LOSS)	(I) FMV 12/31/69	(J) ADJ. BAS. 12/31/69	(K) EXCESS (I)-(J)	(L) GAIN (LOSS)
1	122,253.		126,753.	-4,500.				$ -4,500.
2	75,921.		71,166.	4,755.				4,755.
3	666.		0.	666.				666.
4	62,958.		64,478.	-1,520.				-1,520.
5	232,662.		212,105.	20,557.				20,557.
6	28,856.		26,646.	2,210.				2,210.
7	47,003.		44,195.	2,808.				2,808.
8	12,476.		17,109.	-4,633.				-4,633.
9	87,399.		90,219.	-2,820.				-2,820.
10	25,134.		53,913.	-28,779.				-28,779.
11	2,431.		0.	2,431.				2,431.
12	5,210.		7,528.	-2,318.				-2,318.
13	4,220.		0.	4,220.				4,220.
14	3,315.		0.	3,315.				3,315.
15	15,004.		25,114.	-10,110.				-10,110.
16	1,549.		1,591.	-42.				-42.
17	211,302.		214,085.	-2,783.				-2,783.
18	5,275.		4,975.	300.				300.
19	310,514.		306,711.	3,803.				3,803.
							TOTAL	$ -12,440.

STATEMENT 9
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
MARK L. PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIR/VICE PRES 1.00	$ 0.	$ 0.	$ 0.
ELINOR GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIR/PRESIDENT 1.00	0.	0.	0.

STATEMENT 9 (CONTINUED)
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
MICHAEL J. GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIR/TREASURER 5.00	$ 8,500.	$ 0.	$ 0.
RYIA R. PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIR/SECRETARY 1.00	0.	0.	0.
EMILY C. GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIRECTOR 1.00	0.	0.	0.
LAUREN A. GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4426	DIRECTOR 1.00	0.	0.	0.
	TOTAL	$ 8,500.	$ 0.	$ 0.

STATEMENT 10
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND-ATION STATUS	PURPOSE OF GRANT	AMOUNT
FRIENDS OF WISCONSIN PUBLIC TELEVISION 821 UNIVERSITY AVENUE MADISON, WI 53706	NONE	PUBLIC	TWICE IS NICE CONCERT	$ 30,000.
MADISON SYMPHONY ORCHESTRA 222 W. WASHINGTON AVE. MADISON, WI 53703	NONE	PUBLIC	UP CLOSE AND MUSICAL - SYMPHONY SOUP	15,000.
UW WAUKESHA FOUNDATION 1500 N. UNIVERSITY DR. WAUKESHA, WI 53188	NONE	PUBLIC	ARTIST IN RESIDENCE PROGRAM	25,000.
MADISON OPERA INC 3414 MONROE ST. MADISON, WI 53711	NONE	PUBLIC	OPERA IN THE PARK	25,000.
TOKEN CREEK FESTIVAL PO BOX 55142 MADISON, WI 53705	NONE	PUBLIC	2012 MUSIC FESTIVAL	6,000.

STATEMENT 10 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND-ATION STATUS	PURPOSE OF GRANT	AMOUNT
UW FOUNDATION 1848 UNIVERSITY AVE MADISON, WI 53726	NONE	PUBLIC	TANDEM PRESS STUDENT ENDOWMENT FUND	$ 25,000.
UW FOUNDATION 1848 UNIVERSITY AVE MADISON, WI 53726	NONE	PUBLIC	UNIVERSITY OPERA SPONSOR CHAIR	15,000.
MADISON JAZZ SOCIETY P O BOX 8866 MADISON, WI 53708	NONE	PUBLIC	GREATER MADISON JAZZ CONSORTIUM	44,100.
JAZZ AT FIVE, INC 2935 S FISH HATCHERY RD #193 MADISON, WI 53711	NONE	PUBLIC	2013 JAZZ SEASON	10,000.
WISCONSIN CHAMBER ORCHESTRA 321 E MAIN ST MADISON, WI 53703	NONE	PUBLIC	MUSICAL BUILDING BLOCKS	15,000.
UWM SCH OF ARCHITECTURE & URBAN PLANNING 2131 E HARTFORD AVE MILWAUKEE, WI 53211	NONE	PUBLIC	ON LINE ARCHITECTURE COURSE FOR HIGH SCHOOL STUDENTS	15,500.
SUZUKI STRINGS OF MADISON 3002 NOTTINGHAM WAY MADISON, WI 53713	NONE	PUBLIC	2013 SEASON	2,700.
			TOTAL	$ 228,300.

Holdings

Fiduciary Services Basic Securities Account
[redacted]97771-[redacted]

JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS

Consulting Group Investment Advisor Research (CG IAR) status codes (FL, AL or NL) may be shown for certain exchange-traded funds. Please refer to "CG IAR Statuses in Investment Advisory Programs" in the quarter-end statement (or your first statement if you have not yet received a statement at the quarter-end) for a description of these status codes. All status codes represent the opinions of CG IAR and are not representations or guarantees of performance

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
AMAZON COM INC (AMZN)	8/10/11	1 000	$197 570	$197 57	$250 87	$53 30 LT		
	8/30/11	8 000	206 975	1,655.80	2,006 96	351 16 LT		
	9/14/11	8 000	222 370	1,778 96	2,006 96	228 00 LT		
	8/16/12	10 000	238 011	2,380 11	2,508 70	128 59 ST		
	9/14/12	10 000	262 740	2,627 40	2,508 70	(118 70) ST		
	12/12/12	6 000	252 840	1,517 04	1,505 22	(11 82) ST		
	Total	43 000		10,156 88	**10,787.41**	632 46 LT (1 93) ST	—	—
Share Price. $250 870								
AMER INTL GP INC NEW (AIG)	10/4/12	78 000	34 918	2,723 63	2,753 40	29 77 ST		
	10/10/12	72 000	35 733	2,572 78	2,541 60	(31 18) ST		
	12/12/12	34 000	34 710	1,180 14	1 200 20	20 06 ST		
	Total	184 000		6,476.55	**6,495.20**	18 65 ST	—	—
Share Price. $35.300								
AMERICAN EXPRESS CO (AXP)	6/22/11	178 000	49 991	8,898 40	10,231 44	1,333 04 LT		
	12/12/12	31 000	58 060	1,799 86	1 781 88	(17 98) ST		
	Total	209 000		10,698 26	**12,013.32**	1,333 04 LT (17 98) ST	167 20	1 39
Share Price. $57 480; Next Dividend Payable 02/2013								
AMERICAN TOWER REIT COM (AMT)	9/11/07	40 000	38 350	1,534 00	3,090 80	1 556 80 LT		
	9/8/10	60.000	49 355	2,961 31	4,636 20	1,674 89 LT		
	9/9/11	36 000	52 460	1,888 57	2 781 72	893 15 LT		
	12/12/12	22 000	76 380	1,680 36	1,699 94	19 58 ST		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account
[redacted]7771-0[redacted]

JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	158 000		8,064 24	**12,208 66**	4,124 84 LT 19.58 ST	151 68	1 24
Share Price· $77 270, Next Dividend Payable 03/2013								
APPLE INC (AAPL)	12/2/08	6 000	89 296	535 78	3,193 03	2,657 25 LT		
	12/3/08	27 000	93 813	2,532 95	14,368.66	11,835 71 LT		
	12/12/12	7 000	540 760	3,785 32	3,725 20	(60 12) ST		
	Total	40 000		6,854 05	**21,286 91**	14 492 96 LT (60 12) ST	424 00	1 99
Share Price $532 173, Next Dividend Payable 02/2013								
BANK OF AMERICA CORP (BAC)	11/27/12	267 000	9 897	2,642 61	3,099 87	457 26 ST		
	12/12/12	42 000	10 600	445 20	487 62	42 42 ST		
	Total	309 000		3,087 81	**3,587.49**	499 68 ST	12 36	0 34
Share Price· $11.610; Next Dividend Payable 03/2013								
BIOGEN IDEC INC (BIIB)	3/20/12	22 000	119 128	2,620 82	3,220 14	599 32 ST		
	3/26/12	20 000	123 974	2,479 47	2,927 40	447 93 ST		
	4/11/12	23 000	126 953	2,919 93	3,366 51	446 58 ST		
	5/30/12	11 000	130 959	1,440 55	1 610 07	169 52 ST		
	10/31/12	16 000	138 335	2,213 36	2,341 92	128 56 ST		
	12/12/12	13 000	152 850	1,987 05	1,902 81	(84 24) ST		
	Total	105 000		13,661 18	**15,368.85**	1,707 67 ST	—	—
Share Price $146.370								
BLACKROCK INC (BLK)	11/7/12	13 000	189 828	2,467 77	2,687 23	219.46 ST		
	11/21/12	13 000	194 015	2,522 19	2,687 23	165.04 ST		
	12/12/12	6.000	200 890	1,205.34	1,240 26	34 92 ST		
	Total	32 000		6,195 30	**6,614.72**	419 42 ST	192 00	2 90
Share Price: $206 710; Next Dividend Payable 03/2013								
BOEING CO (BA)	3/10/10	10 000	69 389	693 89	753 60	59 71 LT		
	4/29/11	30 000	79 713	2,391 38	2,260 80	(130 58) LT		
	12/27/11	33 000	74 403	2,455 31	2,486 88	31 57 LT		
	7/2/12	35 000	72 875	2,550 61	2,637 60	86 99 ST		
	12/12/12	20 000	75 790	1,515 80	1,507 20	(8 60) ST		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]7771-[redacted]
JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	128 000		9,606 99	**9,646 08**	(39 30) LT 78 39 ST	248 32	2 57
Share Price· $75.360, Next Dividend Payable 03/2013								
BRISTOL MYERS SQUIBB CO (BMY)	7/10/12	72 000	34 857	2,509 72	2,346 48	(163 24) ST		
	7/12/12	73 000	34 985	2,553 87	2,379.07	(174 80) ST		
	7/17/12	70 000	36 018	2,521 25	2,281 30	(239 95) ST		
	12/12/12	47 000	33 350	1,567 45	1 531 73	(35 72) ST		
	Total	262 000		9,152 29	**8,538 58**	(613 71) ST	366 80	4 29
Share Price· $32 590, Next Dividend Payable 02/2013								
CAPITAL ONE FINANCIAL CORP (COF)	6/21/10	1 000	43 629	43 63	57 93	14 30 LT		
	4/26/11	38 000	54 506	2,071 30	2,201 34	130 04 LT		
	9/15/11	46 000	43 059	1,980 71	2,664 78	684 07 LT		
	10/12/11	42 000	43 683	1,834 67	2,433 06	598 39 LT		
	11/9/11	79 000	44 408	3,508 22	4,576 47	1,068 25 LT		
	3/15/12	27 000	52 088	1,406 37	1 564 11	157 74 ST		
	12/12/12	46 000	58 700	2,700 20	2,664 78	(35 42) ST		
	Total	279 000		13,545 10	**16,162.47**	2 495 05 LT 122 32 ST	55 80	0 34
Share Price. $57 930, Next Dividend Payable 02/2013								
CHARLES SCHWAB NEW (SCHW)	3/7/12	185.000	13 872	2,566 34	2,656.60	90 26 ST		
	3/9/12	182.000	14 114	2,568 82	2,613 52	44 70 ST		
	12/12/12	29 000	13 740	398 46	416 44	17 98 ST		
	Total	396 000		5,533 62	**5,686.56**	152 94 ST	95 04	1 67
Share Price: $14 360, Next Dividend Payable 02/2013								
CHEVRON CORP (CVX)	5/22/12	15 000	99 632	1,494 47	1,622 10	127 63 ST		
	6/7/12	24 000	101 141	2,427 39	2,595 36	167 97 ST		
	7/17/12	11 000	107 288	1,180 17	1 189 54	9 37 ST		
	12/12/12	10 000	108 560	1,085 60	1,081 40	(4 20) ST		
	Total	60 000		6,187 63	**6,488.40**	300 77 ST	216 00	3 32
Share Price: $108 140; Next Dividend Payable 03/2013								

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Holdings

Fiduciary Services Basic Securities Account
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JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
CITIGROUP INC NEW (C)	10/18/11	77 000	29 336	2,258 90	3,046 12	787 22 LT		
	10/19/11	83 000	30 689	2,547 22	3,283 48	736 26 LT		
	10/31/11	96 000	32 361	3,106 70	3.797 76	691 06 LT		
	3/14/12	62 000	35 069	2,174 25	2.452 72	278 47 ST		
	4/17/12	37 000	35 283	1,305 46	1 463 72	158 26 ST H		
	7/27/12	97.000	26 708	2.590 70	3,837.32	1,246 62 ST		
	9/26/12	74 000	32 729	2.421 97	2,927 44	505.47 ST		
	10/31/12	49 000	37 011	1,813 56	1,938 44	124 88 ST		
	12/12/12	158 000	37 610	5,942 38	6,250 48	308.10 ST		
	Total	733 000		24,161 14	**28,997.48**	2 214 54 LT 2,621 80 ST	29 32	0 10
Share Price: $39 560, Next Dividend Payable 02/2013								
COMCAST CORP (NEW) CLASS A (CMCSA)	7/11/12	80 000	31 548	2,523 82	2,988 80	464 98 ST		
	9/6/12	74,000	34 458	2,549 87	2 764 64	214 77 ST		
	9/14/12	73 000	35 294	2,576 44	2,727 28	150 84 ST		
	11/7/12	36,000	36 509	1,314 32	1,344 96	30 64 ST		
	12/12/12	56 000	37 520	2,101.12	2,092.16	(8 96) ST		
	Total	319 000		11,065 57	**11,917.84**	852.27 ST	207 35	1 73
Share Price $37 360, Next Dividend Payable 01/23/13								
CVS CAREMARK CORP (CVS)	6/2/11	65 000	38 404	2,496 23	3,142 75	646 52 LT		
	8/24/11	70 000	34 362	2,405 32	3,384 50	979 18 LT		
	9/6/11	75 000	35 703	2,677 70	3,626 25	948 55 LT		
	9/15/11	58 000	36 772	2,132 75	2,804 30	671 55 LT		
	5/3/12	55 000	46 075	2,534.13	2,659 25	125 12 ST		
	8/21/12	65 000	45 785	2,976 04	3,142 75	166 71 ST		
	12/12/12	68 000	47 700	3,243 60	3 287 80	44 20 ST		
	Total	456 000		18,465 77	**22,047.60**	3,245 80 LT 336.03 ST	410 40	1 86
Share Price $48 350, Next Dividend Payable 02/2013								

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Holdings

Fiduciary Services Basic Securities Account [redacted]07771[redacted]
JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
EBAY INC (EBAY)	5/25/12	124 000	40 329	5,000 78	6.323 71	1,322 93 ST		
	6/4/12	65 000	39 408	2,561 53	3,314 85	753 32 ST		
	6/15/12	57.000	40 643	2,316 67	2.906 86	590 19 ST		
	6/21/12	38 000	41 834	1,589 69	1,937 91	348 22 ST		
	12/12/12	29 000	52 240	1,514 96	1,478 93	(36 03) ST		
	Total	313 000		12 983 63	**15,962.28**	2,978 63 ST	—	—
Share Price $50.998								
EMC CORP MASS (EMC)	5/13/11	41 000	27 741	1,137 37	1 037 30	(100 07) LT		
	10/18/11	63 000	23 907	1,506 16	1,593 90	87 74 LT		
	10/24/11	91 000	24 379	2,218 48	2,302 30	83 82 LT		
	9/7/12	92 000	27 591	2,538 41	2,327 60	(210 81) ST		
	9/18/12	101 000	27 722	2,799 97	2,555.30	(244 67) ST		
	12/12/12	83 000	24 910	2,067 53	2,099 90	32 37 ST		
	Total	471 000		12,267 92	**11,916.30**	71 49 LT (423 11) ST	—	—
Share Price: $25 300								
ENSCO PLC CLASS A (ESV)	10/12/11	51 000	44 496	2,269 32	3.023 28	753 96 LT		
	10/21/11	40 000	47 988	1,919 52	2.371 20	451 68 LT		
	5/21/12	7.000	47 869	335 08	414 96	79 88 ST		
	12/12/12	13 000	58 060	754 78	770 64	15 86 ST		
	Total	111 000		5,278 70	**6,580.08**	1,205.64 LT 95 74 ST	166 50	2 53
Share Price. $59.280. Next Dividend Payable 03/2013								
EXPRESS SCRIPTS HLDG CO COM (ESRX)	7/8/10	14 000	46 554	651 76	756 00	104 24 LT		
	7/12/10	46 000	47 706	2.194 46	2,484 00	289 54 LT		
	8/2/11	58 000	52 241	3.029 99	3.132 00	102 01 LT		
	2/6/12	59 000	49 969	2,948 19	3.186 00	237 81 ST		
	5/25/12	38.000	52 395	1,991 01	2.052 00	60 99 ST		
	12/12/12	42 000	54 640	2.294 88	2,268 00	(26 88) ST		
	Total	257 000		13.110 29	**13,878.00**	495 79 LT 271 92 ST	—	—
Share Price: $54 000								

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STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
EXXON MOBIL CORP (XOM)	4/4/11	55 000	84 609	4,653 51	4,760 25	106 74 LT		
	4/5/11	61 000	85 328	5 205 03	5 279 55	74 52 LT		
	12/12/12	30 000	89 930	2,697 90	2,596 50	(101 40) ST		
	Total	146 000		12,556 44	**12,836.30**	181 26 LT (101 40) ST	332 86	2 63
Share Price: $86 550, Next Dividend Payable 03/2013								
FREEPORT MCMORAN CP&GLD (FCX)	6/29/12	37.000	33 989	1,257 60	1,265 40	7 80 ST		
	7/3/12	36 000	35 388	1,273.97	1 231 20	(42 77) ST		
	8/22/12	69 000	36 526	2,520 31	2,359 80	(160 51) ST		
	10/16/12	69 000	41 462	2,860 86	2 359 80	(501 06) ST		
	11/1/12	73 000	40 108	2,927 87	2,496 60	(431 27) ST		
	12/12/12	72 000	32 570	2,345 03	2,462 40	117 37 ST		
	Total	356 000		13,185 64	**12,175.20**	(1,010 44) ST	445 00	3 65
Share Price: $34 200, Next Dividend Payable 02/2013								
GENERAL ELECTRIC CO (GE)	12/21/11	254 000	17 564	4,461 28	5,331 46	870 18 LT		
	5/18/12	31 000	18 917	586 44	650 69	64 25 ST		
	6/21/12	78 000	19 507	1,521 52	1,637 22	115.70 ST		
	11/7/12	24 000	21 185	508 43	503 76	(4 67) ST		
	12/12/12	205 000	21 860	4,481 30	4,302 95	(178 35) ST		
	Total	592 000		11,558 97	**12,426.08**	870 18 LT (3 07) ST	449 92	3 62
Share Price: $20 990, Next Dividend Payable 01/25/13								
GENERAL MTRS CO (GM)	10/24/11	8 000	25 026	200 21	230 64	30 43 LT		
	1/6/12	133 000	22 910	3,046 99	3 834 39	787 40 ST		
	1/26/12	92.000	24 990	2,299 06	2,652 36	353.30 ST		
	9/7/12	119.000	23 334	2,776 77	3,430 77	654 00 ST		
	10/3/12	99 000	24 544	2,429 89	2,854 17	424 28 ST		
	10/31/12	114 000	25 395	2 895 04	3,286 62	391 58 ST		
	12/12/12	74 000	25 780	1,907 72	2,133 42	225 70 ST		
	Total	639 000		15 555 68	**18,422.37**	30 43 LT 2,836 26 ST	—	—
Share Price: $28 830								

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Holdings

Fiduciary Services Basic Securities Account [redacted]7771-[redacted]

JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
GILEAD SCIENCE (GILD)	12/5/11	60 000	39 953	2,397 17	4,407 00	2 009 83 LT		
	2/6/12	32 000	55 418	1,773 37	2,350 40	577 03 ST		
	4/13/12	55 000	45 896	2,524 30	4,039 75	1,515 45 ST		
	4/19/12	33 000	52 215	1,723 11	2,423 85	700 74 ST		
	5/30/12	43 000	50 394	2,166 93	3,158 35	991 42 ST		
	10/4/12	7 000	69 649	487.54	514 15	26 61 ST		
	12/12/12	54 000	76 470	4,129 38	3,966 30	(163 08) ST		
	Total	284 000		15,201 80	**20,859.80**	2,009 83 LT 3,648 17 ST	—	—
Share Price: $73 450								
GOLDMAN SACHS GRP INC (GS)	10/11/12	22.000	121 947	2,682 84	2,806 32	123.48 ST		
	10/15/12	22 000	123 750	2,722 50	2,806 32	83 82 ST		
	12/12/12	10 000	119 470	1,194 70	1,275 60	80 90 ST		
	12/21/12	21 000	127 996	2,687 91	2,678 76	(9 15) ST		
	Total	75 000		9,287 95	**9,567 00**	279 05 ST	150 00	1 56
Share Price: $127 560, Next Dividend Payable 03/2013								
GOOGLE INC-CL A (GOOG)	9/20/10	2 000	507 000	1,014 00	1,414 76	400 76 LT		
	8/10/11	6 000	557 958	3,347 75	4,244 28	896 53 LT		
	8/11/11	3 000	563 913	1,691 74	2,122 14	430 40 LT		
	8/30/11	4 000	538 195	2,152 78	2 829 52	676 74 LT		
	9/15/11	4 000	544 180	2,176 72	2,829 52	652 80 LT		
	9/20/11	4.000	552 233	2,208 93	2,829 52	620 59 LT		
	12/12/12	3 000	702 170	2,106 51	2,122 14	15 63 ST		
	Total	26 000		14,698 43	**18,391.88**	3 677 82 LT 15.63 ST	—	—
Share Price: $707 380								
HALLIBURTON CO (HAL)	8/2/12	76.000	32 555	2,474 20	2,636 44	162 24 ST		
	8/3/12	79 000	33 985	2,684 83	2,740 51	55.68 ST		
	8/22/12	67 000	34 753	2,328 45	2,324 23	(4 22) ST		

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Holdings

Fiduciary Services Basic Securities Account [redacted]777[redacted] JOHN & CAROLYN PETERSON CHAR FD (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	12/6/12	53 000	33 332	1,766 61	1,838 57	71 96 ST		
	12/12/12	60 000	34 090	2,045 40	2,081 40	36 00 ST		
	12/12/12	48.000	34 084	1,636 01	1,665 12	29 11 ST		
	Total	383 000		12,935 50	**13,286 27**	350 77 ST	137 88	1 03
Share Price. $34 690, Next Dividend Payable 03/2013								
HOME DEPOT INC (HD)	10/18/11	134 000	35 513	4,758 73	8,287 90	3,529 17 LT		
	10/21/11	61 000	36 330	2,216 13	3,772 85	1 556 72 LT		
	11/23/11	59 000	36 594	2,159 03	3,649 15	1 490 12 LT		
	12/12/12	56 000	63 030	3,529 68	3,463 60	(66 08) ST		
	Total	310 000		12,663 57	**19,173.50**	6 576 01 LT (66 08) ST	359 60	1 87
Share Price: $61.850, Next Dividend Payable 03/2013								
INTL BUSINESS MACHINES CORP (IBM)	6/21/10	22 000	130 674	2,874 83	4,214 10	1,339 27 LT		
	6/23/10	17 000	130 635	2,220 80	3,256 35	1,035 55 LT		
	9/14/11	6 000	167 875	1,007 25	1 149 30	142 05 LT		
	12/12/12	10 000	193 270	1,932.70	1,915 50	(17.20) ST		
	Total	55 000		8,035 58	**10,535.25**	2,516 87 LT (17 20) ST	187 00	1 77
Share Price. $191 550, Next Dividend Payable 03/2013								
ISHARES IBOXX INVEST GR COR FD (LQD)	8/5/09	220 000	102 536	22,557.92	26,617 80	4,059 88 LT		
	12/30/09	44.000	104 325	4,590 29	5,323 56	733 27 LT		
	1/22/10	108 000	105 585	11,403 14	13,066 92	1,663 78 LT		
	7/12/10	246 000	108 125	26,598 75	29,763 54	3,164 79 LT		
	8/8/11	242 000	112 010	27,106 42	29,279 58	2 173 16 LT		
	10/10/11	110 000	111 191	12,230 98	13,308 90	1,077 92 LT		
	12/12/12	279 000	121 352	33,857 10	33,756 21	(100 89) ST		
	Total	1,249 000		138,344 60	**151,116.51**	12 872 80 LT (100 89) ST	5,781 62	3 82
Share Price: $120.990; CG IAR Status AL; Next Dividend Payable 01/02/13								
ISHARES S&P PREF STK INDX (PFF)	1/5/11	427 000	38 928	16,622 38	16,917 74	295 36 LT		
	12/12/12	120 000	39 710	4,765 20	4,754 40	(10 80) ST		

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Holdings

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JOHN & CAROLYN PETERSON
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STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	547 000		21,387 58	**21,872 14**	295 36 LT (10 80) ST	1,303 50	6 01
Share Price· $39 620, CG IAR Status AL, Next Dividend Payable 01/02/13								
JPMORGAN CHASE & CO (JPM)	8/15/11	47 000	36 768	1,728 08	2,066 54	338 46 LT		
	8/29/11	59 000	37 357	2,204 09	2,594 17	390 08 LT		
	10/19/11	79 000	33 152	2,618 98	3,473 55	854 57 LT		
	3/21/12	37 000	45 181	1,671 68	1 626 85	(44 83) ST		
	8/21/12	56 000	38 301	2,144 86	2,462 26	317 40 ST		
	9/6/12	49 000	38 591	1,890 98	2,154 48	263.50 ST		
	9/7/12	27 000	39 292	1,060 88	1,187 16	126 28 ST		
	9/26/12	72 000	40 502	2,916 12	3,165 77	249 65 ST		
	10/16/12	25 000	42 990	1,074 74	1 099 22	24 48 ST		
	10/31/12	60 000	41 507	2,490 41	2,638 14	147 73 ST		
	12/12/12	99 000	43 090	4,265 91	4,352 93	87 02 ST		
	12/18/12	93 000	43 878	4,080 64	4,089.12	8 48 ST		
	Total	703 000		28,147 37	**30,910.27**	1 583 11 LT 1 179 71 ST	843 60	2 72
Share Price· $43.969, Next Dividend Payable 01/2013								
KRAFT FOODS GROUP INC COM (KRFT)	9/6/11	5 000	38 232	191 16	227.35	36 19 LT		
	1/18/12	41 000	40 010	1,640 40	1 864 27	223 87 ST		
	5/18/12	9 000	42 253	380 28	409 23	28 95 ST		
	12/12/12	17.000	45 980	781.66	772 99	(8 67) ST		
	Total	72 000		2,993 50	**3,273.84**	36.19 LT 244 15 ST	144 00	4 39
Share Price $45 470, Next Dividend Payable 01/14/13								
LAS VEGAS SANDS CORPORATION (LVS)	2/9/12	15 000	52 407	786 10	692 40	(93 70) ST		
	2/28/12	44 000	54 667	2,405 33	2,031 04	(374 29) ST		
	12/12/12	14 000	45 550	637.70	646 24	8 54 ST		

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Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]7771-[redacted] JOHN & CAROLYN PETERSON CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	73 000		3,829 13	**3,369.68**	(459 45) ST	73 00	2 16
Share Price: $46 160, Next Dividend Payable 03/2013								
LOWES COMPANIES INC (LOW)	11/21/12	75 000	34 252	2,568 87	2,664 00	95 13 ST		
	12/12/12	18 000	34 900	628 20	639 36	11 16 ST		
	12/18/12	88 000	35 783	3,148 92	3,125 76	(23 16) ST		
	Total	181 000		6,345 99	**6,429.12**	83 13 ST	115 84	1 80
Share Price. $35 520, Next Dividend Payable 02/2013								
MARSH & MCLENNAN COS INC (MMC)	7/27/12	78 000	33 381	2,603 75	2,688 66	84 91 ST		
	8/7/12	76 000	33 941	2,579 49	2,619 72	40 23 ST		
	12/12/12	33 000	34.840	1,149 72	1,137 51	(12 21) ST		
	Total	187 000		6,332 96	**6,445.89**	112 93 ST	172 04	2 66
Share Price: $34 470, Next Dividend Payable 02/2013								
MASTERCARD INC CL A (MA)	9/16/11	5 000	349 420	1,747 10	2,456 40	709 30 LT		
	9/20/11	6 000	358 585	2,151 51	2,947 68	796 17 LT		
	9/23/11	8 000	336 724	2,693 79	3,930 24	1,236 45 LT		
	12/12/12	5.000	487 100	2,435 50	2,456 40	20 90 ST		
	Total	24 000		9,027 90	**11,790.72**	2,741 92 LT 20 90 ST	26 80	0 24
Share Price. $491 280, Next Dividend Payable 02/2013								
MONDELEZ INTL INC COM (MDLZ)	9/6/11	16 000	22 101	353 62	407 25	53.63 LT		
	1/18/12	121 000	25 079	3,034 52	3,079 84	45 32 ST		
	5/18/12	28 000	25 124	703 46	712 69	9 23 ST		
	12/12/12	42 000	26 010	1,092 42	1 069 03	(23 39) ST		
	Total	207 000		5 184 02	**5,268.81**	53 63 LT 31 16 ST	107 64	2 04
Share Price: $25 453, Next Dividend Payable 01/14/13								
NETAPP INC COM (NTAP)	12/7/12	80 000	33 079	2,646.29	2,684 00	37 71 ST		
	12/12/12	16 000	33 340	533 44	536 80	3 36 ST		
	12/19/12	95 000	34 412	3,269 16	3 187 25	(81 91) ST		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]771-[redacted]
JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	191 000		6,448 89	**6,408.05**	(40 84) ST	—	—
Share Price: $33.550								
NEWS CORP LTD CL A DEL (NWSA)	7/21/11	58 000	16 481	955 91	1,479 58	523.67 LT		
	8/12/11	327 000	16 214	5,301 95	8,341 77	3 039 82 LT		
	8/24/11	142 000	16 641	2,363 08	3,622 42	1 259 34 LT		
	7/2/12	34 000	22 707	772 03	867 34	95 31 ST		
	8/22/12	108 000	23 399	2,527 05	2,755 08	228 03 ST		
	12/12/12	158 000	24 950	3,942 10	4,030 58	88 48 ST		
	Total	827 000		15,862 12	**21,096.77**	4 822 83 LT 411 82 ST	140 59	0 66
Share Price $25 510, Next Dividend Payable 04/2013								
PEABODY ENERGY CORP (BTU)	12/13/12	118 000	28 013	3,305 56	**3,139.98**	(165 58) ST	40 12	1 27
Share Price. $26 610, Next Dividend Payable 02/2013								
PEPSICO INC NC (PEP)	5/16/12	73 000	68 931	5,031 95	4,995 39	(36 56) ST		
	5/30/12	37 000	68 296	2,526 96	2,531 91	4 95 ST		
	12/12/12	28 000	70 370	1,970 36	1,916 04	(54 32) ST		
	Total	138 000		9,529 27	**9,443.34**	(85 93) ST	296 70	3 14
Share Price: $68 430, Next Dividend Payable 01/02/13								
PFIZER INC (PFE)	3/15/11	257 000	19.748	5,075 31	6,445 37	1 370 06 LT		
	5/3/11	134 000	20 175	2,703 42	3,360 62	657 20 LT		
	3/29/12	102 000	22 308	2,275 39	2,558 08	282 69 ST		
	10/1/12	150 000	25 010	3,751 52	3,761.89	10 37 ST		
	12/12/12	118 000	25 650	3,026 70	2,959 35	(67 35) ST		
	Total	761 000		16,832 34	**19,085.34**	2 027 26 LT 225 71 ST	730 56	3 82
Share Price: $25 079, Next Dividend Payable 03/2013								
PHILIP MORRIS INTL INC (PM)	8/23/11	29 000	69 729	2,022 13	2,425 56	403.43 LT		
	10/21/11	36 000	69 945	2,518 02	3,011 04	493 02 LT		
	12/12/12	20 000	89 080	1,781 60	1 672 80	(108 80) ST		
	Total	85 000		6,321 75	**7,109.40**	896 45 LT (108 80) ST	289 00	4 06
Share Price: $83 640, Next Dividend Payable 01/11/13								

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Holdings

Fiduciary Services Basic Securities Account [redacted]771-[redacted]
JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
PRECISION CASTPARTS CORP (PCP)	12/21/09	8 000	113 369	906 95	1,515 36	608 41 LT		
	1/22/10	14 000	107 061	1,498 86	2,651 88	1,153 02 LT		
	5/18/12	11 000	168 705	1,855 75	2,083 62	227 87 ST		
	12/12/12	14 000	185 530	2,597 42	2,651 88	54 46 ST		
	Total	47.000		6,858 98	**8,902.74**	1 761 43 LT 282 33 ST	5 64	0 06
Share Price: $189 420, Next Dividend Payable 03/2013								
QUALCOMM INC (QCOM)	4/14/11	52 000	52 622	2,736 36	3,216 69	480 33 LT		
	11/14/11	34.000	56 951	1,936 32	2,103 22	166 90 LT		
	11/17/11	50 000	55 822	2.791 10	3,092 97	301 87 LT		
	8/22/12	31 000	62 080	1.924 48	1,917 64	(6 84) ST		
	9/7/12	85 000	62 383	5.302 54	5.258 06	(44 48) ST		
	11/16/12	49 000	61 544	3,015 67	3,031 11	15 44 ST		
	12/12/12	61 000	63 800	3.891 80	3,773 43	(118 37) ST		
	Total	362 000		21,598 27	**22,393.17**	949 10 LT (154 25) ST	362 00	1 61
Share Price. $61 860, Next Dividend Payable 03/2013								
RIO TINTO PLC SPON ADR (RIO)	12/14/12	60 000	54 896	3,293 77	3.485 40	191 63 ST		
	12/18/12	55.000	58 003	3,190 17	3,194 95	4 78 ST		
	Total	115 000		6 483 94	**6,680.35**	196 41 ST	190 33	2 84
Share Price: $58 090								
SCHLUMBERGER LTD (SLB)	6/10/10	14 000	58 243	815 40	970 17	154 77 LT		
	6/21/10	38 000	60 497	2.298 87	2,633 34	334 47 LT		
	6/3/11	27 000	84 024	2,268 65	1,871 06	(397 59) LT		
	8/4/11	57 000	82 846	4,722 25	3,950 01	(772 24) LT		
	1/26/12	22 000	76 739	1,688 25	1 524 56	(163 69) ST		
	12/12/12	21 000	72 870	1,530 27	1 455 26	(75 01) ST		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]771-[redacted]

JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	179 000		13,323 69	**12,404 44**	(680 59) LT (238 70) ST	196 90	1 58
Share Price· $69 299, Next Dividend Payable 01/11/13								
TARGET CORPORATION (TGT)	11/15/12	41 000	61 993	2,541 73	2,425 97	(115 76) ST		
	11/21/12	83.000	63 469	5,267 93	4,911 11	(356 82) ST		
	12/12/12	35 000	60 810	2,128 35	2,070 95	(57 40) ST		
	Total	159 000		9,938 01	**9,408.03**	(529 98) ST	228 96	2 43
Share Price: $59.170, Next Dividend Payable 03/2013								
TIME WARNER CABLE INC NEW (TWC)	7/12/12	30 000	82 136	2,464 09	2,915 70	451 61 ST		
	7/17/12	16.000	85 156	1,362 50	1,555 04	192 54 ST		
	9/26/12	38 000	94 282	3,582 71	3,693 22	110 51 ST		
	12/12/12	19 000	94 340	1,792 46	1,846 61	54 15 ST		
	Total	103 000		9,201 76	**10,010 57**	808 81 ST	230 72	2 30
Share Price: $97.190, Next Dividend Payable 03/2013								
UNION PACIFIC CORP (UNP)	3/24/09	60 000	42 646	2,558 78	7,543 20	4,984 42 LT		
	8/3/09	24.000	60 377	1,449 04	3,017 28	1,568 24 LT		
	12/12/12	21 000	125 050	2,626 05	2,640 12	14 07 ST		
	Total	105 000		6,633 87	**13,200.60**	6 552 66 LT 14 07 ST	289 80	2 19
Share Price: $125 720, Next Dividend Payable 01/02/13								
UNITED TECHNOLOGIES CORP (UTX)	11/10/08	8 000	52 391	419 13	656 08	236 95 LT		
	10/14/10	31 000	73 728	2 285 57	2 542 31	256 74 LT		
	8/12/11	37 000	71 220	2,635 13	3,034 37	399 24 LT		
	2/1/12	45 000	80 077	3,603 47	3,690 45	86 98 ST		
	12/12/12	12 000	81 150	973 80	984 12	10 32 ST		
	Total	133 000		9,917 10	**10,907.33**	892 93 LT 97 30 ST	284 62	2 60
Share Price· $82 010, Next Dividend Payable 03/2013								
WALT DISNEY CO HLDG CO (DIS)	3/9/10	117 000	33 277	3,893 38	5,825 43	1 932 05 LT		
	3/1/11	40 000	43 244	1,729 75	1,991 60	261 85 LT		
	1/25/12	44 000	39 375	1,732 52	2,190 76	458 24 ST		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]771-[redacted]
JOHN & CAROLYN PETERSON
CHAR FD. (ATALANTA SOSNOFF)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	2/9/12	60 000	40 871	2.452 28	2,987 40	535 12 ST		
	5/31/12	54 000	45 648	2.464 98	2.688 66	223 68 ST		
	12/12/12	57 000	49 880	2,843.16	2.838 03	(5 13) ST		
	Total	372 000		15,116 07	**18,521.88**	2 193 90 LT 1 211 91 ST	279 00	1 50

Share Price: $49 790, Next Dividend Payable 12/2013

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
STOCKS	**74.7%**	**$711,197.15**	**$812,646.85**	**$83,133.69 LT** **$18,315.77 ST**	**$16,940.03** $0 00	2 08%

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
UNITED STATES TREASURY NOTE	12/31/12	64,000 000	$101 379	$64,882 69			$560 00	0 86
CUSIP 912828RX0			$101 379	$64.882 69	**$64,880 00**	$(2 69) ST	$1 53	
Unit Price $101.375 Coupon Rate 0 875%, Matures 12/31/2016; Int Semi-Annually Jun/Dec 30; Yield to Maturity 527%, Moody AAA; Issued 12/31/11								
UNITED STATES TREASURY NOTE	7/17/12	93,000 000	100 203	93,189 16				
CUSIP 912828SY7			100 185	93,171 65	93,145 08	(26 57) ST		
	12/12/12	26,000 000	100 297	26,077 27				
			100.294	26 076 38	26 040 56	(35 82) ST		
	Total	119,000 000		119,266 43			743 75	0 62
				119,248 03	**119,185.64**	(62 39) ST	63 34	
Unit Price. $100 156 Coupon Rate 0.625%, Matures 05/31/2017, Int Semi-Annually May/Nov 30 Yield to Maturity 589%, Moody AAA Issued 05/31/12								
TREASURY SECURITIES		**183,000.000**		**$184,149.12** **$184,130.72**	**$184,065.64**	**$(65.08) ST**	**$1,303.75** $64.87	0 71%

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]771[redacted] JOHN & CAROLYN PETERSON
CHAR FD (ATALANTA SOSNOFF)

GOVERNMENT SECURITIES

FEDERAL AGENCIES

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
FED NATL MTG ASSN	8/27/10	52,000 000	$100 798	$52,414 96				
CUSIP 31398AX31			$100 173	$52,089 80	$52,342 16	$252 36 LT		
	1/28/11	7,000 000	100 795	7,055 65				
			100 200	7,014 01	7,046 06	32 05 LT		
	12/12/12	16,000 000	100 743	16,118 88				
			100 743	16,118 88	16,105 28	(13 60) ST		
	Total	75,000 000		75,589 49			937 50	1 24
				75,222 69	**75,493 50**	284 41 LT (13 60) ST	341 14	

Unit Price $100 658, Coupon Rate 1.250%, Matures 08/20/2013, Int Semi-Annually Feb/Aug 20, Moody AAA S&P AA+, Issued 07/09/10

	Face Value Percentage of Assets %	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
GOVERNMENT SECURITIES	258,000,000	$259,738.61 $259,353.41	$259,559.14	$284.41 LT $(78.68) ST	$2,241 25 $406.01	0.86%
TOTAL GOVERNMENT SECURITIES (incl.accr.int.)	23.9%		$259,965.15			

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
TOTAL MARKET VALUE	100.0%	$970,550.56	$1,087,534.84	$83,418.10 LT $18,237 09 ST	$19,182 83 $406 01	1 76%
TOTAL VALUE (includes accrued interest)			$1,087,940.85			

H - Wash sale rules apply to this tax lot. The cost basis has been adjusted to account for disallowed loss of a related wash sale transaction
Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available Cash, MMF, Deposits and positions stating Please Provide are not included

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]776[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

This section reflects the impact of positions purchased/sold on a trade date basis, and will include positions purchased and omit positions sold in the current month Please see the "Unsettled Purchases/Sales Activity" section for more information

The "Market Value" and "Unrealized Gain/(Loss)" figures shown are representative values as of the last business day of the statement period indicated which may not reflect the value that could actually be obtained in the market See "Pricing of Securities" in the Expanded Disclosures. Fixed Income securities are sorted by maturity or pre-refunding date, and alphabetically within date.

Estimated annual income and estimated yield for certain securities can include return of principal or capital gains which could overstate such estimates Estimated yield and estimated annual income are estimates and the actual income or yield may be lower or higher than the estimates Estimated yield reflects only the income generated by an investment It does not reflect changes in its price which may fluctuate

Structured products appear in various statement product categories and are identified as "Structured Products" in the Security Description column Estimated accrued interest, estimated annual income and estimated yield for structured products with a contingent income feature (such as Range Accrual Notes or Contingent Income Notes) assume specified accrual conditions are met during the relevant observation period and payment in full of all contingent interest If you hold structured products please see "Special Considerations Regarding Structured Products" in the Disclosures

New Treasury regulations require that we report on Form 1099-B after the close of the tax year your adjusted cost basis and classify the gain or loss as either long-term or short-term on the sale of covered securities acquired on or after January 1, 2011 These regulations also require that we make basis adjustments due to wash sales certain corporate actions and transfers by gift or inheritance, which will be reflected on your Form 1099-B Cost basis is reflected on monthly statements for informational purposes only and should not be used in the preparation of your income tax returns Please refer to the Expanded Disclosures for additional information

CASH, DEPOSITS AND MONEY MARKET FUNDS

Cash, Deposits and Money Market Funds are generally displayed on a settlement date basis However, Global Currency Deposits may include both settled and unsettled positions Estimated Annual Income, Accrued Interest and APY% will only be displayed for fully settled positions In the event, all or a portion of a Global Currency Deposit position is unsettled as of month end this data will not be available

Description	Value	Estimated Annual Income	7-Day Current Yield %	Annual Percentage Yield %
MS LIQUID ASSET FUND	$5,630.97	$0 56	0 010	—

	Percentage of Assets %	Market Value	Estimated Annual Income Accrued Interest
CASH, DEPOSITS AND MONEY MARKET FUNDS	1 1%	$5,630.97	$0.56 $0.00

Money market funds seek to maintain a share price of $1 00, therefore the dollar amounts listed equal the number of shares Additional information concerning these transactions is available upon request For more information about the pricing of Money Market Funds, please see the Expanded Disclosures.

The money market funds reflected above include the balances in your automatic sweep feature if any, and may include other money market funds that have been purchased in your account

STOCKS

COMMON STOCKS

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
ALLIANZ SE ADS (AZSEY)	2/25/05	31 000	$12 582	$390 03	$428 42	$38 39 LT 1		
	4/27/05	15 000	11 977	179 66	207 30	27 64 LT 1		
	4/28/05	32 000	11 894	380.60	442 24	61 64 LT 1		
	5/24/05	16 000	11 786	188 58	221 12	32 54 LT 1		
	5/25/05	50 000	11 804	590 20	691 00	100 80 LT 1		

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]776[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	12/4/06	48 000	19 470	934 56	663 36	(271 20) LT 1		
	5/24/07	55 000	21 948	1,207 13	760 10	(447 03) LT 1		
	9/6/07	285 000	21 230	6,050 55	3,938 70	(2,111 85) LT		
	1/22/10	110 000	11,400	1,254 00	1,520 20	266 20 LT		
	9/15/10	177 000	11 201	1,982 61	2,446 14	463 53 LT		
	12/12/12	152 000	13 560	2,061 12	2,100 64	39 52 ST		
	Total	971 000		15,219 04	**13,419 22**	(1,839 34) LT 39 52 ST	416 56	3 10
Share Price. $13 820								
AMERICA MOVIL SA DE CV ADR L (AMX)	11/2/11	143 000	25 287	3,616 01	3,309 02	(306 99) LT		
	1/12/12	166 000	22 943	3,808 47	3,841 24	32 77 ST		
	12/12/12	132 000	23 810	3,142 92	3,054 48	(88 44) ST		
	Total	441 000		10,567 40	**10,204.74**	(306 99) LT (55.67) ST	132 74	1 30
Share Price $23 140								
ASAHI KAISEI CORP ADR (AHKSY)	5/25/07	87 000	12 864	1,119 14	1 023 99	(95 15) LT 1		
	6/11/07	115 000	13 264	1,525 33	1 353 55	(171 78) LT 1		
	9/6/07	100 000	15 170	1,517 00	1,177 00	(340 00) LT		
	1/22/10	175 000	10 640	1,862 00	2,059 75	197 75 LT		
	7/13/12	313 000	10 640	3,330 41	3,684 01	353 60 ST		
	12/12/12	160 000	11 660	1,865 60	1,883 20	17 60 ST		
	Total	950 000		11,219 48	**11,181.50**	(409 18) LT 371 20 ST	264 10	2 36
Share Price: $11 770								
AVIVA PLC ADR (AV)	11/2/12	703 000	10 932	7,684 99	8,724 23	1 039 24 ST		
	12/12/12	144 000	11 880	1,710 72	1 787 04	76 32 ST		
	Total	847 000		9,395 71	**10,511.27**	1,115.56 ST	696 23	6 62
Share Price: $12.410								
BANCO DO BRASIL SA SPON ADR (BDORY)	1/18/12	400 000	14 736	5,894 24	5,068 00	(826 24) ST		
	12/12/12	321 000	11 120	3,569 52	4,067 07	497 55 ST		
	Total	721 000		9,463 76	**9,135 07**	(328 69) ST	147 81	1 61
Share Price: $12.670								

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Holdings

Fiduciary Services Basic Securities Account [redacted]776[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
BARCLAYS PLC ADR (BCS)	9/17/12	403 000	14 780	5,956 14	6.979 96	1,023 82 ST		
	12/12/12	94 000	16 190	1,521 86	1,628 08	106 22 ST		
	Total	497 000		7,478 00	**8,608.04**	1,130 04 ST	187 37	2 17
Share Price: $17.320								
BASF SE SP ADR (BASFY)	1/22/10	81 000	56 707	4,593 27	7.695 00	3 101 73 LT		
	7/18/12	24 000	69 281	1,662 74	2,280 00	617 26 ST		
	12/12/12	18 000	93 240	1,678 32	1.710 00	31 68 ST		
	Total	123 000		7,934 33	**11,685.00**	3,101 73 LT 648 94 ST	295 80	2 54
Share Price: $95 000								
BAYER AG SPON ADR (BAYRY)	9/15/11	59 000	54 470	3,213 74	5,659 28	2 445 54 LT		
	10/20/11	48 000	59 412	2,851 79	4,604 16	1 752 37 LT		
	12/12/12	31 000	94 040	2,915 24	2,973 52	58 28 ST		
	Total	138 000		8,980 77	**13,236.96**	4 197 91 LT 58 28 ST	215 26	1 62
Share Price. $95 920								
BG GROUP PLC (BRGYY)	9/26/12	285 000	20 381	5,808 56	4.762 35	(1,046 21) ST		
	12/12/12	183 000	17 050	3 120 15	3,057 93	(62 22) ST		
	Total	468 000		8,928 71	**7,820.28**	(1,108 43) ST	116 06	1 48
Share Price: $16.710								
BHP BILLITON LTD (BHP)	3/17/09	75 000	41 077	3,080 76	5,881 50	2,600 74 LT		
	10/11/10	28 000	80 836	2,263 40	2,195 76	(67 64) LT		
	8/31/11	24 000	85 400	2,049 59	1 882 08	(167 51) LT		
	12/12/12	32 000	75 310	2,409 92	2,509.44	99 52 ST		
	Total	159 000		9,803 67	**12,468.78**	2 565 59 LT 99 52 ST	356 16	2 85
Share Price. $78 420, Next Dividend Payable 03/2013								
BNP PARIBAS SP ADR REPSTG (BNPQY)	3/19/07	11 000	51 930	571 23	321 31	(249 92) LT [1]		
	9/6/07	125 000	50 950	6,368 75	3,651 25	(2 717 50) LT		
	1/22/10	20 000	36 344	726 87	584 20	(142 67) LT		
	5/6/11	63 000	39 548	2,491 52	1,840 23	(651 29) LT		
	2/21/12	104 000	24 798	2,579 04	3,037 84	458 80 ST		
	12/12/12	86 000	28 236	2,428 32	2,512 06	83 74 ST		

CONTINUED

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	409 000		15,165 73	**11,946.89**	(3 761 38) LT 542 54 ST	213 91	1 79
Share Price: $29 210								
BP PLC ADS (BP)	6/14/12	173 000	38 950	6,738 28	7,203 72	465 44 ST		
	7/18/12	31 000	41 661	1,291.48	1,290 84	(0 64) ST		
	7/30/12	49 000	41 904	2,053 28	2,040 36	(12 92) ST		
	12/12/12	86 000	41 530	3,571 58	3,581 04	9 46 ST		
	Total	339 000		13,654 62	**14,115.96**	461 34 ST	732 24	5 18
Share Price: $41 640								
CENTRICA PLC SPONS ADR NEW (CPYYY)	12/11/12	312 000	21 817	6,806 84	6,864 00	57 16 ST		
	12/12/12	78 000	21 750	1,696 50	1 716 00	19 50 ST		
	Total	390 000		8,503 34	**8,580.00**	76 66 ST	372.84	4 34
Share Price. $22 000								
CNOOC LTD ADS (CEO)	8/23/12	19 000	191 588	3,640 17	4,180 00	539 83 ST		
	10/18/12	5 000	207 710	1,038 55	1 100 00	61 45 ST		
	12/12/12	5 000	217 080	1,085 40	1,100 00	14 60 ST		
	Total	29.000		5,764 12	**6,380 00**	615 88 ST	144 68	2 26
Share Price: $220 000								
CREDIT SUISSE GROUP (CS)	5/27/10	145 000	39 481	5,724 72	3,561 20	(2,163 52) LT		
	6/4/10	35 000	37 170	1,300.94	859 60	(441 34) LT		
	9/14/11	112 000	23 593	2,642 46	2,750 72	108 26 LT		
	12/22/11	86 000	23 627	2,031 96	2,112 16	80 20 LT		
	12/12/12	216 000	24 705	5,336 37	5,304 96	(31 41) ST		
	Total	594 000		17,036 45	**14,588.64**	(2,416 40) LT (31 41) ST	465 70	3 19
Share Price: $24 560								
DESARROLLADORA HOMEX,SA DE (HXM)	1/12/12	21 000	18 122	380 55	262 08	(118 47) ST		
	2/17/12	42 000	20 636	866 73	524 16	(342 57) ST		
	2/21/12	106 000	20 920	2,217 49	1 322 88	(894 61) ST		
	12/12/12	79 000	11 990	947 21	985 92	38 71 ST		
	Total	248 000		4,411 98	**3,095.04**	(1,316 94) ST	—	—
Share Price: $12.480								

CONTINUED

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
DEUTSCHE LUFTHANSA ADR (DLAKY)	3/25/08	157 000	26 080	4,094 61	3,028 53	(1,066 08) LT		
	1/26/10	135 000	16 264	2,195 67	2,604 15	408 48 LT		
	8/31/11	169 000	17 104	2,890 59	3,260 01	369 42 LT		
	12/12/12	57 000	17 790	1 014 03	1,099 53	85.50 ST		
	Total	518 000		10,194 90	**9,992.22**	(288 18) LT 85 50 ST	114 48	1 14
Share Price: $19 290								
HANN RUECKVER AG N ADR (HVRRY)	9/6/07	91 000	22 900	2,083 90	3,542 63	1,458 73 LT		
	12/6/07	120 000	24 348	2,921 71	4,671 60	1,749 89 LT		
	12/12/12	56 000	37 680	2,110 08	2,180 08	70 00 ST		
	Total	267 000		7,115 69	**10,394.31**	3,208 62 LT 70 00 ST	261 66	2 51
Share Price. $38.930								
HITACHI 10 COM NEW ADR (HTHIY)	12/18/12	176 000	57 850	10,181 60	**10,371.68**	190 08 ST	193 78	1 86
Share Price. $58 930								
HSBC HOLDINGS PLC SPON ADR NEW (HBC)	1/27/12	184,000	42 512	7,822 26	9,764 88	1 942 62 ST		
	12/12/12	37 000	51 850	1,918 45	1,963 59	45.14 ST		
	Total	221 000		9,740 71	**11,728 47**	1,987 76 ST	552 50	4 71
Share Price $53 070								
IMPERIAL TOBACCO GP PLC SP ADR (ITYBY)	2/3/11	68 000	61 547	4,185 20	5 269 32	1,084 12 LT		
	12/12/12	13 000	79 270	1,030 51	1 007 37	(23 14) ST		
	Total	81 000		5,215 71	**6,276.69**	1,084 12 LT (23 14) ST	273 29	4 35
Share Price: $77 490								
ING GROEP NV ADR (ING)	2/17/12	23 000	9 090	209 06	218 27	9 21 ST		
	2/22/12	893 000	8 763	7,825 18	8,474 57	649 39 ST		
	12/12/12	159 000	9 360	1,488 24	1,508 91	20 67 ST		

CONTINUED

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	1,075 000		9.522 48	**10,201.75**	679 27 ST	—	—
Share Price: $9 490								
KOMATSU LTD SPON ADR NEW (KMTUY)	9/15/11	253 000	22 754	5.756 86	6.504 63	747 77 LT		
	2/21/12	101 000	30 340	3.064 31	2.596 71	(467 60) ST		
	12/12/12	106 000	22 880	2.425 28	2,725 26	299 98 ST		
	Total	460 000		11,246 45	**11,826.60**	747 77 LT (167 62) ST	213 90	1 80
Share Price: $25 710								
KONINKLIJKE AHOLD ADR (AHONY)	10/9/09	485 000	12 307	5.968 90	6.596 00	627 10 LT		
	1/22/10	90 000	13 073	1.176 60	1,224 00	47 40 LT		
	12/12/12	145 000	13 190	1.912 55	1.972 00	59 45 ST		
	Total	720 000		9.058 05	**9,792.00**	674 50 LT 59 45 ST	313 92	3 20
Share Price: $13 600								
KURARAY CO LTD (KURRY)	5/6/11	151 000	44 619	6.737 42	5,889 00	(848 42) LT		
	12/12/12	33 000	37 420	1.234 86	1,287 00	52 14 ST		
	Total	184 000		7.972 28	**7,176.00**	(848 42) LT 52 14 ST	201 85	2 81
Share Price: $39 000								
LONZA GROUP AG ZUERICH ADR (LZAGY)	10/15/12	769 000	4 964	3 817 01	4,160 29	343 28 ST		
	10/31/12	393 000	5 034	1.979 48	2.126 13	147.65 ST		
	12/12/12	282 000	5 250	1.480 50	1 525 62	45.12 ST		
	Total	1,444 000		7,275.99	**7,812.04**	536 05 ST	—	—
Share Price: $5 410								
MITSUBISHI CORP SPONS ADR NEW (MSBHY)	11/16/06	29 000	35 721	1,035 91	1 117 95	82 04 LT 1		
	12/4/06	25 000	38 250	956 25	963 75	7 50 LT 1		
	1/22/07	33 000	37 481	1.236 88	1 272 15	35 27 LT 1		
	5/1/07	29 000	43 034	1.247 99	1,117 95	(130 04) LT 1		
	9/6/07	100 000	54 950	5.495 00	3.855 00	(1 640 00) LT		
	12/12/12	9 000	37 650	339 85	346 95	8 10 ST		
	Total	225 000		10.310 88	**8,673.75**	(1,645 23) LT 8 10 ST	289 13	3 33
Share Price: $38 550								

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]776-[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
MITSUBISHI UFJ FINCL GRP ADS (MTU)	7/30/12	735 000	4 947	3,635 82	3,983 70	347 88 ST		
	12/12/12	251 000	4 570	1 147 07	1,360.42	213.35 ST		
	12/20/12	1,025 000	5 212	5.342 30	5,555 50	213 20 ST		
	Total	2,011 000		10,125 19	**10,899 62**	774 43 ST	269 47	2 47
Share Price: $5 420								
MTN GRP LTD SPONS ADR (MTNOY)	8/26/10	329 000	16 297	5,361 75	7 057 05	1,695 30 LT		
	12/12/12	59 000	19 320	1,139 88	1 265 55	125.67 ST		
	Total	388 000		6,501 63	**8,322.60**	1,695.30 LT 125.67 ST	476 85	5 72
Share Price: $21.450								
NATL AUST BK LTD SPNS ADR (NABZY)	1/30/09	77 000	12 145	935 18	2,029 72	1,094 54 LT		
	12/12/12	119 000	26 070	3,102 33	3 136 84	34 51 ST		
	Total	196 000		4,037 51	**5,166 56**	1 094 54 LT 34 51 ST	361 23	6 99
Share Price: $26 360								
NISSAN MTR CO LTD SPND ADR (NSANY)	4/24/12	390 000	20 497	7,993 79	7 445 10	(548 69) ST		
	12/12/12	63 000	18 710	1,178 73	1,202 67	23.94 ST		
	12/20/12	113 000	19 136	2,162 39	2,157 17	(5 22) ST		
	Total	566 000		11,334 91	**10,804.94**	(529 97) ST	265 45	2 45
Share Price: $19 090								
NOVARTIS AG ADR (NVS)	4/30/09	49 000	38 191	1,871 37	3,101 70	1,230 33 LT		
	8/31/11	43 000	58 204	2,502 77	2 721 90	219 13 LT		
	7/27/12	36 000	58 293	2,098 54	2,278 80	180 26 ST		
	12/12/12	29 000	63 250	1,834 25	1 835 70	1 45 ST		
	Total	157 000		8,306 93	**9,938.10**	1 449 46 LT 181 71 ST	330 64	3 32

Share Price $63 300, Next Dividend Payable 04/2013

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CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]776-[redacted] JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
PETROLEO BRAS SA ADS (PBR)	2/4/11	222 000	38 260	8,493 63	4,322 34	(4,171 29) LT		
	2/18/11	48 000	37 569	1,803 33	934 56	(866 77) LT		
	7/18/12	56 000	19 566	1,095 67	1,090 32	(5 35) ST		
	7/27/12	90 000	19 688	1,771 90	1,752 30	(19 60) ST		
	12/12/12	203 000	19 200	3,897 60	3,952 41	54 81 ST		
	Total	619 000		17,062 13	**12,051.93**	(5 040 06) LT 29 86 ST	68 09	0 56
Share Price: $19 470								
POSCO ADS (PKX)	1/13/12	21 000	85 800	1,801 80	1 725 15	(76 65) ST		
	1/17/12	23 000	85 679	1,970 62	1,889 45	(81 17) ST		
	1/19/12	14 000	90 634	1,268 87	1 150 10	(118 77) ST		
	7/26/12	31 000	78 274	2,426 50	2,546 65	120 15 ST		
	12/12/12	36 000	80 060	2,882 16	2,957 40	75 24 ST		
	Total	125 000		10,349 95	**10,268.75**	(81 20) ST	217 63	2 11
Share Price $82 150								
PRUDENTIAL PLC ADR (PUK)	9/6/07	222 000	28 430	6,311 50	6,338 10	26 60 LT		
	1/22/10	75 000	19 383	1,453 72	2,141 25	687 53 LT		
	12/12/12	76 000	29 270	2,224 52	2,169 80	(54 72) ST		
	Total	373 000		9,989 74	**10,649.15**	714 13 LT (54 72) ST	302 88	2 84
Share Price. $28 550								
REED ELSEVIER NV-SPONS ADR (ENL)	9/6/07	216 000	41 584	8,982 11	6,389 28	(2 592 83) LT		
	1/22/10	65 000	24 867	1,616 37	1 922 70	306 33 LT		
	12/12/12	8 000	29 240	233 92	236 64	2 72 ST		
	Total	289 000		10,832 40	**8,548.62**	(2 286 50) LT 2 72 ST	283 51	3 31
Share Price. $29 580								
RIO TINTO PLC SPON ADR (RIO)	10/11/11	70 000	50 749	3,552 44	4,066 30	513 86 LT		
	12/21/11	78 000	48 205	3,760 01	4,531 02	771 01 LT		
	12/12/12	39 000	53 320	2,079 48	2,265 51	186 03 ST		
	Total	187 000		9,391 93	**10,862.83**	1 284 87 LT 186 03 ST	309 49	2 84
Share Price $58 090								

CONTINUED

Holdings

Fiduciary Services Basic Securities Account [redacted]776[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
ROCHE HOLDINGS ADR (RHHBY)	6/12/09	69 000	34 182	2,358 55	3,484 50	1,125 95 LT		
	1/22/10	15,000	44 135	652 03	757 50	95 47 LT		
	9/24/10	90 000	34 113	3,070 14	4,545 00	1,474 86 LT		
	12/12/12	52 000	50 510	2,626 52	2,626 00	(0 52) ST		
	Total	226 000		8,717 24	**11,413.00**	2 696 28 LT (0 52) ST	348 49	3 05
Share Price: $50.500								
ROYAL DUTCH SHELL PLC CL B (RDS'B)	5/14/10	21 000	52 383	1,100 04	1,488 69	388 65 LT		
	5/19/10	65 000	51 842	3,369 72	4,607 85	1 238 13 LT		
	5/20/10	55 000	51 209	2,816 52	3,898 95	1,082.43 LT		
	12/12/12	29 000	70 950	2,057 55	2,055 81	(1 74) ST		
	Total	170 000		9,343 83	**12,051.30**	2 709 21 LT (1 74) ST	584 80	4 85
Share Price. $70 890								
ROYAL KPN NV SPONS ADR (KKPNY)	6/25/12	383 000	8 951	3,428 08	1 907 34	(1,520 74) ST		
	7/13/12	400 000	9 034	3,613 68	1,992 00	(1,621 68) ST		
	12/12/12	470 000	6 000	2,820 00	2 340 60	(479 40) ST		
	Total	1,253 000		9,861 76	**6,239.94**	(3 621 82) ST	957 29	15 34
Share Price $4.980								
SANOFI ADR (SNY)	6/19/12	187 000	36 616	6,847 12	8,860 06	2,012 94 ST		
	7/17/12	39 000	37 140	1,448.47	1,847 82	399 35 ST		
	12/12/12	50 000	46 894	2,344 68	2,369 00	24 32 ST		
	Total	276 000		10,640 27	**13,076.88**	2,436 61 ST	394 96	3 02
Share Price. $47 380								
SIEMENS AKTIENGESELLSCHAFT (SI)	6/1/11	38 000	133 294	5,065.16	4,159 86	(905 30) LT		
	10/18/12	12 000	103 753	1,245 04	1,313 64	68 60 ST		
	12/12/12	10 000	107 200	1,072 00	1 094 70	22 70 ST		
	Total	60 000		7,382 20	**6,568.20**	(905 30) LT 91 30 ST	171 78	2 61
Share Price $109 470, Next Dividend Payable 02/2013								

CONTINUED

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
SMITH & NEPHEW PLC ADR (SNN)	12/6/10	11 000	46 771	514 48	609 40	94 92 LT		
	12/7/10	42 000	47 868	2,010.44	2,326 80	316 36 LT		
	12/8/10	55 000	51 343	2,823 89	3,047 00	223 11 LT		
	7/25/12	40 000	50 848	2,033 90	2,216 00	182.10 ST		
	12/12/12	34 000	54 650	1,858 10	1 883 60	25 50 ST		
	Total	182.000		9,240.81	**10,082.80**	634 39 LT 207 60 ST	182.91	1 81
Share Price: $55 400								
SOCIETE GENERALE SP ADR (SCGLY)	12/4/12	1,080.000	7 543	8,146.61	8,445 60	298 99 ST		
	12/12/12	229 000	7 735	1 771 41	1,790 78	19 37 ST		
	Total	1,309 000		9,918 02	**10,236.38**	318 36 ST	—	—
Share Price: $7.820								
STATOIL ASA ADR (STO)	4/18/12	290 000	26 682	7,737 75	7 261 60	(476 15) ST		
	7/30/12	54 000	24 291	1,311 72	1,352 16	40 44 ST		
	12/12/12	103 000	24 740	2,548 22	2,579 12	30 90 ST		
	Total	447 000		11,597 69	**11,192 88**	(404 81) ST	404 09	3 61
Share Price. $25 040								
SUMITOMO MITSUI TR HLDGS INC (SUTNY)	3/16/11	1 654 000	3 461	5,724 25	5,706 30	(17 95) LT		
	12/12/12	479 000	3 080	1,475 32	1 652 55	177 23 ST		
	Total	2,133 000		7,199 57	**7,358.85**	(17 95) LT 177 23 ST	183 44	2 49
Share Price: $3 450								
TELECOM ITALIA SPA ADS (NEW) (TI)	6/19/12	373 000	9 241	3,446 71	3,375 65	(71 06) ST		
	12/12/12	176.000	9 240	1,626 24	1 592 80	(33 44) ST		
	Total	549 000		5,072 95	**4,968.45**	(104 50) ST	237 17	4 77
Share Price: $9.050								
TEVA PHARMACEUTICALS ADR (TEVA)	12/8/11	138 000	40 116	5,536 06	5,152 92	(383 14) LT		
	12/22/11	86 000	41 487	3,567 88	3,211 24	(356 64) LT		
	12/12/12	51 000	39 920	2,035 91	1 904 34	(131 57) ST		
	Total	275 000		11,139 85	**10,268.50**	(739 78) LT (131 57) ST	221 10	2 15
Share Price. $37 340, Next Dividend Payable 03/2013								

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Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Fiduciary Services Basic Securities Account [redacted]776-[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (PHILA. INTL ADVISOR)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
UPM KYMMENE CORP ADR (UPMKY)	8/6/12	106 000	11 035	1,169 69	1,233 84	64 15 ST		
	8/7/12	84 000	11 015	925 22	977 76	52.54 ST		
	8/14/12	145 000	10 852	1,573 53	1.687 80	114 27 ST		
	8/23/12	286 000	11 383	3,255 45	3,329 04	73 59 ST		
	12/12/12	149 000	11 800	1,758 20	1,734 36	(23 84) ST		
	Total	770 000		8,682 09	**8,962.80**	280 71 ST	423 50	4 72
Share Price $11 640								
VOLKSWAGEN AG SPON ADR (VLKAY)	1/20/11	205 000	30 404	6,232 75	8,911 35	2 678 60 LT		
	3/15/12	54 000	34 233	1,848 59	2,347 38	498 79 ST		
	12/12/12	29 000	41 730	1,210 17	1,260 63	50 46 ST		
	Total	288 000		9,291 51	**12,519.36**	2,678 60 LT 549 25 ST	306 43	2 44
Share Price: $43.470								
ZURICH INSURANCE GRP LTD ADR (ZURVY)	9/6/07	330 000	26 900	8,876 99	8,844 00	(32 99) LT		
	1/22/10	25 000	19 684	492 11	670 00	177 89 LT		
	12/12/12	128 000	25 810	3 303 68	3,430 40	126 72 ST		
	Total	483 000		12,672 78	**12,944 40**	144 90 LT 126 72 ST	—	—
Share Price $26 800								

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
STOCKS	98.9%	$490,054.74	$506,619.74	$10,177.21 LT $6,387 79 ST	$14,474.19 $0.00	2.86%

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
TOTAL MARKET VALUE	100.0%	$490,054.74	$512,250.71	$10,177 21 LT $6,387 79 ST	$14,474.75 $0.00	2 83%

TOTAL VALUE (includes accrued interest)	$512,250.71

1 - This information reflects your requested adjustments to the transaction details
Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available. Cash, MMF Deposits and positions stating 'Please Provide' are not included

Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Investment Management Services Basic Securities Acct. [redacted]779,[redacted] **JOHN & CAROLYN PETERSON CH, FO (CONNORS)**

This section reflects the impact of positions purchased/sold on a trade date basis, and will include positions purchased and omit positions sold in the current month Please see the "Unsettled Purchases/Sales Activity" section for more information

The "Market Value" and "Unrealized Gain/(Loss)" figures shown are representative values as of the last business day of the statement period indicated which may not reflect the value that could actually be obtained in the market See "Pricing of Securities" in the Expanded Disclosures Fixed Income securities are sorted by maturity or pre-refunding date, and alphabetically within date.

Estimated annual income and estimated yield for certain securities can include return of principal or capital gains which could overstate such estimates Estimated yield and estimated annual income are estimates and the actual income or yield may be lower or higher than the estimates Estimated yield reflects only the income generated by an investment It does not reflect changes in its price which may fluctuate

Structured products appear in various statement product categories and are identified as 'Structured Products' in the Security Description column Estimated accrued interest, estimated annual income and estimated yield for structured products with a contingent income feature (such as Range Accrual Notes or Contingent Income Notes) assume specified accrual conditions are met during the relevant observation period and payment in full of all contingent interest If you hold structured products, please see "Special Considerations Regarding Structured Products" in the Disclosures.

New Treasury regulations require that we report on Form 1099-B after the close of the tax year your adjusted cost basis and classify the gain or loss as either long-term or short-term on the sale of covered securities acquired on or after January 1, 2011 These regulations also require that we make basis adjustments due to wash sales certain corporate actions and transfers by gift or inheritance, which will be reflected on your Form 1099-B Cost basis is reflected on monthly statements for informational purposes only and should not be used in the preparation of your income tax returns Please refer to the Expanded Disclosures for additional information

CASH, DEPOSITS AND MONEY MARKET FUNDS

Cash, Deposits and Money Market Funds are generally displayed on a settlement date basis However, Global Currency Deposits may include both settled and unsettled positions Estimated Annual Income, Accrued Interest and APY% will only be displayed for fully settled positions In the event, all or a portion of a Global Currency Deposit position is unsettled as of month end, this data will not be available

Description	Value	Estimated Annual Income	7-Day Current Yield %	Annual Percentage Yield %
CASH	**$9,120.00**			
MS LIQUID ASSET FUND	**73,225.75**	7 32	0 010	—

	Percentage of Assets %	Market Value	Estimated Annual Income Accrued Interest
CASH, DEPOSITS AND MONEY MARKET FUNDS	5.4%	$82,345.75	$7.32 $0.00

Money market funds seek to maintain a share price of $1 00, therefore the dollar amounts listed equal the number of shares Additional information concerning these transactions is available upon request For more information about the pricing of Money Market Funds, please see the Expanded Disclosures

The money market funds reflected above include the balances in your automatic sweep feature, if any, and may include other money market funds that have been purchased in your account

STOCKS

COMMON STOCKS

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
ILL TOOL WORKS INC (ITW)	7/23/03	24,000.000	$33 435	$802,440 00	**$1,459,440.00**	$657,000 00 LT 1	$36,480 00	2 49
Share Price: $60 810, Next Dividend Payable 03/2013								

Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Investment Management Services Basic Securities Acct. [redacted]779-[redacted]

JOHN & CAROLYN PETERSON CH. FD
(CONNORS)

STOCKS

OPTIONS

Security Description	Trade Date	Number of Contracts	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)
CALL ILL TOOL WKS AT 62.500 EXPIRES 01/19/2013 (ITW 130119C00062500)	11/28/12	(40 000)	$1 000	$(3,999 91)	$(1,600.00)	$2.399 91 ST
Contract Price: $0.400, Short Position						
CALL ILL TOOL WKS AT 62.500 EXPIRES 03/16/2013 (ITW 130316C00062500)	12/10/12 12/10/12	(30 000) (50 000)	2 230 2 240	(6.689 85) (11.199 74)	(4,650 00) (7,750 00)	2.039 85 ST 3,449 74 ST
	Total	(80 000)		(17,889 59)	(12,400.00)	5,489 59 ST
Contract Price $1 550, Short Position						
OPTIONS				$(21,889.50)	$(14,000.00)	$7,889 50 ST

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
STOCKS	94.6%	$780,550.50	$1,445,440.00	$657,000 00 LT $7,889.50 ST	$36,480 00 $0.00	2.52%
TOTAL STOCKS (LONG)			$1,459 440 00			
TOTAL STOCKS (SHORT)			$(14.000 00)			

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
TOTAL MARKET VALUE	100.0%	$780,550.50	$1,527,785.75	$657,000.00 LT $7,889.50 ST	$36.487 32 $0.00	2.39%

TOTAL VALUE (includes accrued interest) $1,527,785.75

1 - This information reflects your requested adjustments to the transaction details

Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available Cash, MMF, Deposits and positions stating 'Please Provide' are not included

Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Active Assets Account [redacted]782-[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (CHECKING)

STOCKS

COMMON STOCKS

Morgan Stanley & Co LLC (Morgan Stanley) Citi Investment Research & Analysis (CIRA), and Standard & Poor's equity research ratings may be shown for certain securities All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance Because the applicable research report contains more complete information regarding the analyst's opinions analysis and rating you should read the entire research report and not infer its contents from the rating Where a particular company is covered by both Morgan Stanley and CIRA you can and should view both research reports CIRA's equity research ratings are (1) Buy (2) Neutral and (3) Sell For ease of comparison, Morgan Stanley and Standard & Poor's equity research ratings have been normalized to a 1 (Buy), 2 (Hold) and 3 (Sell) Please refer to the quarter month-end statement (or your first statement, if you have not yet received a statement at the quarter-end) for a summary guide describing Morgan Stanley CIRA and Standard & Poor's ratings Morgan Stanley Smith Barney LLC does not take responsibility for, and does not guarantee the accuracy, completeness or timeliness of research prepared for Standard & Poor's

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
ALTRIA GROUP INC (MO)	10/13/11	200 000	$27 999	$5,599,76	$6.288 00	$688 24 LT		
	6/27/12	300 000	34 437	10.331 07	9.432 00	(899 07) ST		
	Total	500 000		15,930 83	**15,720 00**	688 24 LT (899 07) ST	880 00	5 59
Share Price: $31 440; Rating. Morgan Stanley 2, Citigroup 1, S&P 1 Next Dividend Payable 01/10/13								
AT&T INC (T)	9/15/10	400 000	28 532	11.412 80	**13,484.00**	2,071 20 LT	720 00	5 33
Share Price: $33 710, Rating: Morgan Stanley 1, Citigroup 1, S&P 2. Next Dividend Payable 02/2013								
CONOCOPHILLIPS (COP)	10/13/11	100.000	52 093	5,209 26	5,799 00	589 74 LT		
	5/16/12	200 000	53 537	10 707 38	11,598 00	890 62 ST		
	Total	300 000		15,916 64	**17,397.00**	589 74 LT 890 62 ST	792 00	4 55
Share Price. $57 990, Rating Morgan Stanley 3, Citigroup 1, S&P 1 Next Dividend Payable 03/2013								
CONS EDISON INC (HLDG CO) (ED)	10/13/11	100 000	57 297	5,729 69	**5,554.00**	(175 69) LT	242 00	4 35
Share Price $55 540, Rating Morgan Stanley 3, Citigroup 2, S&P 2. Next Dividend Payable 03/2013								
DU PONT EI DE NEMOURS & CO (DD)	6/27/12	200 000	50 587	10,117 38	**8,995 70**	(1,121 68) ST	344 00	3 82
Share Price. $44.979, Rating Morgan Stanley 2, Citigroup 2, S&P 3, Next Dividend Payable 03/2013								
DUKE ENERGY CORP NEW (DUK)	10/13/11	83 000	60 252	5,000 91	**5,295.40**	294 49 LT	253 96	4 79
Share Price. $63 800, Rating Morgan Stanley 1, Citigroup 1, S&P 2, Next Dividend Payable 03/2013								
PFIZER INC (PFE)	9/15/10	600 000	17 529	10,517 58	**15,047.58**	4 530 00 LT	576 00	3 82
Share Price. $25 079, Rating Morgan Stanley 1, Citigroup 1, S&P 1, Next Dividend Payable 03/2013								
SPDR TRUST SERIES 1 (SPY)	2/10/03	1.005 000	82 850	83,264 25	**143,122.05**	59 857 80 LT 1	3,118 52	2 17
Share Price: $142 410, Next Dividend Payable 01/31/13								
VERIZON COMMUNICATIONS (VZ)	9/15/10	300 000	31 548	9,464 40	12,981 00	3,516 60 LT		
	6/27/12	200 000	44 647	8,929 38	8 654 00	(275 38) ST		

CONTINUED

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Active Assets Account [redacted]782[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (CHECKING)

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
	Total	500 000		18,393 78	**21,635 00**	3,516 60 LT (275 38) ST	1,030 00	4 76
Share Price: $43.270, Rating. Morgan Stanley 2, Citigroup 2, S&P 2 Next Dividend Payable 02/2013								
VODAFONE GP PLC ADS NEW (VOD)	10/13/11	150.000	27 766	4,164 90	3,778 50	(386 40) LT		
	2/9/12	350 000	28 344	9,920 52	8,816 50	(1,104 02) ST		
	Total	500 000		14,085 42	**12,595.00**	(386 40) LT (1,104 02) ST	750 00	5 95
Share Price: $25 190, Rating: S&P 1, Next Dividend Payable 02/06/13								

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
STOCKS	8.8%	$190,369.28	$258,845.73	$70,985 98 LT $(2,509 53) ST	$8,706.50 $0.00	3.36%

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
EMERSON ELECTRIC	12/29/03	50,000 000	$100 000	$50,000 00			$2,250 00	4 43
CUSIP 291011AT1			$100 000	$50,000 00	**$50,678.50**	$678 50 LT 1	$375 00	
Unit Price: $101 357, Coupon Rate 4 500%, Matures 05/01/2013 Int Semi-Annually May/Nov 01, Moody A2 S&P A. Issued 04/29/03								
WISCONSIN ELECTRIC POWER	1/28/04	25,000 000	100 680	25,170 08			1,125 00	4 43
CUSIP 976656BX5			100 033	25,008 20	**25,370.50**	362.30 LT 1	143 75	
Unit Price $101.482; Coupon Rate 4 500%, Matures 05/15/2013, Int Semi-Annually May/Nov 15, Yield to Maturity 508%, Moody A2 S&P A , Issued 05/06/03								
GENERAL ELECTRIC CAPITAL CORP	6/9/03	50,000 000	100 000	50,000 00			2,075 00	4 10
CUSIP 36966RFR2			100 000	50,000 00	**50,578.50**	578 50 LT 1	92.22	
Unit Price. $101.157, Coupon Rate 4.150%, Matures 06/15/2013, Int Semi-Annually Jun/Dec 15, Yield to Maturity 1.589%, Moody A1 S&P AA+, Issued 06/12/03								
IBM CORP DEBENTURE	6/17/03	50,000 000	130 630	65,315 00			3 750 00	7 25
CUSIP 459200AL5			101 659	50,829 41	**51,668.50**	839 09 LT 1	166 66	
Unit Price $103 337; Coupon Rate 7 500%, Matures 06/15/2013, Int Semi-Annually Jun/Dec 15, Moody AA3 S&P AA-, Issued 06/15/93								

CONTINUED

Holdings

Active Assets Account [redacted]782[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (CHECKING)

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
BANK OF AMERICA CORP	12/29/03	50.000 000	100 200	50.100 00			2 375 00	4 66
CUSIP 060505BD5			100 016	50.007 90	**50,875.00**	867.10 LT 1	897 22	
Unit Price $101 750, Coupon Rate 4 750%, Matures 08/15/2013, Int Semi-Annually Feb/Aug 15, Yield to Maturity 1 904%; Moody BAA3 S&P BBB+, Issued 07/22/03								
GENERAL ELEC CAP CORP	6/24/08	50,000 000	102 012	51.006 00			2,700 00	5 21
CUSIP 36962G3F9			100 308	50,153 78	**51,779.00**	1,625 22 LT	757 50	
Unit Price $103 558, Coupon Rate 5.400%, Matures 09/20/2013, Int Semi-Annually Mar/Sep 20, Moody A1 S&P AA+, Issued 09/20/07								
CAMPBELL SOUP CO	12/14/05	40 000 000	99 481	39.792 40			1,950 00	4 71
CUSIP 134429AS8			99 481	39,792 40	**41,319.60**	1,527 20 LT 1	487 50	
Unit Price $103 299; Coupon Rate 4 875%, Matures 10/01/2013, Int Semi-Annually Apr/Oct 01, Moody A2 S&P BBB+, Issued 09/18/03								
HSBC FINANCE CORP	1/26/09	60,000 000	100 399	60.239 60			3.150 00	5 03
CUSIP 40429CFW7			100 092	60,055.29	**62,550 60**	2.495 31 LT	1 452 49	
Unit Price. $104.251, Coupon Rate 5 250%, Matures 01/15/2014, Int Semi-Annually Jan/Jul 15, Yield to Maturity 1 122%, Moody BAA1 S&P A Issued 11/21/06								
JP MORGAN CHASE & CO	9/11/07	25.000 000	99 279	24.819 75			1 281 25	4 81
CUSIP 46625HBV1			99 279	24.819 75	**26,588.50**	1 768 75 LT	377 25	
Unit Price $106 354; Coupon Rate 5.125%, Matures 09/15/2014, Int Semi-Annually Mar/Sep 15, Yield to Maturity 1 343%, Moody A3 S&P A-, Issued 09/15/04								
BANK OF AMERICA CORP	12/10/03	50,000 000	100 500	50,250 00			2,562 50	4 80
CUSIP 060505AU8			100 106	50.053 04	**53,322.50**	3,269 46 LT 1	327 43	
Unit Price. $106.645, Coupon Rate 5.125%, Matures 11/15/2014, Int Semi-Annually May/Nov 15, Yield to Maturity 1 511%, Moody BAA2 S&P A-; Issued 11/07/02								
GENERAL ELECTRIC CAPITAL CORP	3/31/10	75 000 000	105 008	78,756 00			3,468 75	4 46
CUSIP 36966RUC8			102 185	76,638 71	**77,760.75**	1,122 04 LT	154 16	
Unit Price. $103 681, Coupon Rate 4 625%, Matures 12/15/2014; Interest Paid Quarterly Dec 15, Yield to Maturity 2 680%, Moody A1 S&P AA+, Issued 12/09/04								
DOW CHEMICAL CO	11/2/09	50,000.000	105 480	52,740 00			2,950 00	5 34
CUSIP 260543CA9			102 365	51.182 49	**55,161.50**	3 979 01 LT	1,114 44	
Unit Price. $110.323, Coupon Rate 5.900%, Matures 02/15/2015, Int Semi-Annually Feb/Aug 15, Yield to Maturity 973%; Moody BAA2 S&P BBB, Issued 08/07/09								
JP MORGAN CHASE & CO	10/4/07	50.000 000	99 009	49,504 50			2,575 00	4 68
CUSIP 46625HDF4			99 009	49,504 50	**54,957.50**	5,453 00 LT	643 75	
Unit Price $109 915; Coupon Rate 5.150%, Matures 10/01/2015, Int Semi-Annually Apr/Oct 01, Yield to Maturity 1 458%; Moody A3 S&P A- Issued 10/04/05								
ST PAUL TRAVELERS SR NOTES	9/14/07	25,000 000	101 845	25,461 25			1,375 00	4 85
CUSIP 792860AH1			100 747	25,186.70	**28,296.00**	3,109 30 LT	114 58	
Unit Price $113 184, Coupon Rate 5.500%, Matures 12/01/2015, Int Semi-Annually Jun/Dec 01, Yield to Maturity 909%, Moody A2 S&P A, Issued 11/28/05								

CONTINUED

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
HSBC FINANCE CORP	9/11/07	25 000 000	99 782	24,945 50				
CUSIP 40429CFN7			99 782	24,945 50	27,936 25	2 990 75 LT		
	10/4/07	50.000 000	100 286	50 143 00				
			100 120	50,060 23	55,872 50	5 812 27 LT		
	Total	75.000 000		75,088 50			4,125 00	4 92
				75.005 73	**83,808.75**	8 803 02 LT	1,856 25	
Unit Price. $111.745, Coupon Rate 5 500%, Matures 01/19/2016, Int Semi-Annually Jan/Jul 19, Yield to Maturity 1 543%; Moody BAA1 S&P A, Issued 01/19/06								
WACHOVIA BANK NA	9/14/07	25,000 000	100 681	25,170 25			1,400 00	4 97
CUSIP 92976GAE1			100 294	25,073 61	**28,135.00**	3 061 39 LT	412 22	
Unit Price $112 540, Coupon Rate 5 600%, Matures 03/15/2016, Int Semi-Annually Mar/Sep 15, Yield to Maturity 1 572%, Moody A1 S&P A+ Issued 03/09/06								
SUNOCO INC	1/21/10	50.000 000	105 225	52,612 50			2 875 00	5 10
CUSIP 86764PAD1			103 238	51,619 06	**56,369.00**	4,749 94 LT	1,325 69	
Unit Price $112 738 Coupon Rate 5 750%, Matures 01/15/2017, Int Semi-Annually Jan/Jul 15, Yield to Maturity 2 420%; Moody BAA3 S&P BBB- Issued 12/14/06								
GENERAL ELEC CAP CORP 1% FIXED TO	12/18/12	50,000 000	101 503	50,751 50			500 00	1 00
12/07/13 FLTS THEREAFTER			101 495	50,747 36	**49,823 00**	(924 36) ST	33 33	
CUSIP 36962G6L3								
Unit Price $99.646, Coupon Rate 1 000%, Matures 12/07/2017, Interest Paid Quarterly Mar 07, Yield to Maturity 1 074%, First Coupon 03/07/13 Floater Moody A1 S&P AA+ Issued 12/07/12								
BERKSHIRE HATHAWAY FIN	4/16/09	95,000 000	103 949	98,751 85			5 130 00	4 48
CUSIP 084664BE0			102 543	97,416 14	**114,273.60**	16,857 46 LT	655 50	
Unit Price $120 288, Coupon Rate 5.400%, Matures 05/15/2018 Int Semi-Annually May/Nov 15, Yield to Maturity 1 459%, Moody AA2 S&P AA+, Issued 11/15/08								
GENERAL ELECTRIC CAPITAL CORP	5/22/12	50.000 000	111 710	55 855 00			2 550 00	4 56
CUSIP 36966RW28			110 759	55,379 74	**55,868.00**	488 26 ST	963.33	
Unit Price $111 736, Coupon Rate 5.100%, Matures 02/15/2019, Int Semi-Annually Feb/Aug 15, Yield to Maturity 2 988%, Moody A1 S&P AA+, Issued 02/14/08								
ALLSTATE CORP	2/1/12	50,000 000	127 624	63,812 00			3,725 00	5 68
CUSIP 020002AX9			124 525	62,262 73	**65,568.50**	3,305.77 ST	465 62	
Unit Price $131 137, Coupon Rate 7 450%, Matures 05/16/2019, Int Semi-Annually May/Nov 16; Yield to Maturity 2 190%, Moody A3 S&P A- Issued 05/13/09								
GOLDMAN SACHS GROUP INC	1/21/11	50,000 000	104 112	52,056 00				
CUSIP 38141EA58			103 385	51,692.25	57,301 50	5,609 25 LT		
	5/25/11	50,000 000	103 600	51,800 00				
			103 057	51,528 43	57,301 50	5,773 07 LT		
	1/20/12	50,000 000	101 147	50,573 50				
			101 038	50,519 08	57,301 50	6 782 42 ST		

CONTINUED

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
	Total	150,000 000		154,429 50 153,739 76	**171,804.50**	11,382.32 LT 6,782.42 ST	8,062 50 2 373 95	4 69
Unit Price. $114 603. Coupon Rate 5 375%, Matures 03/15/2020, Int Semi-Annually Mar/Sep 15, Yield to Maturity 3 097%, Moody A3 S&P A-, Issued 03/08/10								
GOLDMAN SACHS GROUP INC CUSIP 38141EA66	7/11/12	50,000 000	110 512 109 996	55 256 00 54,997 93	**59,410.50**	4,412 57 ST	3,000 00 133 33	5 04
Unit Price $118 821, Coupon Rate 6 000%, Matures 06/15/2020, Int Semi-Annually Jun/Dec 15, Yield to Maturity 3 148% Moody A3 S&P A-, Issued 06/03/10								
JP MORGAN CHASE & CO CUSIP 46625HHS2	12/7/11	50,000 000	102 776 102 485	51,388 00 51,242 51	**56,442.00**	5 199 49 LT	2,200 00 971 66	3 89
Unit Price $112 884, Coupon Rate 4 400%, Matures 07/22/2020 Int Semi-Annually Jan/Jul 22, Yield to Maturity 2 517%; Moody A2 S&P A, Issued 07/22/10								
GENERAL ELECTRIC CAPITAL CORP CUSIP 36966R4N3	6/30/11	25,000 000	107 759 106 720	26,939 75 26,679 94	**28,507.75**	1,827 81 LT	1,387 50 292 91	4 86
Unit Price. $114 031, Coupon Rate 5 550%, Matures 10/15/2020, Int Semi-Annually Apr/Oct 15, Yield to Maturity 3 478%, Moody A1 S&P AA+, Issued 10/01/09								
JP MORGAN CHASE & CO CUSIP 46625HHU7	12/12/12	50,000 000	112 939 112 880	56,469 50 56,440 13	**55,606.50**	(833 63) ST	2 125 00 448 61	3 82
Unit Price $111 213, Coupon Rate 4 250%, Matures 10/15/2020, Int Semi-Annually Apr/Oct 15, Yield to Maturity 2 647% Moody A2 S&P A, Issued 10/21/10								
INTEL CORP CUSIP 458140AJ9	12/19/12	50,000 000	107 496 107 481	53,748 00 53,740 47	**53,018.00**	(722 47) ST	1 650 00 412 50	3 11
Unit Price $106 036; Coupon Rate 3 300%, Matures 10/01/2021, Int Semi-Annually Apr/Oct 01, Yield to Maturity 2 526%; Moody A1 S&P A+ Issued 09/19/11								
BERKSHIRE HATHAWAY INC CUSIP 084670BF4	12/18/12	50,000 000	108 448 108 425	54,224 00 54,212 39	**53,860.50**	(351 89) ST	1,700 00 708 33	3 15
Unit Price $107 721, Coupon Rate 3 400%, Matures 01/31/2022 Int Semi-Annually Jan/Jul 31, Yield to Maturity 2 447%, Moody AA2 S&P AA+, Issued 01/31/12								
GOLDMAN SACHS GROUP INC CUSIP 38143YAC7	7/26/11	25 000 000	98 352 98 352	24,588 00 24,588 00	**27,421.00**	2 833 00 LT	1,612 50 268 75	5 88
Unit Price $109 684, Coupon Rate 6 450%, Matures 05/01/2036, Int Semi-Annually May/Nov 01, Yield to Maturity 5 694%, Moody BAA1 S&P BBB+, Issued 04/18/06								
CORPORATE BONDS		1,495,000.000		$1,572,238.93 $1,546,377.67	$1,640,923.55	$82,389.21 LT $12,156 67 ST	$75,630.00 $18,425.93	4.61%

Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Active Assets Account [redacted]782-0[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (CHECKING)

CORPORATE FIXED INCOME

FIXED-RATE CAPITAL SECURITIES

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
GOLDMAN SACHS GROUP INC (GSF)	10/21/11	1,000 000	$24 600	$24,600 00				
			$24 600	$24,600 00	$26.120 00	$1,520 00 LT		
	4/4/12	1,000 000	25 850	25,850 00				
			25 850	25,850 00	26.120 00	270 00 ST		
	Total	2,000 000		50,450 00			3 062 40	5 86
				50,450 00	**52,240 00**	1,520 00 LT	—	
						270 00 ST		

Unit Price $26 120, Coupon Rate 6 125%, Matures 11/01/2060, Interest Paid Quarterly Jul 20, Callable $25 00 on 11/01/15 Moody A3 S&P A-

	Face Value Percentage of Assets %	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
CORPORATE FIXED INCOME	1,495,000.000	$1,622,688.93			$78,692 40	4 65%
		$1,596,827.67	$1,693,163.55	$83,909.21 LT	$18,425.93	
				$12,426.67 ST		
TOTAL CORPORATE FIXED INCOME (incl.accr.int.)	58 4%		$1,711,589.48			

CERTIFICATES OF DEPOSIT

Security Description	Trade Date	Face Value	Orig. Unit Cost Adj. Unit Cost	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
JPMORGAN CHASE BK NA LKD DOW JONES	11/23/09	50,000 000	$100 000	$50,000 00			—	—
UBS COMMODITY INDEX			$109 530	$54,764 98	$53,745.00	$(1,019 98) LT	—	
CUSIP 48123YBG0								

Unit Price $107.490, Zero Coupon, Matures 11/17/2014; Issued 11/27/09, Maturity Value = $50,000.00

	Face Value Percentage of Assets %	Orig. Total Cost Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
CERTIFICATES OF DEPOSIT	50,000.000	$50,000.00			$0.00	—
	1.8%	$54,764.98	$53,745.00	$(1,019.98) LT	$0.00	

MUTUAL FUNDS

OTHER MUTUAL FUNDS

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
LEGG MASON BW INTL GL OPP BD C (LGOCX)	12/12/12	4,291 845	$11 650	$50,000 00	**$50,214.59**	$214 59 ST	$1,112 00	2 21

Share Price: $11 700, Enrolled In MS Dividend Reinvestment, Capital Gains Reinvest

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
MUTUAL FUNDS	1.7%	$50,000.00	$50,214.59	$214.59 ST	$1,112.00 $0.00	2.21%

Transactions in mutual fund positions held directly at the Fund Company are not included in the total above and are not reflected on the Summary Page.
For more information about the pricing of Money Market Funds, please see the Expanded Disclosures

UNIT INVESTMENT TRUSTS

EQUITY TRUSTS

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Yield %
UNIT FIRST TRUST DOW TARGET 10 JUL 2012	7/12/12	3,039 000	$9 872	$29,999 49	$29,098 42	$(901 07) ST		
	Purchases	3,039 000		29,999 49	**29,098.42**	(901 07) ST		
Short Term Reinvestments		47.000		463 59	450 02	(13 57) ST		
	Total	3,086 000		30,463 08	**29,548.45**	(914 64) ST	1,060 04 —	3 58
Unit Price $9 575, Reinvest Full								
UNIT FIRST TRUST HIGH DIVIDEND EQUITY 11	9/6/12	8,568 000	9 883	84,674 12	81,526 23	(3,147 89) ST		
	Purchases	8,568 000		84 674 12	**81,526.23**	(3,147 89) ST		
Short Term Reinvestments		99.000		934 98	942 00	7 02 ST		
	Total	8,667 000		85,609 10	**82,468.23**	(3 140 87) ST	3 735 48 —	4 52
Unit Price $9.515; Reinvest N/A								
UNIT FIRST TRUST INFLATION HEDGE OPPORTUNITY 8 R	4/19/11	5,071 000	9 859	49,992 45	41 909 27	(8 083 18) LT		

CONTINUED

Morgan Stanley

CLIENT STATEMENT | For the Period December 1-31, 2012

Holdings

Active Assets Account [redacted]782-[redacted]
JOHN & CAROLYN PETERSON
CHAR. FD (CHECKING)

UNIT INVESTMENT TRUSTS

EQUITY TRUSTS (CONTINUED)

Security Description	Trade Date	Quantity	Unit Cost	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Yield %
	Purchases	5,071 000		49,992 45	41,909 27	(8,083 18) LT		
Long Term Reinvestments		84 788		730 80	700 73	(30 07) LT		
Short Term Reinvestments		90 212		735 27	745 55	10 28 ST		
	Total	5,246 000		51,458 52	43,355.56	(8,113 25) LT	782 18	1 80
						10 28 ST	—	
Unit Price $8.264, Reinvest Full								
UNIT FIRST TRUST TARGET GLOBAL DIVIDEND LEADERS 1ST QTR 12 R	2/9/12	2,333.000	10 715	24,999 03	24,102 45	(896 58) ST		
	Purchases	2,333 000		24,999 03	24,102.45	(896 58) ST		
Short Term Reinvestments		115 000		1,167 90	1,188 07	20 17 ST		
	Total	2,448 000		26 166 93	25,290.53	(876 41) ST	1,303 56	5 15
							—	
Unit Price $10.331, Reinvest Full								

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
UNIT INVESTMENT TRUSTS	6 2%	$193,697.63	$180,662.77	$(8,113.25) LT	$6,881.26	3.81%
				$(4,921.64) ST	$0.00	

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Interest	Yield %
TOTAL MARKET VALUE	100.0%	$2,085,659.56	$2,910,419.91	$145,761.96 LT	$95,459.54	3.26%
				$5,210.09 ST	$18,425 93	

TOTAL VALUE (includes accrued interest) $2,928,845.84

1 - This information reflects your requested adjustments to the transaction details
Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available Cash MMF, Deposits and positions stating 'Please Provide' are not included

Ref 00006352 00044458

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short-Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	12	AMAZON COM INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/10/11	02/16/12	$ 2,167 23	$ 2,370.86	($ 203.63)	
125000020	100 56 3	AMERICAN EXPRESS CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/24/11 06/16/11 06/22/11	05/18/12	5,532 32 3,042.77 165.97	5,064 59 2,647.66 149 97		467.73 395.11 16.00
125000040	69	BROADCOM CORP CL A MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/29/12	05/24/12	2,150 87	2 567 97	(417 10)	
125000050	68	CVS CAREMARK CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	06/02/11	02/06/12	2,940.48	2,611 44		329.04
125000070	24	CATERPILLAR INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	01/26/12	05/30/12	2,168.97	2,692.76	(523.79)	
125000080	134 131 114	CISCO SYS INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/06/11 10/10/11 01/31/12	05/24/12	2,196 55 2,147.37 1,868 70	2 211 42 2,236.18 2,242 56	(14.87) (88.81) (373 86)	
125000090	16.1295	CITIGROUP INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/08/11	01/17/12	432.78	702 08	(269 30)	
125000100	32	CITIGROUP INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/18/11	05/15/12	908.77	938 76	(29.99)	

2012 YEAR END SUMMARY

Ref 00006352 00044459

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short-Term Gain (Loss) 2012 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000110	45	COACH INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/30/11	01/10/12	$ 2,796.80	$ 2,349.26		$ 447 54
125000140	67	DIRECTV CL A MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/27/11	02/16/12	3,034.86	2 977.96		56 90
125000170	36	EXXON MOBIL CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/23/11	02/09/12	3,062.25	3,140.74	(78 49)	
125000180	93	GENERAL MOTORS COMPANY MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/21/11	04/11/12	2,235.75	2,210 51		25.24
125000190	6 84	GENERAL MOTORS COMPANY MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/21/11 10/24/11	05/08/12	132.31 1,852.32	142 61 2,102.22	(10 30) (249 90)	
125000220	16 70 68	HALLIBURTON CO HOLDINGS CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/21/11 08/15/11 08/30/11	02/15/12	569.79 2,492 85 2,421.63	809 47 3,312 37 2,892.92	(239 68) (819 52) (471.29)	
125000230	89 107	INTEL CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/27/11 10/05/11	03/01/12	2,383.80 2,865.92	2,032.85 2,332 53		350.95 533.39
125000260	20	JPMORGAN CHASE & CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/15/11	05/18/12	689.47	735 36	(65.89)	
125000270	33 2	JOHNSON & JOHNSON MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/03/11 05/12/11	02/09/12	2,152 88 130.48	2,185 34 133 89	(32 46) (3 41)	

2012 YEAR END SUMMARY

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short-Term Gain (Loss) 2012 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000280	35 43	JOHNSON & JOHNSON MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/12/11 06/29/11	04/12/12	$ 2,237 94 2,749.46	$ 2,343.12 2,856 40	($ 105.18) (106.94)	
125000290	27	LAS VEGAS SANDS CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/02/12	06/01/12	1,164 60	1,365 67	(201.07)	
125000300	23 32	LAS VEGAS SANDS CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/02/12 02/09/12	06/28/12	967.66 1,346 32	1 163.35 1 677.00	(195.69) (330.68)	
125000310	9	MASTERCARD INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/16/11	01/23/12	3,048 38	3,144 79	(96 41)	
125000330	128	MERCK & CO INC NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	12/20/11	03/20/12	4,838.21	4 700 16		138.05
125000370	58	MICROSOFT CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	07/08/11	05/14/12	1,791 55	1,546.22		245.33
125000380	23	MONSANTO CO NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	11/15/11	02/29/12	1,780.83	1,716 53		64.30
125000390	10 22	MONSANTO CO NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	11/15/11 11/30/11	05/08/12	732.58 1,611 69	746 32 1,597.12	(13 74)	 14.57
125000400	9 26	MONSANTO CO NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	11/30/11 02/01/12	05/11/12	652.92 1,886 21	653 37 2,173.90	(.45) (287.69)	

2012 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted]

Details of Short-Term Gain (Loss) 2012 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000410	255	NEWS CORP CLASS A NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	07/21/11	01/25/12	$ 4,810 58	$ 4,202.71		$ 607 87
125000420	32	NIKE INC CL B MorganStanley SmithBarney LLC acted as your agent in this transaction.	11/23/11	07/03/12	2,880 46	2 923.82	(43.36)	
125000430	14	NIKE INC CL B MorganStanley SmithBarney LLC acted as your agent in this transaction.	11/23/11	07/05/12	1,285.24	1,279.17		6 07
125000440	23	NORDSTROM INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/05/12	06/27/12	1,086 40	1,230.49	(144.09)	
125000450	25 1	NORDSTROM INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/05/12 03/14/12	06/28/12	1,201 93 48.08	1,337 49 54 59	(135 56) (6 51)	
125000460	47	NORDSTROM INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/14/12	06/29/12	2,294 09	2,565 63	(271 54)	
125000500	46	PNC FINANCIAL SERVICES GROUP MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/19/11	03/07/12	2,651.49	2 375.58		275.91
125000510	37	PHILIP MORRIS INTL INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/23/11	01/18/12	2,736.80	2,579 95		156 85
125000520	38	PROCTER & GAMBLE CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/13/11	01/23/12	2,470 77	2 543.50	(72 73)	

2012 YEAR END SUMMARY

Ref· 00008352 00044462

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]*-0455C-*[redacted]

Details of Short-Term Gain (Loss) 2012 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000580	16	V F CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/26/12	06/29/12	$ 2,143.17	$ 2,402.72	($ 259.55)	
125000590	1 18	V F CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/26/12 04/13/12	07/02/12	131.92 2,374.61	150.17 2,662.20	(18.25) (287.59)	
125000600	51	VIACOM INC NEW CLASS B MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/05/11	04/04/12	2,353.78	2,567.01	(213.23)	
125000610	27 47 39	VIACOM INC NEW CLASS B MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/05/11 07/08/11 01/25/12	05/01/12	1,257.42 2,188.84 1,816.27	1,359.00 2,436.67 1,888.97	(101.58) (247.83) (72.70)	
125000620	19	VMWARE INC CL A COM MorganStanley SmithBarney LLC acted as your agent	03/02/12	06/15/12	1,688.43	1,930.10	(241.67)	
125000630	6 22	VMWARE INC CL A COM MorganStanley SmithBarney LLC acted as your agent	03/02/12 03/29/12	06/28/12	509.37 1,867.67	609.51 2,474.67	(100.14) (607.00)	
125000640	34	WELLPOINT INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/16/11	01/26/12	2,164.33	2,271.72	(107.39)	
125000650	11 28	WELLPOINT INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/16/11 04/14/11	01/30/12	709.69 1,806.48	734.97 1,945.30	(25.28) (138.82)	
125000660	7 31	WELLPOINT INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/14/11 04/26/11	01/31/12	450.00 1,992.83	486.33 2,262.43	(36.33) (269.60)	
Total					$ 122,252.89	$ 128,752.93	($ 8,630.89)	$ 4,130.85

2012 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]0455C-[redacted]

Details of Long Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000030	6	BOEING CO	03/05/10	04/11/12	$ 429.88	$ 403.31		$ 26 57
	31	MorganStanley SmithBarney LLC	03/10/10		2,221 02	2.151.04		69.98
		acted as your agent						
		in this transaction.						
125000060	38	CAPITAL ONE FINL CORP	04/13/09	05/14/12	2.018.29	696 89		1 321 40
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000090	18 7795	CITIGROUP INC	01/03/11	01/17/12	537.18	916 67	(379.49)	
	61 091	MorganStanley SmithBarney LLC	01/06/11		1.461 44	2,556.75	(1,095.31)	
		acted as your agent						
		in this transaction.						
125000100	37	CITIGROUP INC	03/09/11	05/15/12	1,050 76	1,716.99	(666 23)	
	14	MorganStanley SmithBarney LLC	03/09/11		397.59	649 67	(252.08)	
		acted as your agent						
		in this transaction.						
125000120	7	DIRECTV CL A	11/24/09	01/06/12	307.90	224 07		83.83
	61	MorganStanley SmithBarney LLC	12/04/09		2,683.08	1 973.20		709 88
		acted as your agent						
		in this transaction.						
125000130	6	DIRECTV CL A	12/04/09	01/10/12	258.49	194 09		64 40
	61	MorganStanley SmithBarney LLC	12/14/09		2,628 01	2 019.08		608 93
	38	acted as your agent	01/22/10		1.637 12	1.207 91		429 21
	2	in this transaction.	09/17/10		86 16	83.38		2 78
125000140	45	DIRECTV CL A	09/17/10	02/16/12	2.038 34	1 878 10		162.24
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000150	95	EMC CORP-MASS	04/20/11	05/11/12	2.483 91	2.669.38	(185 47)	
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						

Ref· 00008352 00044464

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Long Term Gain (Loss) 2012 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000160	44 56	EMC CORP-MASS MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/20/11 05/13/11	05/16/12	$ 1,128.01 1,435.66	$ 1,236.35 1,553.49	($ 108.34) (117 83)	
125000200	4 2	GOOGLE INC CLASS A MorganStanley SmithBarney LLC acted as your agent	06/04/10 07/13/10	01/25/12	2,274.26 1.137 13	1,999 08 968 77		275.18 168.36
125000210	4 2	GOOGLE INC CLASS A MorganStanley SmithBarney LLC acted as your agent	07/13/10 07/23/10	03/09/12	2,411 33 1,205.66	1,937.55 978 87		473.78 226.79
125000240	16	INTL BUSINESS MACHINES CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	12/29/08	04/19/12	3,187.61	1,284.76		1,902.85
125000250	93 13 46	JPMORGAN CHASE & CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/15/10 04/14/10 04/14/10	05/14/12	3,374 21 471.86 1,668 98	4,445 32 613 90 2,172.25	(1,071.11) (142 24) (503 29)	
125000260	39	JPMORGAN CHASE & CO MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/15/10	05/18/12	1,305.46	1,864.17	(558 71)	
125000320	10 16	MCDONALDS CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/13/10 09/07/10	04/04/12	975.82 1,561 30	722 66 1 212 33		253.16 348 97
125000340	93 13	METLIFE INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/03/10 09/01/10	05/18/12	2,790 04 390.01	3,962.23 511 35	(1,172 19) (121 34)	
125000350	84	METLIFE INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/01/10	05/30/12	2,496 06	3,304.11	(808.05)	

Morgan Stanley

Ref: 00008352 00044465

2012 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]0455C-[redacted]

Details of Long Term Gain (Loss) 2012 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000360	23	METLIFE INC	09/01/10	06/01/12	$ 644 57	$ 904 70	($ 260.13)	
	42	MorganStanley SmithBarney LLC	01/06/11		1,177.04	1,955.56	(778.52)	
	5	acted as your agent	03/02/11		140.13	219.04	(78.91)	
		in this transaction.						
125000470	11	ORACLE CORP	11/16/09	01/31/12	310.06	251 24		58.82
	107	MorganStanley SmithBarney LLC	11/25/09		3,016 04	2,407.92		608.12
	61	acted as your agent	02/10/10		1,719 43	1,413.43		306.00
		in this transaction.						
125000480	80	ORACLE CORP	02/10/10	03/29/12	2,335 01	1 853.68		481.33
	7	MorganStanley SmithBarney LLC	07/23/10		204.31	171 35		32.96
		acted as your agent						
		in this transaction.						
125000490	89	ORACLE CORP	07/23/10	04/13/12	2,538 50	2,178.59		359 91
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000530	52	QUALCOMM INC	01/06/11	07/08/12	2,866 62	2,725.14		141 48
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000540	36	SCHLUMBERGER LTD	04/30/10	03/14/12	2,664 36	2,585 25		79 11
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000550	35	SCHLUMBERGER LTD	06/10/10	03/21/12	2,603.11	2,038 51		564.60
		MorganStanley SmithBarney LLC						
		acted as your agent						
		in this transaction.						
125000560	10	UNION PACIFIC CORP	03/11/09	03/14/12	1,083.88	366 67		717.21
	15	MorganStanley SmithBarney LLC	03/24/09		1,625 83	639 69		986.14
		acted as your agent						
		in this transaction.						
125000570	54	UNITED TECHNOLOGIES CORP	11/06/08	05/16/12	4,041.66	2 721.22		1 320 44
	12	MorganStanley SmithBarney LLC	11/10/08		898.15	628 69		269.46
		acted as your agent						
		in this transaction.						
Total					$ 75,921.06	$ 71,166 40	($ 8,299.24)	$ 13,053 89

Morgan Stanley

Ref: 00008356 00044515

2012 Year End Summary

JOHN & CAROLYN PETERSON CH. FD

Account Number [redacted]*0458C-*[redacted]

Details of Earnings 2012

Dividends and Distributions, Section 1

Amounts displayed for dividends include dividend reinvestments, money fund earnings, accrued dividends received and dividends exempt from Federal income tax. "Total dividends" includes both Qualified and non-qualified dividends received "Total capital gain distributions" is a total of long term capital gain distributions, Unrecaptured Sec. 1250 gain and Section 1202 gain

Reference number	Description	Total dividends	Qualified dividends	Short term capital gains	Total capital gain distributions	Unrecaptured Sec. 1250 gain	Section 1202 gain	Alternative minimum tax
160000100	452308109000 ILLINOIS TOOL WORKS INC	$ 17,280.00	$ 17,280 00					
160000200	616980108000 MORGAN STANLEY LIQUID ASSET FUND INC	4.86						
Totals		$ 17,284 86	$ 17,280.00					

Details of Short Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	-30	CALL ITW JAN 12 @ 52 50 ILLINOIS TOOL WORKS INC 100 SHS	11/09/11	01/23/12	2.142 13			2,142.13
125000020	-60	CALL ITW FEB 12 @ 50.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 02/18/2012	12/19/11	02/08/12	3,732 29	37.560.73	(33,828.44)	
125000030	-30	CALL ITW FEB 12 @ 52.50 ILLINOIS TOOL WORKS INC 100 SHS EXP 02/18/2012	01/23/12	02/08/12	2,142.18	11.144.44	(9 002.26)	
125000040	-60 -60	CALL ITW MAR 12 @ 57 50 ILLINOIS TOOL WORKS INC 100 SHS EXP 03/17/2012	02/08/12 02/24/12	03/15/12	3.828 75 2.865.00	2,603.75 2 603 75		1,225 00 261.25

Morgan Stanley

Ref: 00006356 00044518

2012 Year End Summary

JOHN & CAROLYN PETERSON CH. FD

Account Number [redacted]*0458C-*[redacted]

Details of Short-Term Gain (Loss) 2012 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000050	-40	CALL ITW APR 12 @ 57.50 ILLINOIS TOOL WORKS INC 100 SHS	03/13/12	04/23/12	2,864.94			2 864 94
125000060	-60	CALL ITW JUN 12 @ 60.00 ILLINOIS TOOL WORKS INC 100 SHS	03/15/12	06/18/12	7,559.10			7 559 10
Total					$ 25,134 39	$ 53,912 67	($ 42,830 70)	$ 14,052 42

Details of Deposits and Withdrawals 2012

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

Withdrawals

Reference number	Date	Description	Referral number	Amount
220000100	07/06/12	MORGAN STANLEY LIQUID ASSET FUND INC TRANSFER TO MSSB		$ 74,593.98
220000300	04/23/12	CHECK 6611442751 BY WORCESTER, MA TO CONNORS INVESTOR SERVICES, QTR ENDED 3/31/12		1,812.04
220000200	01/26/12	CHECK 8611365523 BY WORCESTER, MA TO CONNORS INVESTOR SERVICES. QTR ENDED 12 31 2011		$ 1,539.99
220000400	06/27/12	FROM 388-0458C-01 TO 388-0459C-01		30,000.00
Total				$ 107,946 01

Investment Management Services Basic Securities Acct.
[redacted]7779-[redacted]

JOHN & CAROLYN PETERSON CH. FD
(CONNORS)

Activity

MONEY MARKET FUND (MMF) AND BANK DEPOSITS ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
7/10	Automatic Investment	MS LIQUID ASSET FUND	$8,640.00
7/19	Automatic Redemption	MS LIQUID ASSET FUND	(1,677.69)
7/23	Automatic Investment	MS LIQUID ASSET FUND	1,853.01
7/30	Automatic Investment	MS LIQUID ASSET FUND	0.67
NET ACTIVITY FOR PERIOD			$8,815.99

SECURITY ACTIVITY

SECURITY TRANSFERS

Date	Activity Type	Security (Symbol)	Comments	Quantity	Accrued Interest	Amount
7/6	Transfer Into Account	CALL ITW 07/21/12 57.500	TRANSFERRED FROM CGMI	30.000		$0.00
7/6	Transfer Into Account	CALL ITW 08/18/12 57.500	TRANSFERRED FROM CGMI	50.000		(250.00)
7/6	Transfer Into Account	CALL ITW 09/22/12 62.500	TRANSFERRED FROM CGMI	40.000		0.00
7/6	Transfer Into Account	ILL TOOL WORKS INC	TRANSFERRED FROM CGMI	24,000.000		1,249,440.00
Total Security Transfers						$1,249,190.00

OPTIONS EXPIRATIONS, EXERCISES AND ASSIGNMENTS

Date	Activity Type	Description	Comments	Contracts
7/23	Option Expired	CALL ITW 07/21/12 57.500	EXPIRED OPTIONS	30.000

REALIZED GAIN/(LOSS) DETAIL

SHORT-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
ILL TOOL WORKS INC 57.500 JUL C	07/23/12	06/06/12	30.000	$2,431.25	$0.00	$2,431.25	
Short-Term This Period				**$2,431.25**	**$0.00**	**$2,431.25**	
Short-Term Year to Date				**$2,431.25**	**$0.00**	**$2,431.25**	

Activity

Investment Management Services Basic Securities Acct. [redacted]779[redacted]

JOHN & CAROLYN PETERSON CH. FD
(CONNORS)

REALIZED GAIN/(LOSS) DETAIL

SHORT-TERM GAIN/(LOSS)

Security Description		Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
ILL TOOL WORKS INC	55.000 AUG C	08/07/12	07/20/12	30.000	$1,853.01	$5,922.00	$(4,068 99)	
ILL TOOL WORKS INC	57.500 AUG C	08/14/12	06/18/12	50.000	3,356.51	1,606.00	1,750 51	
Short-Term This Period					**$5,209.52**	**$7,528.00**	**$(2,318.48)**	
Short-Term Year to Date					**$7,640.77**	**$7,528.00**	**$112.77**	
Net Realized Gain/(Loss) This Period					**$5,209.52**	**$7,528.00**	**$(2,318.48)**	
Net Realized Gain/(Loss) Year to Date					**$7,640.77**	**$7,528.00**	**$112.77**	

New Treasury regulations require that we report your adjusted cost basis and classify the gain or loss as either long-term or short-term on the sale of covered securities acquired on or after January 1, 2011. These regulations also require that we make basis adjustments due to wash sales, certain corporate actions and transfers by gift or inheritance, which will be reflected on your Form 1099-B. This section may not reflect all of the basis adjustments we are required to make for tax reporting purposes. The information in this section is provided for informational purposes only and should not be used in the preparation of your income tax returns. Please refer to the Disclosures section of this statement for additional information.

Activity

REALIZED GAIN/(LOSS) DETAIL

SHORT-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
ILL TOOL WORKS INC 62.500 SEP C	09/24/12	04/25/12	40.000	$4,220.10	$0.00	$4,220.10	
Short-Term This Period				$4,220.10	$0.00	$4,220.10	
Short-Term Year to Date				$11,860.87	$7,528.00	$4,332.87	
Net Realized Gain/(Loss) This Period				$4,220.10	$0.00	$4,220.10	
Net Realized Gain/(Loss) Year to Date				$11,860.87	$7,528.00	$4,332.87	

New Treasury regulations require that we report your adjusted cost basis and classify the gain or loss as either long-term or short-term on the sale of covered securities acquired on or after January 1, 2011. These regulations also require that we make basis adjustments due to wash sales, certain corporate actions and transfers by gift or inheritance, which will be reflected on your Form 1099-B. This section may not reflect all of the basis adjustments we are required to make for tax reporting purposes. The information in this section is provided for informational purposes only and should not be used in the preparation of your income tax returns. Please refer to the Expanded Disclosures for additional information.

SECURITY ACTIVITY

OPTIONS EXPIRATIONS, EXERCISES AND ASSIGNMENTS

Date	Activity Type	Description	Comments	Contracts
11/19	Option Expired	CALL ITW 11/17/12 62 500	EXPIRED OPTIONS	40 000

REALIZED GAIN/(LOSS) DETAIL

SHORT-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
ILL TOOL WORKS INC 62.500 NOV C	11/19/12	09/24/12	40 000	$3,314.92	$0 00	$3,314 92	
Short-Term This Period				**$3,314.92**	**$0.00**	**$3,314 92**	
Short-Term Year to Date				**$15,175.79**	**$7,528.00**	**$7,647.79**	
Net Realized Gain/(Loss) This Period				**$3,314.92**	**$0.00**	**$3,314.92**	
Net Realized Gain/(Loss) Year to Date				**$15,175.79**	**$7,528.00**	**$7,647.79**	

New Treasury regulations require that we report your adjusted cost basis and classify the gain or loss as either long-term or short-term on the sale of covered securities acquired on or after January 1, 2011 These regulations also require that we make basis adjustments due to wash sales, certain corporate actions and transfers by gift or inheritance, which will be reflected on your Form 1099-B This section may not reflect all of the basis adjustments we are required to make for tax reporting purposes. The information in this section is provided for informational purposes only and should not be used in the preparation of your income tax returns Please refer to the Expanded Disclosures for additional information

CLIENT STATEMENT | For the Period December 1-31, 2012

Activity Investment Management Services Basic Securities Acct. [redacted]7779-[redacted] JOHN & CAROLYN PETERSON CH FD (CONNORS)

INVESTMENT RELATED ACTIVITY

PURCHASES, DIVIDEND REINVESTMENTS, SALES AND REDEMPTIONS

Trade Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
12/10	12/11	Sold	CALL ITW 03/16/13 62 500	OPENING	50 000	$2 2400	$11,199 74
12/10	12/11	Sold	CALL ITW 03/16/13 62.500	OPENING	30 000	2 2300	6 689 85
12/10	12/11	Bought	CALL ITW 12/22/12 57.500	CLOSING	30 000	4.6300	(13,890 00)
12/10	12/11	Bought	CALL ITW 12/22/12 60 000	CLOSING	50 000	2 1900	(11,223 75)
TOTAL PURCHASES, DIVIDEND REINVESTMENTS, SALES AND REDEMPTIONS							$(7,224 16)
TOTAL PURCHASES							$(25,113 75)
TOTAL SALES AND REDEMPTIONS							$17 889 59

Purchase and Sale transactions above may have received an average price execution Details regarding the actual prices are available upon request.

TAXABLE INCOME

Date	Activity Type	Description	Comments	Credits/(Debits)
12/31	Qualified Dividend	ILL TOOL WORKS INC		$9 120 00
TOTAL TAXABLE INCOME				$9,120.00
TOTAL QUALIFIED DIVIDENDS				$9 120 00

MONEY MARKET FUND (MMF) AND BANK DEPOSITS ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
11/30	Automatic Investment	MS LIQUID ASSET FUND	$3 999 91
12/12	Automatic Redemption	MS LIQUID ASSET FUND	(7,224 16)
NET ACTIVITY FOR PERIOD			$(3,224 25)

REALIZED GAIN/(LOSS) DETAIL

SHORT-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
ILL TOOL WORKS INC 57.500 DEC C	12/10/12	08/07/12	30 000	$7,148 08	$13,890 00	$(6 741 92)	
ILL TOOL WORKS INC 60 000 DEC C	12/10/12	08/14/12	50 000	7,855 82	11,223 75	(3,367 93)	
Short-Term This Period				$15,003.90	$25,113 75	$(10,109 85)	
Short-Term Year to Date				$30,179 69	$32,641 75	$(2,462 06)	

Corrected Copy as of 03/13/13
Ref 00005851 00075090

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]459C[redacted]

Details of Short Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000040	.3335	DUKE ENERGY CORP NEW REVSPLT 07/02/12 26441C105000	10/13/11	07/02/12	$ 22.82	$ 20.09 $ 20.09	$ 2.73 $ 2.73	$ 0.00 $ 0.00
125000050	.0174	UNITS FTP HIGH DIVIDEND EQUITY PORTFOLIO, SERIES 3 MNTHLY REINVEST LIQUIDATION OF FRACTIONAL SHS	06/25/12	07/09/12	.17	18 18	(.01) (.01)	0.00 0.00
125000060	.8118	UTS FTP, INFLATION HEDGE OPPORTUNITY PORTFOLIO, SER 8 MONTHLY REINVEST LIQUIDATION OF FRACTIONAL SHS	06/25/12	07/09/12	6.07	6.40 6.40	(.33) (.33)	0.00 0.00
125000070	.6311	UNITS FTP DOW TARGET 10 OCT11 TERM 10/31/2012 MONTHLY REINVEST PAYMENT LIQUIDATION OF FRACTIONAL SHS	06/25/12	07/09/12	7.24	7.54 7.54	(.30) (.30)	0.00 0.00
125000080	.8779	UNITS FTP TARGET GLOBAL DVD LEADERS 10 12 TERM 3/28/13 MONTHLY REINVEST PAYMENT LIQUIDATION OF FRACTIONAL SHS	06/25/12	07/09/12	8.43	8.66 8.66	(.23) (.23)	0.00 0.00
125000110	50	PHILLIPS 66	10/13/11	05/16/12	1,504.46	1,548.12 1,548.12	(43.66) (43.66)	0.00 0.00
Total					$ 1,549.19	$ 1,590.99 $ 1,590.99	($ 41.80) ($ 41.80)	$ 0.00 $ 0.00

2012 YEAR END SUMMARY

Morgan Stanley

Corrected Copy as of 03/13/13
Ref 00005851 00075091

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]59C-[redacted]

Details of Long Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000010	40,000	ALLSTATE CORP DTD 02/20/2002 DUE 02/15/2012 RATE 8.125	05/07/09	02/15/12	$ 40,000 00	$ 41,404.40 $ 40,000 00	($ 1,404.40) $ 0 00	$ 0.00 $ 0 00
125000020	50,000	AMERICAN GEN FIN CORP INTERNOTES BK/ENTRY DTD 06/04/2004 DUE 12/15/2012 RATE 5.250	06/01/04	02/01/12	47.436 50	50.000.00 e 50,000 00	(2,563 50) (2,563 50)	0 00 (2,563.50)
125000030	50,000	CREDIT SUISSE FB USA INC DTD 1/11/02 DUE 01/15/2012 RATE 6.500	06/23/03	01/17/12	50.000 00	59.028.64 e 50,000 00	(9.028.64) 0 00	0 00 0 00
125000090	50,000	GE CAPITAL FIX-TO-FLOAT BOND 2.25% TIL 9/15/11 THEN 3MO LIBOR + 65BPS DUE 09/30/2015 RATE 1.119	11/17/10	05/22/12	48.429 00	50.131.00 50,089 00	(1,702 00) (1,660 00)	0 00 (1.660.00)
125000100	1,000	GENERAL ELEC CAP CORP PINES 8 1% YIELD/CL -6.56% 050312 25.000 8.1000% DUE 11/15/2032	05/11/04	04/04/12	25.436.43	23.995 76 e 23,995.76	1 440 67 1,440.67	0 00 0 00
Total					$ 211,301.93	$ 224,559.80 $ 214,084.76	($ 13.257.87) ($ 2,782.83)	$ 0.00 ($ 4.223 50)

e *Based on information supplied by Client or other financial institution, not verified by us*

JOHN & CAROLYN PETERSON

Account Number [redacted]-0457C-[redacted]

Details of Earnings 2012 - continued

Dividends and Distributions, Section 2

Reference number	Description	Nondividend distributions	Foreign tax paid	Cash liquidation distributions	Non cash liquidation distributions	Investment expense	NRA Withholding
160004600	891624209001 *** TEVA PHARMACEUTICAL INDS LTD ADR THIS AMOUNT INCLUDES TAXES PAID TO A FOREIGN GOVERNMENT		$ 29.37				
160004700	928662303001 *** VOLKSWAGEN A G NEW SP ADR THIS AMOUNT INCLUDES TAXES PAID TO A FOREIGN GOVERNMENT A PORTION OF THIS INCOME HAS BEEN RECLASSIFIED		54.07				
160004900	98982M107001 *** ZURICH FINCL SVCS SPON ADR	654 91					
Totals		$ 654.91	$ 1,337 12				

Details of Short-Term Gain (Loss) 2012

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Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	89	SEADRILL LTD MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/31/11	06/14/12	$ 2,948.16	$ 2,906.23		$ 41.93
125000020	25	BAYER A G SPONSORED ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/15/11	01/18/12	1,753 87	1,361.76		392.11
125000030	13	BAYER A G SPONSORED ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/15/11	01/18/12	915.39	708 11		207.28

Ref: 00006355 00044508

2012 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]-0457C-[redacted]

Details of Short-Term Gain (Loss) 2012 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000080	45	IMPERIAL TOBACCO GROUP PLC SPONSORED ADR MorganStanley SmithBarney LLC acted as your agent	02/02/11	01/11/12	$ 3,283.29	$ 2,770.82		$ 512.47
125000090	25	IMPERIAL TOBACCO GROUP PLC SPONSORED ADR MorganStanley SmithBarney LLC acted as your agent	02/02/11	01/19/12	1,719.84	1,539.35		180.49
125000130	176 78	NIPPON TEL & TEL SPON ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/16/11 03/22/11	02/21/12	4,142.05 1,835.68	4,095.77 1 813.28		46.28 22.40
125000190	123	SINGAPORE TELECOMMUNICATIO SPONSORED ADR NEW MorganStanley SmithBarney LLC acted as your agent	03/09/11	01/18/12	2,954.66	2,944.58		10 08
125000210	155	SVNESKA CELLULOSA AKTIEBOLAGET SCA SPONSORED ADR MorganStanley SmithBarney LLC	08/03/11	01/26/12	2,616 11	2,218.45		397 66
125000220	173 30 20	SVNESKA CELLULOSA AKTIEBOLAGET SCA SPONSORED ADR MorganStanley SmithBarney LLC	08/03/11 08/04/11 08/04/11	06/15/12	2,563.99 444.62 296.42	2,476.08 402 30 268 20		87 91 42.32 28 22
125000230	10 57	SVNESKA CELLULOSA AKTIEBOLAGET SCA SPONSORED ADR MorganStanley SmithBarney LLC	08/04/11 08/04/11	06/18/12	146.76 836.52	134.10 782 59		12 66 53.93
125000240	162	SVNESKA CELLULOSA AKTIEBOLAGET SCA SPONSORED ADR MorganStanley SmithBarney LLC	08/04/11	06/20/12	2,398.51	2 224.19		174.32
Total					$ 28,855 87	$ 26,645.81		$ 2,210 08

Morgan Stanley

Ref: 00008355 00044507

2012 Year End Summary

JOHN & CAROLYN PETERSON

***Account Number** [redacted]-0457C-[redacted]*

Details of Long Term Gain (Loss) 2012

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

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	146	SEADRILL LTD MorganStanley SmithBarney LLC acted as your agent in this transaction.	03/30/11	06/14/12	$ 4,803.17	$ 5,323.99	($ 520.82)	
125000040	27	FOMENTO ECONOMICO MEXICANO S.A.B DE CV SPONS ADR MorganStanley SmithBarney LLC acted as your agent	03/18/10	01/19/12	1,907.56	1 266.72		640 84
125000050	27	FOMENTO ECONOMICO MEXICANO S.A.B DE CV SPONS ADR MorganStanley SmithBarney LLC acted as your agent	03/18/10	03/09/12	2,024 03	1,266 72		757 31
125000060	12	GLAXOSMITHKLINE PLC SP ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	05/17/04	01/10/12	525.70	502 75		22.95 [C]
	6		07/20/04		262.85	240 50		22 35 [C]
125000070	2	GLAXOSMITHKLINE PLC SP ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	07/20/04	02/17/12	89.71	80 16		9 55 [C]
	11		03/01/06		493.40	565 39	(71 99) [C]	
	9		04/24/06		403.69	474 96	(71.27) [C]	
	6		04/25/06		269.13	319 50	(50 37) [C]	
	11		09/18/06		493.40	608 85	(115 45) [C]	
	12		11/20/06		538.25	623 44	(85.19) [C]	
	40		12/04/06		1,794.17	2,132.80	(338 63) [C]	
	19		01/22/07		852.23	1,060 02	(207 79) [C]	
	35		01/22/10		1,569 88	1,440 64		129.24
125000100	333	KONICA MINOLTA HLDGS UNSPON ADR MorganStanley SmithBarney LLC acted as your agent	03/07/11	04/24/12	5,233.38	6,155.44	(922 06)	
	4		03/08/11		62 86	73.43	(10 57)	
125000110	128	KONICA MINOLTA HLDGS UNSPON ADR MorganStanley SmithBarney LLC acted as your agent	03/08/11	04/25/12	2,035.47	2,349.71	(314.24)	

Ref. 00008355 00044508

2012 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]0457C-[redacted]

Details of Long Term Gain (Loss) 2012 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000120	103	NATIONAL AUSTRALIA BK LTD SPONSORED ADR -USD- MorganStanley SmithBarney LLC acted as your agent	01/30/09	01/27/12	$ 2,636 83	$ 1,250.96		$ 1,385 92
125000140	76	NOVARTIS AG ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/30/09	02/17/12	4,305 64	2,902.53		1 403 11
125000150	7 42	REXAM PLC SPONS ADR -NEW- MorganStanley SmithBarney LLC acted as your agent	06/12/07 09/06/07	04/18/12	241.60 1,449.62	347 79 2,240.25	(106.19) C (730.63)	
125000160	74	ROCHE HLDG LTD SPON ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	06/12/09	01/18/12	3,207.67	2,529.46		678.21
125000170	22	ROCHE HLDG LTD SPON ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	06/12/09	01/18/12	966.26	752 00		214.26
125000180	44	ROYAL DUTCH SHELL PLC ADR CL B MorganStanley SmithBarney LLC acted as your agent	05/14/10	01/12/12	3,179 88	2,304.84		875 04
125000200	49 4 24	SMITH & NEPHEW PLC SP ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	12/03/10 12/06/10 12/03/10	02/21/12	2,423.11 197.81 1,186.83	2,299.00 187 08 1,126.04		124.11 10 73 60 79
125000250	35 1	TELENOR ASA ADR REPSTG MorganStanley SmithBarney LLC acted as your agent	09/06/07 01/22/10	04/18/12	1,850.02 52.86	2 028 98 39.29	(178 98)	 13.57

2012 Year End Summary

Ref 00006355 00044509

JOHN & CAROLYN PETERSON
Account Number [redacted]-0457C-[redacted]

2012 YEAR END SUMMARY

Details of Long Term Gain (Loss) 2012 - continued

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000260	34	TELENOR ASA	01/22/10	06/25/12	$ 1,575.00	$ 1,335.86		$ 239.14
	8	ADR REPSTG MorganStanley SmithBarney LLC acted as your agent	06/20/11		370.59	365.68		4.91
Total					$ 47,002.65	$ 44,194.78	($ 3,784.18)	$ 6,592.03

^c Based on information supplied by Client or other financial institution, not verified by us.

Details of Deposits and Withdrawals 2012

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

Deposits

Reference number	Date	Description	Amount
210000100	04/17/12	MTN GROUP LTD SPONSORED ADR REV ADR FEE OF .02000/SHR RECORD 03/30/12 PAY 04/12/12	$ 6.58
210000300	09/12/12	POSCO SPON ADR REV ADR FEE OF .00500/SHR RECORD 08/29/12 PAY 09/04/12	.29
210000200	07/24/12	ASAHI KASEI CORP ADR REV ADR FEE OF .02210/SHR RECORD 03/29/12 PAY 06/20/12	$ 10.54
Total			$ 17.41

Withdrawals

Reference number	Date	Description	Referral number	Amount
220000100	07/06/12	MORGAN STANLEY LIQUID ASSET FUND INC TRANSFER TO MSSB		$ 5,705.79
220000300	01/17/12	ROLLS ROYCE HOLDINGS PLC SPONSORED ADR ADR FEE OF .02000 PER SHR RECORD 10/28/11 PAY 01/17/12		3.70
220000200	01/09/12	MALAYAN BKG BERHAD SPONSORED ADR ADR FEE OF .01800 PER SHR RECORD 11/29/11 PAY 01/09/12		$ 11.43
220000400	01/20/12	CONSULTING & ADVISORY SERVICES FROM 01/01/12 TO 03/31/12		1,172.13

Form **8868**
(Rev January 2013)
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 extention 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 File by the due date for filing your return. See instructions	Name of exempt organization or other filer, see instructions JOHN & CAROLYN PETERSON CHARITABLE FOUNDATION, INC.	Employer identification number (EIN) or 43-1974269
	Number, street, and room or suite number If a P O box, see instructions 411 EAST WISCONSIN AVENUE #2350	Social security number (SSN)
	City, town or post office, state, and ZIP code For a foreign address, see instructions. MILWAUKEE, WI 53202-4426	

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

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (section 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 ► MICHAEL GUZNICZAK

Telephone No. ► 262-821-5378 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, 20 13, to file the exempt organization return for the organization named above. The extension is for the organization's return for.

► ☒ calendar year 20 12 or

► ☐ tax year beginning ________, 20 ___, and ending ________, 20 ___.

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

3 a 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	**3 a**	$ 1,683.
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	**3 b**	$ 2,283.
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	**3 c**	$ 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.