



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Form **990-PF**
**Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation**

OMB No 1545-0052

2012Department of the Treasury
Internal Revenue Service

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

Open to Public Inspection

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

Name of foundation

Edwards-Hobgood Foundation, Inc.

Number and street (or P O box number if mail is not delivered to street address)

P.O. Box 6550

Room/suite

City or town, state, and ZIP code

Raleigh NC 27628

G Check all that apply

<input type="checkbox"/> Initial return	<input type="checkbox"/> Initial return of a former public charity
<input type="checkbox"/> Final return	<input type="checkbox"/> Amended return
<input type="checkbox"/> Address change	<input type="checkbox"/> Name change

H Check type of organization Section 501(c)(3) exempt private foundation Section 4947(a)(1) nonexempt charitable trust Other taxable private foundationI Fair market value of all assets at
end of year (from Part II, col (c),
line 16) ► \$ **265,308** (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)
--	------------------------------	----------------------------	--

1 Contributions, gifts, grants, etc., received (attach schedule)				
2 Check ► <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments				
4 Dividends and interest from securities	6,363	6,363	6,363	
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	Stmt 1	4,295		
b Gross sales price for all assets on line 6a	35,000			
7 Capital gain net income (from Part IV, line 2)		1,204		
8 Net short-term capital gain			0	
9 Income modifications				
10a Gross sales less returns and allowances				
b Less Cost of goods sold				
c Gross profit or (loss) (attach schedule)				
11 Other income (attach schedule)	Stmt 2	281	281	281
12 Total. Add lines 1 through 11		10,939	7,848	6,644

13 Compensation of officers, directors, trustees, etc		0		
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees (attach schedule)				
b Accounting fees (attach schedule)	Stmt 3	1,998	999	999
c Other professional fees (attach schedule)	Stmt 4	4,077	4,077	
17 Interest				
18 Taxes (attach schedule) (see instructions)	Stmt 5	77	77	
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications		79		79
23 Other expenses (att. sch)	Stmt 6	524	83	441
24 Total operating and administrative expenses.				
Add lines 13 through 23		6,755	5,236	0
25 Contributions, gifts, grants paid		29,364		29,364
26 Total expenses and disbursements. Add lines 24 and 25		36,119	5,236	0
27 Subtract line 26 from line 12		-25,180		
a Excess of revenue over expenses and disbursements				
b Net investment income (if negative, enter -0-)			2,612	
c Adjusted net income (if negative, enter -0-)				6,644

For Paperwork Reduction Act Notice, see instructions.

Form **990-PF** (2012)

DAA

21

Assets	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
	1 Cash – non-interest-bearing		3,589	-636	-636
	2 Savings and temporary cash investments				
	3 Accounts receivable ►	1,359			
	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 (att. schedule) ►	0			
	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)	See Stmt 7			
	b Investments – corporate stock (attach schedule)		269,991	246,810	264,585
	c Investments – corporate bonds (attach schedule)				
	11 Investments – land, buildings, and equipment basis ►				
	Less accumulated depreciation (attach sch) ►				
	12 Investments – mortgage loans				
	13 Investments – other (attach schedule)				
	14 Land, buildings, and equipment basis ►				
	Less accumulated depreciation (attach sch) ►				
	15 Other assets (describe ►)			
	16 Total assets (to be completed by all filers – see the instructions Also, see page 1, item I)		273,580	247,533	265,308
Liabilities	17 Accounts payable and accrued expenses				
	18 Grants payable				
	19 Deferred revenue				
	20 Loans from officers, directors, trustees, and other disqualified persons				
	21 Mortgages and other notes payable (attach schedule)				
	22 Other liabilities (describe ►)	0	0	
	23 Total liabilities (add lines 17 through 22)				
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.			► <input type="checkbox"/>	
	24 Unrestricted				
	25 Temporarily restricted				
	26 Permanently restricted				
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.			► <input checked="" type="checkbox"/>	
	27 Capital stock, trust principal, or current funds				
	28 Paid-in or capital surplus, or land, bldg., and equipment fund				
	29 Retained earnings, accumulated income, endowment, or other funds		273,580	247,533	
	30 Total net assets or fund balances (see instructions)		273,580	247,533	
	31 Total liabilities and net assets/fund balances (see instructions)		273,580	247,533	

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	273,580
2 Enter amount from Part I, line 27a	2	-25,180
3 Other increases not included in line 2 (itemize) ►	3	
4 Add lines 1, 2, and 3	4	248,400
5 Decreases not included in line 2 (itemize) ► See Statement 8	5	867
6 Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	247,533

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co.)			(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a Wells Fargo #3827					
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	1,204			1,204	
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69					(I) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(I) F M V as of 12/31/69		(J) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
a				1,204	
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	1,204
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	

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

 Yes No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2011	35,506	292,505	0.121386
2010	22,205	248,621	0.089313
2009	33,292	289,092	0.115161
2008	26,885	396,517	0.067803
2007	68,444	531,266	0.128832

2 Total of line 1, column (d)

2 0.522495

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 0.104499

4 Enter the net value of noncharitable-use assets for 2012 from Part X, line 5

4 1,609,630

5 Multiply line 4 by line 3

5 168,205

6 Enter 1% of net investment income (1% of Part I, line 27b)

6 26

7 Add lines 5 and 6

7 168,231

8 Enter qualifying distributions from Part XII, line 4

8 30,883

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ► <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)	►	1	52
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► <input type="checkbox"/> and enter 1% of Part I, line 27b			
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col. (b)			
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0
3	Add lines 1 and 2		3	52
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	52	
6	Credits/Payments			
a	2012 estimated tax payments and 2011 overpayment credited to 2012	6a		
b	Exempt foreign organizations – tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c		
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments Add lines 6a through 6d	7		
8	Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached	8		
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	52	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11	Enter the amount of line 10 to be: Credited to 2013 estimated tax ► Refunded ►	11		

Part VII-A Statements Regarding Activities

1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	Yes	No
1a		X	
1b		X	
1c		X	
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
4a	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	
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, col. (c), and Part XV	7	X
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► NC	N/A	
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)

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	<input checked="" type="checkbox"/>
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	<input checked="" type="checkbox"/>
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A	13	<input checked="" type="checkbox"/>
14	The books are in care of ► A.L. HOBGOOD, III 3105 GELNWOOD AVENUE	Telephone no ► 919-881-1062	
	Located at ► RALEIGH	NC	ZIP+4 ► 27612
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 – Check here and enter the amount of tax-exempt interest received or accrued during the year	► 15	<input type="checkbox"/>
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? See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes," enter the name of the foreign country ►	16	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

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

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.	Yes	No
1a	During the year did the foundation (either directly or indirectly)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
b	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here	N/A	1b
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?	N/A	1c
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a	At the end of tax year 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)	N/A	2b
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► 20 , 20 , 20 , 20		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)	N/A	3b
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2012?	<input checked="" type="checkbox"/>	4b

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

5a	During the year did the foundation pay or incur any amount to	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? Organizations relying on a current notice regarding disaster assistance check here	N/A	<input type="checkbox"/>	5b
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? If "Yes," attach the statement required by Regulations section 53.4945–5(d)	N/A	<input type="checkbox"/> Yes <input type="checkbox"/> No	
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? If "Yes," file Form 8870	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		6b
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		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
A.L. Hobgood, III P.O. Box 6550	Raleigh NC 27628	Pres/Sec 0.25	0	0
Elizabeth H. Wellons 609 Hancock St	Smithfield NC 27577	VP/Sec 0.25	0	0
Thomas A. Hobgood 2038 Noland Park Lane	Charlotte NC 28209	Director 0.25	0	0
Kenneth E. Hobgood 1918 St. Mary's St.	Raleigh NC 27608	Treas/Dir 0.25	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

Part IX-A Summary of Direct Charitable Activities

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

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		►

Form 990-PF (2012)

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	1,632,207
b	Average of monthly cash balances	1b	1,935
c	Fair market value of all other assets (see instructions)	1c	0
d	Total (add lines 1a, b, and c)	1d	1,634,142
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0
2	Acquisition indebtedness applicable to line 1 assets	2	0
3	Subtract line 2 from line 1d	3	1,634,142
4	Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see instructions)	4	24,512
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	1,609,630
6	Minimum investment return. Enter 5% of line 5	6	80,482

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	80,482
2a	Tax on investment income for 2012 from Part VI, line 5	2a	52
b	Income tax for 2012 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	52
3	Distributable amount before adjustments Subtract line 2c from line 1	3	80,430
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	80,430
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	80,430

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes	1a	30,883
a	Expenses, contributions, gifts, etc – total from Part I, column (d), line 26	1b	
b	Program-related investments – total from Part IX-B	2	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	3a	
3	Amounts set aside for specific charitable projects that satisfy the	3b	
a	Suitability test (prior IRS approval required)	4	30,883
b	Cash distribution test (attach the required schedule)	5	0
4	Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	6	30,883
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)		
6	Adjusted qualifying distributions. Subtract line 5 from line 4		

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				80,430
2 Undistributed income, if any, as of the end of 2012:				
a Enter amount for 2011 only				
b Total for prior years 20 ____ , 20 ____ , 20 ____	44,293			
c Excess distributions carryover, if any, to 2012.	7,174			
d From 2007	18,919			
e From 2008	10,444			
f From 2009	20,929			
g Total of lines 3a through e	101,759			
4 Qualifying distributions for 2012 from Part XII, line 4 ► \$ 30,883				
a Applied to 2011, but not more than line 2a				
b Applied to undistributed income of prior years (Election required – see instructions)				
c Treated as distributions out of corpus (Election required – see instructions)				
d Applied to 2012 distributable amount				30,883
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2012 (If an amount appears in column (d), the same amount must be shown in column (a))	49,547			49,547
6 Enter the net total of each column as indicated below:	52,212			
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5				
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount – see instructions				
e Undistributed income for 2011 Subtract line 4a from line 2a Taxable amount – see instructions				
f Undistributed income for 2012 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2013				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8 Excess distributions carryover from 2007 not applied on line 5 or line 7 (see instructions)				
9 Excess distributions carryover to 2013. Subtract lines 7 and 8 from line 6a	52,212			
10 Analysis of line 9.				
a Excess from 2008	1,920			
b Excess from 2009	18,919			
c Excess from 2010	10,444			
d Excess from 2011	20,929			
e Excess from 2012				

Part XVII Supplementary Information (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
The First Tee of the Triangle 5560 Munford Rd. #109 Raleigh NC 27612	n/a	n/a	Needs	5,800
The Educational Foundation, Inc. PO Box 2446 Chapel Hill NC 27515	n/a	n/a	Needs	500
Neighbor to Neighbor Ministries 1200 S. Blount Street Raleigh NC 27611	n/a	n/a	Needs	1,500
Interact of Wake County 1012 Oberlin Road Raleigh NC 27605	n/a	n/a	Needs	644
The Medical Foundation of NC 880 MLK Jr. Blvd, CB 7565 Chapel Hill NC 27514	n/a	n/a	Needs	5,000
NC State Student Aid Assn PO Box 37100 Raleigh NC 27627-7100	n/a	n/a	Needs	720
Historic Oakwood PO Box 27283 Raleigh NC 27611-7283	n/a	n/a	Needs	200
UNC Rams Club PO Box 2448 Chapel Hill NC 27515	n/a	n/a	Needs	10,000
Beginnings 302 Jefferson St., STE 110 Raleigh NC 27605	n/a	n/a	Needs	5,000
Total			► 3a	29,364
b Approved for future payment				
N/A				
Total			► 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

1 Program service revenue

a _____
 b _____
 c _____
 d _____
 e _____
 f _____

g Fees and contracts from government agencies**2 Membership dues and assessments****3 Interest on savings and temporary cash investments****4 Dividends and interest from securities****5 Net rental income or (loss) from real estate**

a Debt-financed property
 b Not debt-financed property

6 Net rental income or (loss) from personal property**7 Other investment income****8 Gain or (loss) from sales of assets other than inventory****9 Net income or (loss) from special events****10 Gross profit or (loss) from sales of inventory****11 Other revenue a**

b _____
 c _____
 d _____
 e _____

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

(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

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
 - (2) Other assets
- b Other transactions
 - (1) Sales of assets to a noncharitable exempt organization
 - (2) Purchases of assets from a noncharitable exempt organization
 - (3) Rental of facilities, equipment, or other assets
 - (4) Reimbursement arrangements
 - (5) Loans or loan guarantees
 - (6) Performance of services or membership or fundraising solicitations
- c Sharing of facilities, equipment, mailing lists, other assets, or paid employees
- d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

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

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

Yes No

b If "Yes," complete the following schedule

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

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

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

**Sign
Here**

Signature of officer or trustee

4

President

Paid Preparer Use Only	Benjamin V. Hardy, CPA <i>Benjamin V. Hardy CPA</i>	04/30/13	self-employed
	Firm's name ► Page & Smith, P.A., CPAs	PTIN P01358889	
	Firm's address ► 1350 E. Arlington Blvd., Ste C Greenville, NC 27858-5868	Firm's EIN ► 56-1256981	Phone no 252-317-0690

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Whom Sold	Date Acquired	Date Sold	Description	How Received		Expense	Depreciation	Net Gain / Loss
				Sale Price	Cost			
See Attached Listing	Various	Various	\$ Purchase 13,290	\$ 12,161	\$	\$	\$	\$ 1,129.
See Attached Listing	Various	Various	\$ Purchase 20,506	\$ 18,544	\$	\$	\$	\$ 1,962.
Total			\$ 33,796	\$ 30,705	\$ 0	\$ 0	\$ 0	\$ 3,091

Statement 2 - Form 990-PF, Part I, Line 11 - Other Income

Description	Revenue per Books		Net Investment Income	Adjusted Net Income
	\$ 281	\$ 281		
Wells Fargo #2197-3827	\$ 281	\$ 281	\$ 281	\$ 281
Total	\$ 281	\$ 281	\$ 281	\$ 281

Statement 3 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	
			Net	Charitable Purpose
Page & Smith, P.A., CPAs	\$ 1,998	\$ 999	\$ 999	\$ 999
Total	\$ 1,998	\$ 999	\$ 999	\$ 999

227 Edwards-Hobgood Foundation, Inc.
56-1789818
FYE: 12/31/2012

Federal Statements

4/30/2013

Statement 4 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Wells Fargo Management Fees	\$ 4,077	\$ 4,077	\$ 0	\$ 0
Total	\$ 4,077	\$ 4,077	\$ 0	\$ 0

Statement 5 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Federal tax for 12/31/11	\$ 24	\$ 24	\$ 0	\$ 0
Foreign Tax withheld	\$ 53	\$ 53	\$ 0	\$ 0
Total	\$ 77	\$ 77	\$ 0	\$ 0

Statement 6 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Expenses				\$ 0
Bank Charges	24	4	20	
Office Supplies	500	79	421	
Total	\$ 524	\$ 83	\$ 441	\$ 441

227 Edwards-Hobgood Foundation, Inc.
56-1789818
FYE: 12/31/2012

Federal Statements

4/30/2013

Statement 7 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>	<u>Basis of Valuation</u>	<u>Fair Market Value</u>
-Wells Fargo Advisors -3827	\$ <u>269,991</u>	\$ <u>246,810</u>	Market	\$ <u>264,585</u>
Total	\$ <u>269,991</u>	\$ <u>246,810</u>		\$ <u>264,585</u>

Federal Statements**Statement 8 - Form 990-PF, Part III, Line 5 - Other Decreases**

Description	Amount
ADJUSTMENT IN COST BASIS OF ASSETS	\$ 867
Total	\$ 867

Schedule of Realized Gains and Losses

2012 Tax Year

Prepared For:

2197-3827
EDWARDS HOBGOOD FOUNDATION
 CUSTOM CHOICE
 PO BOX 6550
 RALEIGH NC 27628-6550

Tuesday, March 12, 2013
RAAP PEATROSS JR ANDREW H

Quantity	Name	Security	Open Date	Cost Amount	Adjusted Cost Amount	Trade Price	Close Date	Close Amt	Realized	% Gain or Loss
Short										
57 1430	ALLNCEBRNSTN HIGH INC AD	AGDYX	8/30/2011^	497.72^		87100	6/5/2012	500.00	87500	2.28 0.46
87 0960	ALLNCEBRNSTN HIGH INC AD	AGDYX	8/30/2011^	758.61^		87100	7/2/2012	785.61	90200	27.00 3.56-
118 7870	ALLNCEBRNSTN GLBL ADVSR	ANAYX	8/30/2011^	1,004.94^		84600	7/13/2012	1,014.44	85400	9.50 0.95
42 5200	HOTCHKIS&WILEY M/C VAL I	HWMIX	8/30/2011^	884.00^		207900	1/12/2012	984.33	231500	100.33 11.35
110 2450	HOTCHKIS&WILEY M/C VAL I	HWMIX	8/30/2011^	2,292.00^		207900	4/11/2012	2,875.20	56320	25.45
147 1960	NEUBRGR BRMN INTRNSC VAL	NINLX	8/30/2011^	1,507.29^		102400	5/9/2012	1,467.54	9,9700	-39.75 -2.64
72 9660	ALGER SPECTRA FD CL I	ASPIX	8/30/2011^	888.73^		121800	5/9/2012	977.75	134000	89.02 10.02
9 7880	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	115.60^		118100	4/11/2012	124.80	127500	9.20 7.96
61 9730	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	731.91^		118100	4/13/2012	790.78	127600	58.87 8.04
200 3690	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	2,386.36^		118100	5/9/2012	2,554.71	127500	188.35 7.96
94 2850	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	1,113.51^		118100	7/2/2012	1,214.39	128800	100.88 9.06
									13,289.55	1,128.88
									12,160.67	
Long										
156 2070	ALLNCEBRNSTN HIGH INC AD	AGDYX	8/30/2011^	1,360.57^		87100	9/11/2012	1,455.85	93200	95.28 7.00
119 3920	ALLNCEBRNSTN HIGH INC AD	AGDYX	8/30/2011^	1,045.13^		87100	12/12/2012	1,141.12	95100	95.99 9.18
81 0370	ALLNCEBRNSTN GLBL ADVSR	ANAYX	8/30/2011^	685.58^		84600	12/12/2012	696.92	86000	11.34 1.65
50 5560	PYXIS LONG/SHORT Eqty A	HEOAX	8/30/2011^	537.92^		106400	9/11/2012	580.38	114800	42.46 7.89
80 2190	HOTCHKIS&WILEY M/C VAL I	HWMIX	8/30/2011^	1,687.76^		207900	9/11/2012	2,222.06	277000	554.30 33.24
34 6490	HOTCHKIS&WILEY M/C VAL I	HWMIX	8/30/2011^	720.36^		207900	12/12/2012	985.43	284400	265.07 36.80
19 6620	IVY ASSET STRATEGY CL I	IVAEX	8/30/2011^	485.26^		246800	10/15/2012	500.00	254300	14.74 3.04
19 1420	IVY ASSET STRATEGY CL I	IVAEX	8/30/2011^	472.43^		246800	11/30/2012	500.00	261200	27.57 5.84
13 7880	IVY ASSET STRATEGY CL I	IVAEX	8/30/2011^	340.29^		246800	12/12/2012	364.84	264500	24.55 7.21
141 1690	NEUBRGR BRMN INTRNSC VAL	NINLX	8/30/2011^	1,445.58^		102400	9/11/2012	1,496.39	106000	50.81 3.51
63 9770	NEUBRGR BRMN INTRNSC VAL	NINLX	8/30/2011^	655.13^		102400	12/12/2012	686.47	107300	31.34 4.78
29 7600	OPPNHEIMER DEV MKTS CL Y	ODVYX	8/30/2011^	955.00^		320900	10/12/2012	1,006.79	338300	51.79 5.42
24 3580	OPPNHEIMER DEV MKTS CL Y	ODVYX	8/30/2011^	781.65^		320900	12/12/2012	834.02	342400	52.37 6.70
76 8840	PIMCO REAL RET BND INSTL	PRRIX	8/30/2011^	929.53^		120900	9/11/2012	959.51	124800	29.98 3.23
96 9750	ALGER SPECTRA FD CL I	ASPIX	8/30/2011^	1,181.16^		121800	9/11/2012	1,378.02	142100	196.86 16.67
57 3030	TEMPLETON INC TR GLB BD	TGBAX	8/30/2011^	786.78^		137300	9/11/2012	758.69	132400	-28.09 -3.57
74 0190	TEMPLETON INC TR GLB BD	TGBAX	8/30/2011^	1,016.29^		137300	11/21/2012	1,000.00	135100	-16.29 -1.60
235 1830	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	2,777.52^		118100	9/11/2012	3,149.10	133900	371.58 13.38
59 3100	VIRTUS OPPY'S PREM CL I	VAPIX	8/30/2011^	700.46^		118100	12/12/2012	791.20	133400	90.74 12.95
									20,506.79	1,962.39

Schedule of Realized Gains and Losses
2012 Tax Year

Tuesday, March 12, 2013
 RAAP PEATROSS JR ANDREW H

Prepared For:
 2197-3827
 EDWARDS HOBGOOD FOUNDATION
 CUSTOM CHOICE

Quantity	Name	Security	Open Date	Cost Amount	Adjusted Cost Amount	Trade Price	Close Date	Close Amt	Close Price	Realized	% Gain or Loss

Report Summary	30,705.07	0.00	33,796.34	3,091.27
-----------------------	-----------	------	-----------	----------

Realized Gains or Losses

Short Term	1,128.88
Long Term	1,962.39

Legend

(*) Security Held Away
Open Date
 C - Covered Tax Lot
 N - Noncovered Tax Lot
 M - Net Row Contains Both Covered and Noncovered Tax Lots
 W - Open Date Reflects Wash Sale Date
Cost Amount
 E - Pre Effective
 O - Post Effective
 N - Net Average Cost
 M - Net Row Contains Tax Lots with Multiple Elections

Filter - "All Tax Years" represents the current and the previous two tax years
 This report is a service from your investment executive, not the official record of your account or a substitute for statements and confirmations. It is prepared as of trade
 rather than settlement date and its date may differ from your statement. The realized gains and losses noted above are the gross amounts, prior to fees and expenses. This
 report uses sources we believe are reliable, but we cannot guarantee their reliability or accuracy. Please call your local branch manager about discrepancies between this
 and your client statement.

*Prices for Independently Valued Investments cannot be displayed on this report and are not included in the portfolio value shown. Refer to your client statement or
 contact your investment executive for further information. Wells Fargo Advisors is the trade name used by two separate, registered broker-dealers and non-bank affiliates of
 Wells Fargo & Company providing certain retail securities brokerage services. Wells Fargo Advisors, LLC, member FINRA/SIPC, and Wells Fargo Advisors Financial
 Network, LLC, member FINRA/SIPC. Wells Fargo Advisors is not a legal or tax advisor. Securities and Insurance Products are Not FDIC-Insured, Not Bank Guaranteed, and
 May Lose Money