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 ,

H. W. DURHAM FOUNDATION, INC
5050 POPLAR AVE., SUITE 1007
MEMPHIS, TN 38157

A Employer identification number: 62-0583854

B Telephone number (see the instructions): 901-683-3583

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: [X] 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) ► $ 11,663,419.

J Accounting method: [X] 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)				
	2 Ck ► [X] if the foundn is not req to att Sch B				
	3 Interest on savings and temporary cash investments	146,157.	146,157.	146,157.	
	4 Dividends and interest from securities	85,222.	85,222.	85,222.	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	211,541.			
	b Gross sales price for all assets on line 6a 3,328,365.				
	7 Capital gain net income (from Part IV, line 2)		211,541.		
	8 Net short-term capital gain			211,541.	
	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	442,920.	442,920.	442,920.	
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	209,770.	82,750.		127,020.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits	19,582.	1,958.		17,623.
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch) SEE ST 1	7,836.	5,205.		2,631.
	c Other prof fees (attach sch) SEE ST 2	40,568.	40,568.		
	17 Interest				
	18 Taxes (attach schedule)(see instrs) SEE STM 3	15,447.	6,186.		9,260.
	19 Depreciation (attach sch) and depletion	556.	556.		
	20 Occupancy	18,776.	1,878.		16,898.
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) SEE STATEMENT 4	62,457.	12,664.		49,795.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	374,992.	151,765.		223,227.
	25 Contributions, gifts, grants paid PART XV	296,934.			296,934.
	26 **Total expenses and disbursements.** Add lines 24 and 25	671,926.	151,765.	0.	520,161.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	-229,006.			
	b **Net investment income** (if negative, enter -0-)		291,155.		
	c **Adjusted net income** (if negative, enter -0-)			442,920.	

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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	22,667.	43,421.	43,421.
	2 Savings and temporary cash investments	382,002.	540,304.	540,304.
	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	694.		
	10a Investments – U S and state government obligations (attach schedule)			
	b Investments – corporate stock (attach schedule)	2,191,198.	2,356,748.	2,356,748.
	c Investments – corporate bonds (attach schedule)	4,487,398.	4,560,275.	4,560,275.
	11 Investments – land, buildings, and equipment: basis ►			
	Less. accumulated depreciation (attach schedule) ►			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule)	4,524,435.	4,158,957.	4,158,957.
	14 Land, buildings, and equipment: basis ► 77,900.			
	Less accumulated depreciation (attach schedule) SEE STMT 5 ► 77,066.	1,391.	834.	834.
	15 Other assets (describe ► SEE STATEMENT 6)		4.	
	16 **Total assets** (to be completed by all filers – see the instructions Also, see page 1, item I)	11,609,785.	11,660,543.	11,660,539.
LIABILITIES	17 Accounts payable and accrued expenses	2,730.	2,658.	
	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 ► SEE STATEMENT 7)		2,943.	
	23 **Total liabilities** (add lines 17 through 22)	2,730.	5,601.	
NET ASSETS OR FUND BALANCES	**Foundations that follow SFAS 117, check here ► [X] and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted	11,607,055.	11,654,942.	
	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			
	30 **Total net assets or fund balances** (see instructions)	11,607,055.	11,654,942.	
	31 **Total liabilities and net assets/fund balances** (see instructions)	11,609,785.	11,660,543.	

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	11,607,055.
2 Enter amount from Part I, line 27a	2	-229,006.
3 Other increases not included in line 2 (itemize) ► SEE STATEMENT 8	3	282,716.
4 Add lines 1, 2, and 3	4	11,660,765.
5 Decreases not included in line 2 (itemize) ► SEE STATEMENT 9	5	5,823.
6 Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	11,654,942.

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 ATTACHED SCHEDULES	P	VARIOUS	VARIOUS
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	3,328,365.		3,116,824.	211,541.
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				211,541.
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	211,541.
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	211,541.

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	763,179.	11,882,419.	0.064228
2010	588,070.	11,326,159.	0.051921
2009	725,984.	12,080,557.	0.060095
2008	913,479.	14,922,086.	0.061217
2007	861,638.	16,866,387.	0.051086

2	**Total** of line 1, column (d)	2	0.288547
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	0.057709
4	Enter the net value of noncharitable-use assets for 2012 from Part X, line 5	4	11,553,801.
5	Multiply line 4 by line 3	5	666,758.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	2,912.
7	Add lines 5 and 6	7	669,670.
8	Enter qualifying distributions from Part XII, line 4	8	520,161.

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 **c** All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (b)	1	5,823.
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	5,823.
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	5,823.
6 Credits/Payments		
a 2012 estimated tax pmts and 2011 overpayment credited to 2012 — **6a** 2,880.		
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	2,880.
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	2,943.
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►	10	
11 Enter the amount of line 10 to be: **Credited to 2013 estimated tax** ► **Refunded** ►	11	

Part VII-A Statements Regarding Activities

		Yes	No
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?	1 a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1 b		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?	1 c		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?	4 a		X
b If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4 b	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) ► 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*	8 b	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 ► WWW.DURHAMFOUNDATION.ORG			
14	The books are in care of ► JIMMY R. ADKINS, CPA Telephone no ► 901-683-5100			
	Located at ► 7240 GOODLETT FARMS PKWY MEMPHIS TN ZIP + 4 ► 38016			
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			
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	N/A	
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?	☐ Yes ☒ No			
If 'Yes,' list the years ► 20__ , 20__ , 20__ , 20__				
b Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer 'No' and attach statement – see instructions)		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 10		209,770.	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	1a	11,181,783.
b	Average of monthly cash balances	1b	547,964.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	11,729,747.
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	11,729,747.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	175,946.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	11,553,801.
6	**Minimum investment return.** Enter 5% of line 5	6	577,690.

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	577,690.
2a	Tax on investment income for 2012 from Part VI, line 5 — 2a: 5,823.		
b	Income tax for 2012. (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	5,823.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	571,867.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	571,867.
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	571,867.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc, purposes		
a	Expenses, contributions, gifts, etc — total from Part I, column (d), line 26	1a	520,161.
b	Program-related investments — total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	520,161.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	520,161.

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				571,867.
2 Undistributed income, if any, as of the end of 2012				
a Enter amount for 2011 only			0.	
b Total for prior years: 20 __, 20 __, 20 __		0.		
3 Excess distributions carryover, if any, to 2012				
a From 2007				
b From 2008 154,112.				
c From 2009 126,330.				
d From 2010 30,030.				
e From 2011 174,758.				
f **Total** of lines 3a through e	485,230.			
4 Qualifying distributions for 2012 from Part XII, line 4 ► $ 520,161.				
a Applied to 2011, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2012 distributable amount				520,161.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2012 *(If an amount appears in column (d), the same amount must be shown in column (a))*	51,706.			51,706.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	433,524.			
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				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)	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	433,524.			
10 Analysis of line 9				
a Excess from 2008 102,406.				
b Excess from 2009 126,330.				
c Excess from 2010 30,030.				
d Excess from 2011 174,758.				
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 ▶ [X] 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

SEE STATEMENT 11

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

SEE STATEMENT FOR LINE 2A

c Any submission deadlines:

SEE STATEMENT FOR LINE 2A

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

SEE STATEMENT FOR LINE 2A

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 ATTACHED SCHEDULE 5050 POPLAR AVE MEMPHIS, TN 38157	NONE	EXEMPT	CHARITABLE	296,934.
Total			► 3a	296,934.
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)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	Related or exempt function income (See instructions)
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	146,157.	
4 Dividends and interest from securities			14	85,222.	
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	211,541.	
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)				442,920.	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 442,920.

(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] 5/6/13 PRESIDENT

Signature of officer or trustee | Date | Title

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
JIMMY R. ADKINS, CPA	J R. Adk, CPA	4/30/13		P01494294

Firm's name ► JACKSON HOWELL & ASSOCIATES, PLLC — Firm's EIN ► 20-3538074

Firm's address ► 7240 GOODLETT FARMS PARKWAY SUITE 101, CORDOVA, TN 38016 — Phone no (901) 683-5100

STATEMENT 1
FORM 990-PF, PART I, LINE 16B
ACCOUNTING FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	$ 7,836.	$ 5,205.		$ 2,631.
TOTAL	$ 7,836.	$ 5,205.	$ 0.	$ 2,631.

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
INVESTMENT ADVISOR FEES	$ 40,568.	$ 40,568.		
TOTAL	$ 40,568.	$ 40,568.	$ 0.	$ 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
PAYROLL TAXES	$ 15,263.	$ 6,168.		$ 9,095.
PROPERTY TAX	184.	18.		165.
TOTAL	$ 15,447.	$ 6,186.	$ 0.	$ 9,260.

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
AUTOMOBILE	$ 4,377.	$ 1,094.		$ 3,283.
BOARD EXPENSES	1,372.			1,372.
EDUCATION & TRAVEL	1,450.			1,450.
EXECUTIVE INSURANCE	31,407.	6,910.		24,498.
INSURANCE	9,525.	3,849.		5,676.
OFFICE	4,320.	432.		3,889.
PHONE	232.	23.		209.
PROFESSIONAL DUES & SUBSCRIPTIONS	6,212.			6,212.
TELEPHONE	3,562.	356.		3,206.
TOTAL	$ 62,457.	$ 12,664.	$ 0.	$ 49,795.

STATEMENT 5
FORM 990-PF, PART II, LINE 14
LAND, BUILDINGS, AND EQUIPMENT

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE	FAIR MARKET VALUE
AUTO./TRANSPORTATION EQUIP.	$ 46,686.	$ 46,686.	$ 0.	$ 0.
FURNITURE AND FIXTURES	0.	0.	0.	834.
MACHINERY AND EQUIPMENT	31,214.	30,380.	834.	0.
TOTAL	$ 77,900.	$ 77,066.	$ 834.	$ 834.

STATEMENT 6
FORM 990-PF, PART II, LINE 15
OTHER ASSETS

	BOOK VALUE	FAIR MARKET VALUE
TOTAL	$ 0.	$ 0.

STATEMENT 7
FORM 990-PF, PART II, LINE 22
OTHER LIABILITIES

TOTAL	$ 2,943.

STATEMENT 8
FORM 990-PF, PART III, LINE 3
OTHER INCREASES

NET UNREALIZED GAINS OR LOSSES ON INVESTMENTS	$ 282,716.
TOTAL	$ 282,716.

STATEMENT 9
FORM 990-PF, PART III, LINE 5
OTHER DECREASES

FEDERAL TAXES	$ 5,823.
TOTAL	$ 5,823.

STATEMENT 10
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
SUSAN COOPER 6678 N KIRBY OAKS COVE MEMPHIS, TN 38119	DIRECTOR 1.00	$ 1,050.	$ 0.	$ 0.
JENKS E. MCCORY 345 CINNAMON DRIVE MEMPHIS, TN 38117	PRESIDENT 35.00	100,820.	0.	0.
JOHN B. COLEMAN, JR 624 AZALEA TERRACE CIRCLE MEMPHIS, TN 38117	VICE PRESIDENT 1.00	1,850.	0.	0.
LARRY BOONE 973 W. TREE DR COLLIERVILLE, TN 38017	DIRECTOR 1.00	1,850.	0.	0.
KAYE D. BROOKSBANK 251 BREMINGHTON PL MEMPHIS, TN 38111	DIRECTOR 1.00	1,800.	0.	0.
HUGH MCHENRY 265 RIDGECREST LANE KILLEN, AL 35645	DIRECTOR 1.00	1,800.	0.	0.
BETTIE DURHAM 12001 DEFENDER DR HUNSTSVILLE, AL 35803	DIRECTOR 1.00	1,050.	0.	0.
ERICH DURHAM 1408 WIND RIVER DRIVE HUNTSVILLE, AL 35802	DIRECTOR 1.00	1,050.	0.	0.
LINDA NICHOLS 2033 HALLWOOD MEMPHIS, TN 38107	DIRECTOR 1.00	1,450.	0.	0.
CHRIS COOPER 6678 N KIRBY OAKS DRIVE MEMPHIS, TN 38119	SECRETARY 35.00	96,000.	0.	0.
LISA DURHAM 1408 WIND RIVER DRIVE HUNTSVILLE, AL 35802	DIRECTOR 1.00	1,050.	0.	0.
	TOTAL	$ 209,770.	$ 0.	$ 0.

STATEMENT 11
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

NAME OF GRANT PROGRAM:	
NAME:	
CARE OF:	
STREET ADDRESS:	5050 POPLAR AVE STE 1007
CITY, STATE, ZIP CODE:	MEMPHIS, TN 38157
TELEPHONE:	901-683-3583
E-MAIL ADDRESS:	
FORM AND CONTENT:	NONE
SUBMISSION DEADLINES:	NONE
RESTRICTIONS ON AWARDS:	GRANTS ARE MADE TO BENEFIT THE ELDERLY

HW DURHAM GRANTS 2012

Date	Grant #	Check #	Amount		Reciepent	Purpose
9/27/2012	201229	3204	$5,000.00		Aging Commission of the Mid South	Funds
7/2/2012	201217	3156	$18,500.00		Alzheimer's Assn	Grashot renovation1
5/21/2012	201217	3136	$18,500.00		Alzheimer's Day Svc	Grashot renovation1
7/2/2012	mg201202	3157	$1,000.00	38,000.00	Alzheimer's Day Svc	matching grant for Coleman
3/5/2012	201211	3091	$2,500.00		Baddour Center	Golf Tournament
9/19/2012	201222	3194	$47,544.00		Creative Aging Memphis	Arts for Elders
3/5/2012	201212	3092	$4,812.00		Crime Stoppers of Memphis & Shelby Co	Bus signs
9/19/2012	201225	3195	$19,005.00	23,817.00	Crime Stoppers of Memphis & Shelby Co	Senior B Safe
3/15/2012	201206	3102	$8,000.00		Delta Arts	Performing arts series
3/5/2012	201210	3090	$5,000 00		Friends of the Pink Palace	Senior Sunday
9/19/2012	201228	3197	$1,000.00		Friends of the Shelter Animal	spay/neuter
3/5/2012	201209	3089	$956.28		Funeral Con Alliance of the Mid South	Funeral price survey
2/27/2012		3083	$350.00		Harding School of Theology	Board member donated fee
3/5/2012	201214	3094	$5,000.00		Harding School of Theology	Scholars
4/16/2012	mg201201	3115	$1,000.00		Harding School of Theology	matching grant Larry Boone
5/14/2012		3131	$350.00		Harding School of Theology	Board member donated fee
9/6/2012		3188	$350 00	7,050 00	Harding School of Theology	Board member donated fee
9/27/2012	201230	3205	$2,500 00		Jewish Family Services	Senior Fair
5/25/2012	201215	3141	$5,000.00		Living Independence of MS	Living independence
3/20/2012	201204	3101	$10,000 00		memphis Literary Council	Large print & audio books
3/12/2012	201202	3097	$5,000.00		Memphis Theological Seminary	Scholarships
5/25/2012	201216	3139	$6,000.00		MERI	Disaster respone training
9/26/2012	201227	3198	$43,225.00		Mid South Food Bank	Refrigeration Units
5/25/2012	201219	3140	$10,000.00		Mid South Spay & Neuter svc	spay/neuter
9/19/2012	201229	3196	$39,000 00		MIFA	Meals on Wheels
12/25/2012	mg201203	3231	$1,000.00		St Mary's Cathedral	matching grant for McCroy
6/14/2012	201221	3150	$2,800.00		UT Extension	Elder abuse awareness
3/5/2012	201213	3093	$2,500 00		Wesley Senior Ministries	Golf Tournament
5/25/2012	201220	3142	$2,500.00		Wesley Senior Ministries	
7/18/2012	201205	3163	$28,542.00		WKNO	Best times tv show
			$296,934.28		Total	

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
WASH MUTL INVS FD INC CLASS A CUSIP 939330106	590.55100	25.4000	09/28/10	01/20/12	17,317.38	15,000.00	2,317.38
	261.81900	25.8600	11/23/10	01/20/12	7,677.62	6,770.64	906.98
	704.92500	25.8600	11/23/10	11/30/12	22,007.75	18,229.36	3,778.39
	12.68400	27.0100	12/20/10	11/30/12	395.99	342.60	53.39
	708.71700	28.2200	02/23/11	11/30/12	22,126.15	20,000.00	2,126.15
	12.75100	27.7000	03/21/11	11/30/12	398.08	353.20	44.88
	12.63500	28.1100	06/20/11	11/30/12	394.46	355.17	39.29
	14.00000	25.5100	09/26/11	11/30/12	437.08	357.13	79.95
	908.43000	27.5200	11/09/11	11/30/12	28,361.20	25,000.00	3,361.20
Subtotal	**3,226.51200**				**99,115.71**	**86,408.10**	**12,707.61**
TOTAL LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$659,781.61**	**$604,857.30**	**$54,924.31**

WELLS FARGO ADVISORS

2012 ENHANCED SUMMARY

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
	794.91300	31.4500	02/24/11	11/30/12	27,138.33	25,000.00	2,138.33
Subtotal	**4,338.83000**				**138,784.69**	**125,745.50**	**13,039.19**
INVESTMENT CO AMERICA CLAS A CUSIP 461308108							
	396.51100	25.2200	05/07/10	01/20/12	11,247.89	10,000.00	1,247.89
	2.09500	24.6100	06/14/10	01/20/12	59.42	51.55	7.87
	2.03000	25.5300	09/20/10	01/20/12	57.58	51.82	5.76
	582.52400	25.7500	09/22/10	01/20/12	16,524.56	15,000.00	1,524.56
	573.39400	26.1600	09/28/10	01/20/12	16,265.57	15,000.00	1,265.57
	205.87100	26.7100	11/23/10	01/20/12	5,839.98	5,498.82	341.16
	730.10800	26.7100	11/23/10	11/30/12	22,363.20	19,501.18	2,862.02
	15.06300	28.1300	12/27/10	11/30/12	461.37	423.73	37.64
	1,191.78500	28.6800	01/21/11	11/30/12	36,504.39	34,180.40	2,323.99
	16.47600	29.1900	03/07/11	11/30/12	504.66	480.92	23.74
	17.26400	27.9800	06/13/11	11/30/12	528.79	483.06	45.73
	18.43200	26.3300	09/19/11	11/30/12	564.57	485.31	79.26
Subtotal	**3,751.55300**				**110,921.98**	**101,156.79**	**9,765.19**
SMALLCAP WORLD FD A CUSIP 831681101							
	219.98700	31.8200	05/07/10	01/20/12	7,804.35	7,000.00	804.35
	285.71400	35.0000	09/22/10	01/20/12	10,136.11	10,000.00	136.11
	279.95500	35.7200	09/28/10	01/20/12	9,931.81	10,000.00	-68.19
	10.62900	38.5100	12/29/10	01/20/12	377.07	409.33	-32.26
	695.73700	38.1700	02/24/11	11/30/12	27,328.54	26,556.29	772.25
	804.29000	33.5700	11/09/11	11/30/12	31,592.51	27,000.00	4,592.51
Subtotal	**2,296.31200**				**87,170.39**	**80,965.62**	**6,204.77**

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
	599.52000	41.7000	02/24/11	11/30/12	24,454.42	25,000.00	-545.58
Subtotal	**2,675.03800**				**104,062.54**	**104,166.81**	**-104.27**
FUNDAMENTAL INVS INC CLASS A CUSIP 360802102	627.94300	31.8500	05/07/10	01/20/12	23,344.58	20,000.00	3,344.58
	462.53500	32.4300	05/17/10	01/20/12	17,195.33	15,000.00	2,195.33
	4.30200	30.4200	06/10/10	01/20/12	159.93	130.86	29.07
	3.99200	32.9100	09/16/10	01/20/12	148.40	131.37	17.03
	246.03700	33.6500	09/28/10	01/20/12	9,146.76	8,279.15	867.61
	51.14000	33.6500	09/28/10	11/30/12	2,068.61	1,720.85	347.76
	723.38000	34.5600	11/23/10	11/30/12	29,260.72	25,000.00	4,260.72
	12.34900	36.0400	12/16/10	11/30/12	499.51	445.06	54.45
	669.88200	37.3200	01/12/11	11/30/12	27,096.73	25,000.00	2,096.73
	8.67100	38.7700	03/07/11	11/30/12	350.74	336.19	14.55
	8.95200	37.6700	06/10/11	11/30/12	362.10	337.23	24.87
	10.33700	34.0900	09/15/11	11/30/12	418.13	352.40	65.73
Subtotal	**2,829.52000**				**110,051.54**	**96,733.11**	**13,318.43**
GROWTH FUND AMERICA CL A CUSIP 399874106	732.86900	27.2900	05/17/10	01/20/12	22,248.41	20,000.00	2,248.41
	906.78300	27.5700	09/22/10	01/20/12	27,528.09	25,000.00	2,528.09
	537.24900	27.9200	09/28/10	01/20/12	16,309.79	15,000.00	1,309.79
	293.45500	28.8700	11/23/10	01/20/12	8,908.71	8,472.05	436.66
	572.49600	28.8700	11/23/10	11/30/12	19,545.01	16,527.95	3,017.06
	24.57200	30.3400	12/22/10	11/30/12	838.88	745.50	93.38
	476.49300	31.4800	02/23/11	11/30/12	16,267.47	15,000.00	1,267.47

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
INVESTMENT CO AMERICA CLAS A CUSIP 461308108	26.43900	26.9600	12/23/11	11/30/12	809.83	712.80	97.03
SMALLCAP WORLD FD A CUSIP 831681101	391.74700	38.2900	02/23/11	01/20/12	13,897.80	15,000.00	-1,102.20
	221.21300	38.1700	02/24/11	01/20/12	7,847.86	8,443.71	-595.85
	9.27700	33.2400	12/28/11	11/30/12	364.41	308.38	56.03
Subtotal	**622.23700**				**22,110.07**	**23,752.09**	**-1,642.02**
WASH MUTL INVS FD INC CLASS A CUSIP 939330106	26.43700	27.4600	12/19/11	11/30/12	825.36	725.97	99.39
TOTAL SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$52,555.68**	**$53,331.01**	**-$775.33**

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
AMERICAN FUNDS MONEY MARKET FUND CLASS A CUSIP 02630U107	9,679.76000	1.0000	03/26/09	01/20/12	9,674.76	9,681 37	-6 61
EUROPACIFIC GROWTH FD CLASS A CUSIP 298706102	374.96400	34.6700	05/07/10	01/20/12	13,891.02	13,000.00	891.02
	284.98100	35.0900	05/17/10	01/20/12	10,557.48	10,000.00	557.48
	384.12300	39.0500	09/22/10	01/20/12	14,230.33	15,000.00	-769.67
	305.46000	39.6700	09/28/10	01/20/12	11,316.17	12,117.62	-801.45
	72.65900	39.6700	09/28/10	11/30/12	2,963.76	2,882.38	81.38
	624.84400	40.0100	11/23/10	11/30/12	25,487.38	25,000.00	487.38
	28.48700	40.9600	12/28/10	11/30/12	1,161.98	1,166.81	-4.83

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR COVERED SECURITIES

Continued

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
INVESTMENT CO AMERICA CLAS A CUSIP 461308108	8.79600	29.7900	03/15/12	11/30/12	269.42	262.02	7.40
	9.28900	28.3300	06/11/12	11/30/12	284.52	263.17	21.35
	8.45700	31.2600	09/17/12	11/30/12	259.05	264.37	-5.32
Subtotal	**26.54200**				**812.99**	**789.56**	**23.43**
WASH MUTL INVS FD INC CLASS A CUSIP 939330106	13.12900	30.1700	03/26/12	11/30/12	409.89	396.10	13.79
	13.50000	29.5000	06/18/12	11/30/12	421.47	398.26	23.21
	12.66600	31.6200	09/24/12	11/30/12	395.44	400.49	-5.05
Subtotal	**39.29500**				**1,226.80**	**1,194.85**	**31.95**
TOTAL SHORT TERM GAINS OR LOSSES FOR COVERED SECURITIES					**$2,633.97**	**$2,550.80**	**$83.17**

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
CAPITAL WORLD BOND FD CL A CUSIP 140541103	1,196.17200	20.8200	11/09/11	03/28/12	25,000.00	24,904.30	95.70
EUROPACIFIC GROWTH FD CLASS A CUSIP 298706102	44.88800	35.1600	12/28/11	11/30/12	1,830.99	1,578.27	252.72
FUNDAMENTAL INVS INC CLASS A CUSIP 360802102	20.75600	34.0800	12/16/11	11/30/12	839.59	707.38	132.21
GROWTH FUND AMERICA CL A CUSIP 399874106	33.38700	28.4600	12/21/11	11/30/12	1,139.84	950.20	189.64

WELLS FARGO ADVISORS

Account Number: 2918-6756
H W DURHAM FOUNDATION INC

Realized Gain/Loss

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Federal tax reporting requirements will create differences between the information presented here and what appears on your Form 1099-B, including but not limited to the following situations:

* Cost basis for many fixed income tax lots has been amortized (for securities purchased at a premium) or accreted (for securities purchased at a discount), when possible, for applicable securities. For securities that were purchased at an Original Issue Discount (OID), only those positions whose cost basis has been adjusted will reflect the impacts of the OID accruals on the original cost basis. The original issue discount amount reported on your Form 1099-OID is not adjusted for market discount, acquisition premium or bond premium. Therefore, the amortization and accretion adjustments used on this statement may not be consistent with the Form 1099-OID amount because the reporting requirements on the Form 1099-OID are different.
* The Original Price represents the unadjusted price of the security. The Original Price can be used to calculate the original unadjusted cost of the security.
* Long-term capital gains reported by a RIC or REIT appear on Form 1099-DIV only, as noted in the instructions for that form.
* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

REALIZED GAIN/LOSS SUMMARY	COVERED SECURITIES	NONCOVERED SECURITIES	TOTAL
Short term	$83.17	-$775.33	-$692.16
Long term	$0.00	$54,924.31	$54,924.31
Unknown term	Not applicable	$0.00	$0.00
Index options	Not applicable	$0.00	$0.00
Total - Realized Gain/Loss	$83.17	$54,148.98	$54,232.15

Realized Gain/Loss Detail

SHORT TERM GAINS OR LOSSES FOR COVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FUNDAMENTAL INVS INC CLASS A CUSIP 360802102	4.77500	39.4100	03/19/12	11/30/12	193.15	188.18	4.97
	5.18800	36.3900	06/14/12	11/30/12	209.85	188.78	21.07
	4.72600	40.0800	09/13/12	11/30/12	191.18	189.43	1.75
Subtotal	14.68900				594.18	566.39	27.79

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WELLS FARGO ADVISORS

2012 ENHANCED SUMMARY

Account Number: 2918-6754
H W DURHAM FOUNDATION

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
WELLS FARGO COMPANY SR UNSECURED NOTES CPN 5 250% DUE 10/23/12 DTD 10/23/07 FC 04/23/08 CUSIP 949746NW7	75,000.00000	99 9165 97.2330	03/27/09	10/23/12	75,000.00	74,937.43 72,924.75	62.57
TOTAL LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$211,765.50**	**$209,785.93** **$205,843.25**	**$1,979.57**

Account Number: 2918-6754
H W DURHAM FOUNDATION

Realized Gain/Loss

Realized Gain/Loss Detail

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
BOEING CAPITAL CORP GLOBAL NOTES CPN 6.500% DUE 02/15/12 DTD 11/09/01 FC 02/15/02 CUSIP 097014AG9	50,000.00000	99.8770	10/27/08	02/15/12	50,000.00	49,938.50	61.50
CORNING INC NOTES CALLABLE CPN 6.200% DUE 03/15/16 DTD 03/12/04 FC 09/15/04 CUSIP 219350AN5	10,000.00000	99.9950	01/13/09	11/26/12	11,765.50	9,999.50	1,766.00
GENERAL ELEC CAP CORP INTERNOTES MONTHLY PAY - CALLABLE CPN 4.750% DUE 05/15/15 DTD 05/15/03 FC 06/15/03 CALL 01/15/13 @ 100.000 CUSIP 36966REU6	25,000.00000	100.2660	09/20/10	12/17/12	25,000.00	25,066.50	-66.50
METLIFE INC SENIOR NOTES SEMI-ANNUAL PAY CPN 5.375% DUE 12/15/12 DTD 12/10/02 FC 06/15/03 CUSIP 59156RAD0	50,000.00000	99.6880 95.8280	03/24/09	12/17/12	50,000.00	49,844.00 47,914.00	156.00

WELLS FARGO ADVISORS

Account Number: 2918-6754
H W DURHAM FOUNDATION

Realized Gain/Loss

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* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

REALIZED GAIN/LOSS SUMMARY	COVERED SECURITIES	NONCOVERED SECURITIES	TOTAL
Short term	$0.00	$0.00	$0.00
Long term	$0.00	$1,979.57	$1,979.57
Unknown term	Not applicable	$0.00	$0.00
Index options	Not applicable	$0.00	$0.00
Total - Realized Gain/Loss	$0.00	$1,979.57	$1,979.57

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
US TREASURY INFLATION PROTECTED NOTE CPN 3 000% DUE 07/15/12 DTD 07/15/02 FC 01/15/03 CUSIP 912828AF7							
	13,000.00000	128.5096 106.0784	06/15/10	07/16/12	16,626.87	16,706.26 16,706.26	-79.39
	1,000.00000	129.3210 106.6096	08/11/10	07/16/12	1,278.99	1,293.21 1,293.21	-14.22
Subtotal	**14,000.00000**				**17,905.86**	**17,999.47** **17,999.47**	**-93.61**
TOTAL LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$148,155.10**	**$147,501.84** **$193,261.38**	**$653.26**

WELLS FARGO ADVISORS

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
US TREASURY NOTES CPN 0.875% DUE 02/29/12 DTD 02/28/10 FC 08/31/10 CUSIP 912828MQ0	24,000.00000	100.3050	06/15/10	02/29/12	24,000.00	24,073.21	-73.21
US TREASURY INFLATION IDX NOTE CPN 2.500% DUE 01/15/29 DTD 01/15/09 FC 07/15/09 CUSIP 912810PZ5	2,000.00000	118.5685 112.9535	12/08/10	01/26/12	2,842.10	2,371.37 2,299.15	470.73
US TREASURY NOTE CPN 3 625% DUE 04/15/28 DTD 04/15/98 FC 10/15/98 CUSIP 912810FD5	2,000.00000	187.0090 135.0937	09/29/10	02/14/12	4,252.30	3,740.18 3,641.86	512.12
	2,000.00000	190.5455 137.6721	10/27/10	02/14/12	4,252.30	3,810.91 3,715.85	441.39
	1,000.00000	178.1040 128.4221	12/08/10	02/14/12	2,126.16	1,781.04 1,734.97	345.12
Subtotal	**5,000.00000**				**10,630.76**	**9,332.13** **9,092.68**	**1,298.63**
US TREASURY WI NOTES CPN 2.125% DUE 08/15/21 DTD 08/15/11 FC 02/15/12 CUSIP 912828RC6	16,000.00000	101.2500	09/13/11	09/17/12	16,651.88	16,200.00	451.88

2012 ENHANCED SUMMARY

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FNMA PASS THRU POOL 995018 DTD 10/01/08 CPN 5 500% DUE 06/01/38 DTD 10/01/08 FC 11/25/08 CUSIP 31416BK72	30,000.00000	25.6777 107.4062	06/15/10	11/28/12	6,936.31	7,703.31 18,950.01	-767.00
FNMA PASS THRU POOL 889982 DTD 10/01/08 CPN 5 500% DUE 11/01/38 DTD 10/01/08 FC 11/25/08 CUSIP 31410KXK5	1,000.00000	34.8770 107.7031	07/15/10	04/16/12	333.26	348.77 629.58	-15.51
FNMA PASS THRU POOL 745275 DTD 01/01/06 CPN 5.000% DUE 02/01/36 DTD 01/01/06 FC 02/25/06 CUSIP 31403C6L0	30,000.00000	27.0737 105.6406	06/15/10	11/26/12	7,743.01	8,122.13 18,132.63	-379.12
	3,000.00000	27.2256 105.9062	06/17/10	11/26/12	774.30	816.77 1,817.82	-42.47
	1,000.00000	27.3550 106.2500	07/14/10	11/26/12	258.10	273.55 596.45	-15.45
	1,000.00000	27.4460 106.5468	08/12/10	11/26/12	258.11	274.46 585.80	-16.35
Subtotal	**35,000.00000**				**9,033.52**	**9,486.91** **21,132.70**	**-453.39**
US TREASURY NOTES CPN 1.375% DUE 03/15/13 DTD 03/15/10 FC 09/15/10 CUSIP 912828MT4	5,000.00000	100.6523	06/15/10	03/01/12	5,060.35	5,032.62	27.73

WELLS FARGO ADVISORS

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FNMA PASS THRU POOL 934231 DTD 12/01/08 CPN 5.000% DUE 01/01/39 DTD 12/01/08 FC 01/25/09 CUSIP 31412TLL5	36,000.00000	20.1948 107.3906	10/11/11	11/15/12	6,761.48	7,270.13 14,576.39	-508.65
FNMA PASS THRU POOL AE0115 DTD 06/01/10 CPN 5 500% DUE 12/01/35 DTD 06/01/10 FC 07/25/10 CUSIP 31419ADV6	34,000.00000	52.1960 107.8398	04/19/11	11/28/12	17,228.14	17,746.65 28,492.03	-518.51
FNMA PASS THRU POOL AE0984 DTD 02/01/11 CPN 4.500% DUE 02/01/41 DTD 02/01/11 FC 03/25/11 CUSIP 31419BCW3	10,000.00000	86.0489 101.8906	03/02/11	04/05/12	8,991.19	8,604.89 10,160.78	386.30
FNMA PASS THRU POOL 986761 DTD 07/01/08 CPN 5 500% DUE 07/01/38 DTD 07/01/08 FC 08/25/08 CUSIP 31415RFA7	3,000.00000	42.0020 107.7968	06/17/10	04/18/12	1,207.55	1,260.06 2,243.79	-52.51
	2,000.00000	30.6720 107.7968	06/17/10	11/30/12	558.92	613.44 1,495.86	-54.52
Subtotal	**5,000.00000**				**1,766.47**	**1,873.50 3,739.65**	**-107.03**

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
	2,000.00000	133.3445 126.8281	08/02/11	02/29/12	2,849.82	2,666.89 2,669.45	182.93
	2,000.00000	133.3585 126.8281	08/02/11	03/01/12	2,831.15	2,667.17 2,669.45	163.98
Subtotal	**16,000.00000**				**22,848.57**	**20,515.44 20,397.23**	**2,333.13**
TOTAL SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$117,329.17**	**$113,609.76 $117,319.02**	**$3,719.41**

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FEDERAL NATL MTG ASSN NOTES CPN 0 750% DUE 12/18/13 DTD 11/01/10 FC 12/18/10 CUSIP 31398A5W8	8,000.00000	99.4581 98.8470	01/11/11	08/03/12	8,052.96	7,956.65 7,907.76	96.31
	5,000.00000	99.2138 98.4506	03/29/11	08/03/12	5,033.10	4,960.69 4,922.53	72.41
Subtotal	**13,000.00000**				**13,086.06**	**12,917.34 12,830.29**	**168.72**
FHLMC GOLD PASS THRU POOL A97047 DTD 02/01/11 CPN 4.500% DUE 02/01/41 DTD 02/01/11 FC 03/15/11 CUSIP 312945ZL5	8,000.00000	81 7692 100.6601	02/11/11	04/16/12	6,927.72	6,541.54 8,052.82	386.18

2012 ENHANCED SUMMARY

WELLS FARGO ADVISORS

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
	11,000.00000	100.4218	02/16/12	12/07/12	11,524.23	11,046.41	477.82
	1,000.00000	104.0664	06/19/12	12/07/12	1,047.66	1,040.66	7.00
Subtotal	**29,000.00000**				**30,382.03**	**29,202.93**	**1,179.10**
US TREASURY NOTES CPN 1.500% DUE 07/31/16 DTD 07/31/11 FC 01/31/12 CUSIP 912828QX1	11,000.00000	102.0703	08/08/11	03/01/12	11,342.89	11,227.73	115.16
US TREASURY NOTES CPN 0.875% DUE 02/29/12 DTD 02/28/10 FC 08/31/10 CUSIP 912828MQ0	2,000.00000	100.3750	09/13/11	02/29/12	2,000.00	2,007.50	-7.50
US TREASURY INFLATION IDX NOTE CPN 2 500% DUE 01/15/29 DTD 01/15/09 FC 07/15/09 CUSIP 912810PZ5							
	3,000.00000	118.2990 112.5937	03/29/11	01/26/12	4,263.16	3,548.97 3,463.65	714.19
	1,000.00000	118 2890 112.5937	03/29/11	01/27/12	1,425.21	1,182.89 1,154.54	242.32
	2,000.00000	125.9810 119.6340	07/12/11	01/27/12	2,850.42	2,519.62 2,511.00	330.80
	1,000.00000	125.9750 119.6340	07/12/11	01/31/12	1,442.91	1,259.75 1,255.50	183.16
	1,000.00000	133.6040 126.8281	08/02/11	01/31/12	1,442.91	1,336.04 1,334.73	106.87
	4,000.00000	133.3527 126.8281	08/02/11	02/28/12	5,742.99	5,334.11 5,338.91	408.88

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FNMA PASS THRU POOL 745418 DTD 03/01/06 CPN 5.500% DUE 04/01/36 DTD 03/01/06 FC 04/25/06 CUSIP 31403DDX4							
	5,000.00000	31.0782 109.7187	09/09/11	04/05/12	1,526.08	1,553.91 1,844.63	-27.83
	3,000.00000	31.0783 109.7187	09/09/11	04/16/12	915.39	932.35 1,106.78	-16.96
	4,000.00000	31.0780 109.7187	09/09/11	04/18/12	1,216.35	1,243.12 1,475.70	-26.77
Subtotal	**12,000.00000**				**3,657.82**	**3,729.38 4,427.11**	**-71.56**
US TREASURY NOTES CPN 2.000% DUE 02/15/22 DTD 02/15/12 FC 08/15/12 CUSIP 912828SF8							
	6,000.00000	100.9453	02/28/12	09/14/12	6,120.93	6,056.72	64.21
	4,000.00000	100.0312	02/29/12	09/14/12	4,080.62	4,001.25	79.37
	1,000.00000	99.6328	03/01/12	09/14/12	1,020.16	996.33	23.83
	2,000.00000	96.8210 96.6718	03/20/12	09/14/12	2,040.32	1,936.42 1,933.44	103.90
Subtotal	**13,000.00000**				**13,262.03**	**12,990.72 12,987.74**	**271.31**
US TREASURY NOTES CPN 2.000% DUE 11/15/21 DTD 11/15/11 FC 05/15/12 CUSIP 912828RR3							
	10,000.00000	100.3906	01/26/12	12/07/12	10,476.56	10,039.06	437.50
	4,000.00000	100.6718	01/27/12	12/07/12	4,190.62	4,026.88	163.74
	3,000.00000	101.6640	01/31/12	12/07/12	3,142.96	3,049.92	93.04

WELLS FARGO ADVISORS

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FNMA PASS THRU POOL 888343 DTD 04/01/07 CPN 5.000% DUE 11/01/35 DTD 04/01/07 FC 05/25/07 CUSIP 31410F5C5	5,000.00000	30.7020 109.4804	09/07/12	11/26/12	1,505.72	1,535.10 1,662.14	-29.38
FNMA PASS THRU POOL AI4815 DTD 06/01/11 CPN 4.500% DUE 06/01/41 DTD 06/01/11 FC 07/25/11 CUSIP 3138AJK50	5,000.00000	83.4952 106.4687	03/07/12	04/16/12	4,189.62	4,174.76 4,325.05	14.86
FNMA PASS THRU POOL AA5224 DTD 03/01/09 CPN 4.500% DUE 03/01/39 DTD 03/01/09 FC 04/25/09 CUSIP 31416NYW6	3,000.00000	59.2790 104.2968	06/09/11	04/16/12	1,803.65	1,778.37 2,287.69	25.28
FNMA PASS THRU POOL 889974 DTD 10/01/08 CPN 5.000% DUE 09/01/35 DTD 10/01/08 FC 11/25/08 CUSIP 31410KXB5	8,000.00000	45.6580 108.0937	02/08/12	04/16/12	3,656.32	3,652.64 3,879.70	3.68
FNMA PASS THRU POOL 735893 DTD 09/01/05 CPN 5.000% DUE 10/01/35 DTD 09/01/05 FC 10/25/05 CUSIP 31402RRN1	25,000.00000	27.3744 109.1250	07/10/12	11/26/12	6,677.47	6,843.61 8,062.06	-166.14

2012 ENHANCED SUMMARY

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

Realized Gain/Loss Detail

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FEDERAL HOME LN MTG CORP NOTES CPN 0.625% DUE 12/29/14 DTD 12/16/11 FC 06/29/12 CUSIP 3137EADA4	6,000.00000	99.8640	03/14/12	08/03/12	6,040.26	5,991.84	48.42
FHLMC GOLD PASS THRU POOL G04688 DTD 09/01/08 CPN 5.500% DUE 09/01/38 DTD 09/01/08 FC 10/15/08 CUSIP 3128M6RH3	6,000.00000	31.2341 107.9296	11/10/11	04/18/12	1,861.12	1,874.05 2,227.46	-12.93
FHLMC GOLD PASS THRU POOL A97618 DTD 03/01/11 CPN 4.500% DUE 03/01/41 DTD 03/01/11 FC 04/15/11 CUSIP 312946PB6	4,000.00000	86.1770 105.2812	11/10/11	04/05/12	3,451.10	3,447.08 3,899.87	4.02
FNMA PASS THRU POOL AE0609 DTD 11/01/10 CPN 5 500% DUE 04/01/37 DTD 11/01/10 FC 12/25/10 CUSIP 31419AVB0	5,000.00000	71.4412 109.3906	03/07/12	04/05/12	3,575.26	3,572.06 3,662.63	3.20
FNMA PASS THRU POOL AJ8203 DTD 12/01/11 CPN 4.500% DUE 01/01/42 DTD 12/01/11 FC 01/25/12 CUSIP 3138E1DH7	1,000.00000	106.6550 107.6250	02/08/12	04/16/12	1,075.31	1,066.55 1,070.34	8.76

WELLS FARGO ADVISORS

Account Number: 2918-6752
H W DURHAM FOUNDATION INC C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

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Federal tax reporting requirements will create differences between the information presented here and what appears on your Form 1099-B, including but not limited to the following situations:

* Cost basis for many fixed income tax lots has been amortized (for securities purchased at a premium) or accreted (for securities purchased at a discount), when possible, for applicable securities. For securities that were purchased at an Original Issue Discount (OID), only those positions whose cost basis has been adjusted will reflect the impacts of the OID accruals on the original cost basis. The original issue discount amount reported on your Form 1099-OID is not adjusted for market discount, acquisition premium or bond premium. Therefore, the amortization and accretion adjustments used on this statement may not be consistent with the Form 1099-OID amount because the reporting requirements on the Form 1099-OID are different.
* The Original Price represents the unadjusted price of the security. The Original Price can be used to calculate the original unadjusted cost of the security.
* Long-term capital gains reported by a RIC or REIT appear on Form 1099-DIV only, as noted in the instructions for that form.
* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

REALIZED GAIN/LOSS SUMMARY	COVERED SECURITIES	NONCOVERED SECURITIES	TOTAL
Short term	$0.00	$3,719.41	$3,719.41
Long term	$0.00	$653.26	$653.26
Unknown term	Not applicable	$0.00	$0.00
Index options	Not applicable	$0.00	$0.00
Total - Realized Gain/Loss	$0.00	$4,372.67	$4,372.67

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WELLS FARGO ADVISORS

Account Number: 2918-6748
H W DURHAM FOUNDATION INC C/O
GARY J. HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Continued

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
SCIENCE APPLICATIONS INT GLOBAL NOTES CALLABLE CPN 6 250% DUE 07/01/12 DTD 06/28/02 FC 01/01/03 CUSIP 808626AC9	25,000.00000	103.8290	08/22/03	07/02/12	25,000.00	25,957.25	-957.25
	15,000.00000	101.6250	04/21/09	07/02/12	15,000.00	15,243.75	-243.75
Subtotal	**40,000.00000**				**40,000.00**	**41,201.00**	**-1,201.00**
THERMO ELECTRON CORP NOTES RULE 144A W/ REG RIGHTS CALLABLE CPN 5.000% DUE 06/01/15 DTD 05/27/05 FC 12/01/05 CUSIP 883556AP7	10,000.00000	99.1250	05/19/09	07/19/12	11,062.40	9,912.50	1,149.90
UNION PACIFIC CORP NOTES CPN 5.375% DUE 05/01/14 DTD 05/04/04 FC 11/01/04 CUSIP 907818CT3	15,000.00000	98.4140	01/30/07	07/19/12	16,106.25	14,762.10	1,344.15
TOTAL LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$1,479,524.20**	**$1,325,372.04** **$1,324,082.10**	**$154,152.16**

Account Number: 2918-6748
H W DURHAM FOUNDATION INC C/O
GARY J. HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
BEMIS COMPANY INC SR SUBORDINATED CPN 4.875% DUE 04/01/12 DTD 03/17/05 FC 10/01/05 CUSIP 081437AE5	10,000.00000	102.7100	07/21/09	04/02/12	10,000.00	10,271.00	-271.00
EKS EGS LNKD TO S&P 500 INDEX CPN 0.000% DUE 04/05/12 DTD 02/01/10 CUSIP 282645TX8	700,000.00000	100.0000	01/27/10	01/19/12	793,590.00	700,000.00	93,590.00
EKSPORTFINANS EGS LNKD TO BSKT OF ETFS CPN 0 000% DUE 06/05/14 DTD 06/01/10 CUSIP 282645UZ1	500,000.00000	100.0000	05/26/10	04/23/12	555,500.00	500,000.00	55,500.00
HOME DEPOT INC SENIOR NOTES CPN 5.400% DUE 03/01/16 DTD 03/24/06 FC 09/01/06 CUSIP 437076AP7	15,000.00000	89.0236 80.4240	12/05/08	07/19/12	17,369.85	13,353.54 12,063.60	4,016.31
HUSKY ENERGY INC SENIOR NOTES CPN 5.900% DUE 06/15/14 DTD 05/11/09 FC 12/15/09 CUSIP 448055AE3	10,000.00000	101.3080	05/13/09	07/19/12	10,895.70	10,130.80	764.90
M & T BANK CORPORATION SENIOR NOTES CPN 5.375% DUE 05/24/12 DTD 05/24/07 FC 11/24/07 CUSIP 55261FAA2	15,000.00000	102.0800	07/28/09	05/24/12	15,000.00	15,312.00	-312.00

Account Number: 2918-6748
H W DURHAM FOUNDATION INC C/O
GARY J. HOWELL

Realized Gain/Loss

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* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

REALIZED GAIN/LOSS SUMMARY	COVERED SECURITIES	NONCOVERED SECURITIES	TOTAL
Short term	$0.00	$0.00	$0.00
Long term	$0.00	$154,152.16	$154,152.16
Unknown term	Not applicable	$0.00	$0.00
Index options	Not applicable	$0.00	$0.00
Total - Realized Gain/Loss	$0.00	$154,152.16	$154,152.16

Realized Gain/Loss Detail

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
AOL TIME WARNER GLOBAL NOTE CALLABLE CPN 6.875% DUE 05/01/12 DTD 04/08/02 FC 11/01/02 CUSIP 00184AAF2	10,000.00000	104.2910	04/28/09	05/01/12	10,000.00	10,429.10	-429.10

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
US TREASURY NOTES CPN 4.000% DUE 11/15/12 DTD 11/15/02 FC 05/15/03 CUSIP 912828AP5	30,000 00000	107.3909	06/22/10	11/15/12	30,000.00	32,217.29	-2,217.29
WALGREEN CO NOTES CALLABLE CPN 5.250% DUE 01/15/19 DTD 01/13/09 FC 07/15/09 CUSIP 931422AE9	15,000.00000	112.1020	06/22/10	08/14/12	17,290 95	16,815.30	475.65
WESTERN UNION CO NOTES CALLABLE CPN 5 930% DUE 10/01/16 DTD 09/29/06 FC 04/01/07 CUSIP 959802AB5	10,000.00000	115.6240	09/14/10	12/13/12	10,983.20	11,562.40	-579.20
TOTAL LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$402,305.66**	**$408,347.61**	**-$6,041.95**

WELLS FARGO ADVISORS

2012 ENHANCED SUMMARY

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
Subtotal	**5,000.00000**				**4,500.00**	**5,492.14**	**-992.14**
U S TREASURY BOND CPN 4.375% DUE 02/15/38 DTD 02/15/08 FC 08/15/08 CUSIP 912810PW2	1,000.00000	115.5234	08/10/11	08/28/12	1,335.70	1,155.23	180.47
	3,000.00000	132.6406	10/04/11	10/26/12	3,886.99	3,979.22	-92.23
Subtotal	**4,000.00000**				**5,222.69**	**5,134.45**	**88.24**
US TREASURY NOTES CPN 2.000% DUE 04/30/16 DTD 04/30/11 FC 10/31/11 CUSIP 912828QF0	6,000.00000	100.4179	05/06/11	05/10/12	6,335.63	6,025.08	310.55
	33,000.00000	100.4179	05/06/11	06/05/12	34,854.96	33,137.93	1,717.03
Subtotal	**39,000.00000**				**41,190.59**	**39,163.01**	**2,027.58**
US TREASURY NOTES CPN 3.125% DUE 05/15/19 DTD 05/15/09 FC 11/15/09 CUSIP 912828KQ2	5,000.00000	100.0277	06/22/10	05/15/12	5,658.96	5,001.38	657.58
US TREASURY NOTES CPN 3.125% DUE 08/31/13 DTD 08/31/08 FC 02/28/09 CUSIP 912828JK7	15,000.00000	105.8714	03/16/11	05/24/12	15,540.18	15,880.71	-340.53
	13,000.00000	105.8714	03/16/11	06/27/12	13,435.15	13,763.28	-328.13
	1,000.00000	105.8792	06/10/11	06/27/12	1,033.47	1,058.79	-25 32
Subtotal	**29,000.00000**				**30,008.80**	**30,702.78**	**-693.98**

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
	1,000.00000	110.8300	03/29/11	10/17/12	1,141.00	1,108.30	32.70
	1,000.00000	113.2350	06/01/11	10/17/12	1,141.00	1,132.35	8.65
Subtotal	**5,000.00000**				**5,705.00**	**5,584.11**	**120.89**
ORACLE CORP SR UNSECURED NOTES CALLABLE CPN 6.500% DUE 04/15/38 DTD 04/09/08 FC 10/15/08 CUSIP 68389XAE5	4,000.00000	115.4810	07/29/10	08/29/12	5,630.60	4,619.24	1,011.36
PFIZER INC SR UNSECURED CPN 5.350% DUE 03/15/15 DTD 03/24/09 FC 09/15/09 CUSIP 717081DA8	13,000.00000	112.8730	06/22/10	11/07/12	14,433.25	14,673.49	-240.24
TARGET CORP GLOBAL NOTES CALLABLE CPN 5.875% DUE 03/01/12 DTD 03/11/02 FC 09/01/02 CUSIP 87612EAH9	15,000.00000	108.1740	06/22/10	02/09/12	15,039.75	16,226.10	-1,186.35
TELECOM ITALIA CAPITAL COMPANY GTD CPN 6.175% DUE 06/18/14 DTD 06/18/09 FC 12/18/09 CUSIP 87927VAW8	5,000.00000	109.7110	09/17/10	02/07/12	5,077.50	5,485.55	-408.05
TELEFONICA SA COMPANY GTD CPN 5.877% DUE 07/15/19 DTD 07/06/09 FC 01/15/10 CUSIP 87938WAH6							
	4,000.00000	110.9210	11/18/10	07/23/12	3,600.00	4,436.84	-836.84
	1,000.00000	105.5300	01/13/11	07/23/12	900.00	1,055.30	-155.30

WELLS FARGO ADVISORS

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FEDL HOME LOAN MTG CORP NOTES CPN 5.125% DUE 07/15/12 DTD 07/16/02 FC 01/15/03 CUSIP 3134A4QD9	10,000.00000	108.6772	06/22/10	03/21/12	10,155.67	10,867.72	-712.05
	15,000.00000	108.6772	06/22/10	06/08/12	15,070.67	16,301.58	-1,230.91
Subtotal	**25,000.00000**				**25,226.34**	**27,169.30**	**-1,942.96**
GENERAL ELEC CAP CORP NOTES CPN 4.800% DUE 05/01/13 DTD 04/21/08 FC 11/01/08 CUSIP 36962G3T9	15,000.00000	106.2430	06/22/10	01/05/12	15,709.65	15,936.45	-226.80
GOLDMAN SACHS GROUP INC NOTES SR UNSECURED CPN 5.125% DUE 01/15/15 DTD 01/12/05 FC 07/15/05 CUSIP 38141GEA8	8,000.00000	104.1080	06/22/10	07/16/12	8,432.72	8,328.64	104.08
	7,000.00000	104.1080	06/22/10	08/01/12	7,405.72	7,287.56	118.16
Subtotal	**15,000.00000**				**15,838.44**	**15,616.20**	**222.24**
IBM CORP GLOBAL BONDS CPN 4.750% DUE 11/29/12 DTD 11/27/02 FC 05/29/03 CUSIP 459200BA8	15,000.00000	108.3000	06/22/10	11/29/12	15,000.00	16,245.00	-1,245.00
JOHNSON CONTROLS INC SENIOR NOTES CALLABLE CPN 5.500% DUE 01/15/16 DTD 01/17/06 FC 07/15/06 CUSIP 478366AR8	3,000.00000	111.4487	03/10/11	10/17/12	3,423.00	3,343.46	79.54

2012 ENHANCED SUMMARY

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

LONG TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
ABBOTT LABORATORIES NOTES CALLABLE CPN 5.600% DUE 11/30/17 DTD 11/09/07 FC 05/30/08 CUSIP 002819AB6	15,000.00000	114.5200	06/22/10	11/13/12	18,463.50	17,178.00	1,285.50
DOW CHEMICAL CO NOTES CPN 8.550% DUE 05/15/19 DTD 05/13/09 FC 11/15/09 CUSIP 260543BX0	4,000.00000	126.4960	08/18/10	12/12/12	5,431.44	5,059.84	371.60
FEDERAL HOME LN MTG CORP GLOBAL NOTES CPN 4.500% DUE 01/15/14 DTD 01/16/04 FC 07/15/04 CUSIP 3134A4UM4	32,000.00000	109.3896	06/15/10	12/05/12	33,508.80	35,004.67	-1,495.87
	2,000.00000	109.1859	07/27/11	12/05/12	2,094.30	2,183.72	-89.42
Subtotal	**34,000.00000**				**35,603.10**	**37,188.39**	**-1,585.29**
FEDERAL HOME LN MTG CORP NOTES CPN 4 125% DUE 09/27/13 DTD 08/20/08 FC 03/27/09 CUSIP 3137EABS7	38,000.00000	107.5084	04/21/11	08/15/12	39,639.70	40,853.19	-1,213.49
FEDERAL NATL MTG ASSN NOTES CPN 1 750% DUE 05/07/13 DTD 03/15/10 FC 05/07/10 CUSIP 31398AJ94	40,000.00000	101.0600	06/15/10	03/28/12	40,652.20	40,424.00	228.20

2012 ENHANCED SUMMARY

WELLS FARGO ADVISORS

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
US TREASURY NOTES CPN 1.750% DUE 01/31/14 DTD 01/31/09 FC 07/31/09 CUSIP 912828JZ4	16,000.00000	103.2268	11/15/11	05/24/12	16,388.70	16,516.31	-127.61
	9,000.00000	103.2268	11/15/11	10/16/12	9,174.70	9,290.42	-115.72
Subtotal	**25,000.00000**				**25,563.40**	**25,806.73**	**-243.33**
US TREASURY NOTES CPN 4 375% DUE 08/15/12 DTD 08/15/02 FC 02/15/03 CUSIP 912828AJ9	1,000.00000	104.2034	08/18/11	06/08/12	1,007.61	1,042.04	-34.43
	9,000.00000	104.2034	08/18/11	08/07/12	9,007.35	9,378.31	-370.96
Subtotal	**10,000.00000**				**10,014.96**	**10,420.35**	**-405.39**
US TREASURY NOTES CPN 3.125% DUE 08/31/13 DTD 08/31/08 FC 02/28/09 CUSIP 912828JK7	5,000.00000	105 8714	03/16/11	03/09/12	5,207.21	5,293.58	-86.37
	2,000.00000	104.2659	03/01/12	06/27/12	2,066.95	2,085.32	-18.37
Subtotal	**7,000.00000**				**7,274.16**	**7,378.90**	**-104.74**
US TREASURY WI NOTES CPN 2.125% DUE 08/15/21 DTD 08/15/11 FC 02/15/12 CUSIP 912828RC6	2,000.00000	100.7539	11/02/11	01/10/12	2,033.13	2,015.08	18.05
	4,000.00000	100.7539	11/02/11	09/17/12	4,164.38	4,030.16	134.22
Subtotal	**6,000.00000**				**6,197.51**	**6,045.24**	**152.27**
TOTAL SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES					**$254,315.92**	**$251,470.00**	**$2,845.92**

Account Number: 2918-6742
H.W DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
Subtotal	**38,000.00000**				**38,010.01**	**38,149.77**	**-139.76**
US TREASURY NOTES CPN 1.000% DUE 04/30/12 DTD 04/30/10 FC 10/31/10 CUSIP 912828NB2	5,000.00000	100.6409	08/05/11	03/21/12	5,004.67	5,032.05	-27.38
	10,000.00000	100.6370	08/18/11	03/21/12	10,009.34	10,063.71	-54.37
Subtotal	**15,000.00000**				**15,014.01**	**15,095.76**	**-81.75**
US TREASURY NOTES CPN 1.375% DUE 03/15/13 DTD 03/15/10 FC 09/15/10 CUSIP 912828MT4	16,000.00000	101.8206	09/07/11	01/27/12	16,218.07	16,291.31	-73.24
	8,000.00000	101.8206	09/07/11	02/14/12	8,099.97	8,145.66	-45.69
	11,000.00000	101.8206	09/07/11	03/09/12	11,127.15	11,200.26	-73.11
Subtotal	**35,000.00000**				**35,445.19**	**35,637.23**	**-192.04**
US TREASURY NOTES CPN 1.125% DUE 12/15/12 DTD 12/15/09 FC 06/15/10 CUSIP 912828MB3	3,000.00000	100.5937	04/30/12	10/26/12	3,003.75	3,017.82	-14.07
	1,000.00000	100.5937	04/30/12	12/17/12	1,000.00	1,005.93	-5.93
Subtotal	**4,000.00000**				**4,003.75**	**4,023.75**	**-20.00**
US TREASURY NOTES CPN 3 125% DUE 05/15/19 DTD 05/15/09 FC 11/15/09 CUSIP 912828KQ2	18,000.00000	109.2425	10/14/11	05/15/12	20,372 28	19,663.67	708.61

WELLS FARGO ADVISORS

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES *Continued*

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
US TREASURY NOTES CPN 0.875% DUE 12/31/16 DTD 12/31/11 FC 06/30/12 CUSIP 912828RX0	5,000.00000	100.5000	04/23/12	11/07/12	5,071.68	5,025.00	46.68
	27,000.00000	101.0351	06/05/12	11/07/12	27,387.07	27,279.49	107.58
	1,000.00000	100.9648	06/19/12	11/07/12	1,014.34	1,009.65	4.69
Subtotal	33,000.00000				33,473.09	33,314.14	158.95
US TREASURY NOTES CPN 2.375% DUE 05/31/18 DTD 05/31/11 FC 11/30/11 CUSIP 912828QQ6	29,000.00000	100.7968	06/10/11	06/05/12	31,510.31	29,231.09	2,279.22
	4,000.00000	99.3515	06/30/11	06/05/12	4,346.25	3,974.06	372.19
	1,000.00000	106.0625	09/29/11	06/05/12	1,086.56	1,060.63	25.93
	5,000.00000	107.8515	05/10/12	06/05/12	5,432.81	5,392.58	40.23
	1,000.00000	108.1171	05/24/12	06/05/12	1,086.57	1,081.17	5.40
Subtotal	40,000.00000				43,462.50	40,739.53	2,722.97
US TREASURY NOTES CPN 0 625% DUE 07/31/12 DTD 07/31/10 FC 01/31/11 CUSIP 912828NQ9	2,000.00000	100.4218	07/19/11	05/24/12	2,002.11	2,008.44	-6.33
	6,000.00000	100.4218	07/19/11	06/28/12	6,003.05	6,025.32	-22.27
	4,000.00000	100.4218	07/19/11	07/05/12	4,001.41	4,016.88	-15.47
	21,000.00000	100.4218	07/19/11	07/19/12	21,003.28	21,088.58	-85.30
	1,000.00000	100.2109	02/27/12	07/19/12	1,000.16	1,002.11	-1.95
	4,000.00000	100.2109	02/27/12	07/31/12	4,000.00	4,008.44	-8.44

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

Realized Gain/Loss Detail

SHORT TERM GAINS OR LOSSES FOR NONCOVERED SECURITIES

Description	Share Quantity	Adjusted Price/ Original Price	Open Date/ Acquisition Date	Date of Sale or Exchange	Proceeds	Adjusted Cost/ Original Cost	Gain or Loss Amount
FEDERAL HOME LN MTG CORP GLOBAL NOTES CPN 4.500% DUE 01/15/14 DTD 01/16/04 FC 07/15/04 CUSIP 3134A4UM4	2,000.00000	106.1050	08/03/12	12/05/12	2,094.30	2,122.10	-27.80
FEDERAL HOME LN MTG CORP NOTES CPN 4.125% DUE 09/27/13 DTD 08/20/08 FC 03/27/09 CUSIP 3137EABS7	2,000.00000	107.3106	09/29/11	08/15/12	2,086.30	2,146.21	-59.91
FEDERAL NATL MTG ASSN NOTES CPN 1.750% DUE 05/07/13 DTD 03/15/10 FC 05/07/10 CUSIP 31398AJ94	1,000.00000	102.2225	09/28/11	03/28/12	1,016.31	1,022.23	-5.92
U S TREASURY BOND CPN 4 375% DUE 02/15/38 DTD 02/15/08 FC 08/15/08 CUSIP 912810PW2	2,000.00000	115.5234	08/10/11	01/09/12	2,529.22	2,310.47	218.75
	1,000.00000	132.6406	10/04/11	08/28/12	1,335.71	1,326.41	9.30
	1,000.00000	124.7968	11/03/11	10/26/12	1,295.67	1,247.97	47.70
Subtotal	**4,000.00000**				**5,160.60**	**4,884.85**	**275.75**
US BANCORP SR UNSECURED CPN 2.200% DUE 11/15/16 DTD 11/03/11 FC 05/15/12 CUSIP 91159HHB9	3,000.00000	99.7440	10/27/11	02/28/12	3,076.53	2,992.32	84.21
	2,000.00000	101.3610	11/07/11	02/28/12	2,051.02	2,027.22	23.80
Subtotal	**5,000.00000**				**5,127.55**	**5,019.54**	**108.01**

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2012 ENHANCED SUMMARY

WELLS FARGO ADVISORS

Account Number: 2918-6742
H.W. DURHAM FOUNDATION C/O
GARY J HOWELL JACKSON, HOWELL

Realized Gain/Loss

This information is provided for courtesy purposes only. Each individual taxpayer should consult with a Tax Advisor as to any additional reporting requirements or adjustments. THIS INFORMATION IS NOT VERIFIED OR GUARANTEED BY FIRST CLEARING, LLC TO BE ACCURATE FOR EACH TAXPAYER'S UNIQUE REPORTING REQUIREMENTS. THEREFORE, YOU SHOULD NEVER ASSUME THIS STATEMENT IS ACCURATE IN LIEU OF COMPLETING YOUR TAX RETURN AND CONSULTING WITH YOUR TAX ADVISOR.

Federal tax reporting requirements will create differences between the information presented here and what appears on your Form 1099-B, including but not limited to the following situations:

* Cost basis for many fixed income tax lots has been amortized (for securities purchased at a premium) or accreted (for securities purchased at a discount), when possible, for applicable securities. For securities that were purchased at an Original Issue Discount (OID), only those positions whose cost basis has been adjusted will reflect the impacts of the OID accruals on the original cost basis. The original issue discount amount reported on your Form 1099-OID is not adjusted for market discount, acquisition premium or bond premium. Therefore, the amortization and accretion adjustments used on this statement may not be consistent with the Form 1099-OID amount because the reporting requirements on the Form 1099-OID are different.
* The Original Price represents the unadjusted price of the security. The Original Price can be used to calculate the original unadjusted cost of the security.
* Long-term capital gains reported by a RIC or REIT appear on Form 1099-DIV only, as noted in the instructions for that form.
* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

REALIZED GAIN/LOSS SUMMARY	COVERED SECURITIES	NONCOVERED SECURITIES	TOTAL
Short term	$0.00	$2,845.92	$2,845.92
Long term	$0.00	-$6,041.95	-$6,041.95
Unknown term	Not applicable	$0.00	$0.00
Index options	Not applicable	$0.00	$0.00
Total - Realized Gain/Loss	$0.00	-$3,196.03	-$3,196.03