



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**Department of the Treasury  
Internal Revenue Service**Return of Private Foundation**

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

Do not enter Social Security numbers on this form as it may be made public.

Information about Form 990-PF and its separate instructions is at [www.irs.gov/form990pf](http://www.irs.gov/form990pf).

OMB No 1545-0052

**2013**

Open to Public Inspection

For calendar year 2013 or tax year beginning

, 2013, and ending

, 20

Name of foundation <b>IBM INTERNATIONAL FOUNDATION</b>		A Employer identification number <b>13-3267906</b>
Number and street (or P O box number if mail is not delivered to street address)	Room/suite	B Telephone number (see instructions) <b>914-499-4690</b>
City or town, state or province, country, and ZIP or foreign postal code <b>ARMONK, NY 10504</b>		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Amended return <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) <b>\$ 221,162,296</b>		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>
J Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____		

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)		27,705,000	STMT 1		
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		7,100	7,100		
4 Dividends and interest from securities		5,104,117	5,103,749		
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		4,404,297			
b Gross sales price for all assets on line 6a <b>30,138,907</b>					
7 Capital gain net income (from Part IV, line 2)			12,628,490		
8 Net short-term capital gain				278,079	
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) <b>STMT 1</b>		301,822	-26,843	300,000	
12 Total. Add lines 1 through 11		37,522,336	17,712,496	578,079	
13 Compensation of officers, directors, trustees, etc.					
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees (attach schedule)					
b Accounting fees (attach schedule) <b>STMT 1</b>		15,000			15,000
c Other professional fees (attach schedule) <b>STMT 1</b>		1,652,086	259,256		1,372,473
17 Interest					
18 Taxes (attach schedule) (see instructions) <b>STMT 1</b>		3,067	1,500		1,567
19 Depreciation (attach schedule) and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses (attach schedule) <b>STMT 2</b>			119,679		119,679
24 Total operating and administrative expenses. Add lines 13 through 23		1,670,153	380,435		1,508,719
25 Contributions, gifts, grants paid <b>STMT 3</b>		24,999,982			22,285,947
26 Total expenses and disbursements. Add lines 24 and 25		26,670,135	380,435		23,794,666
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements		10,852,201			
b Net investment income (if negative, enter -0-)			17,332,061		
c Adjusted net income (if negative, enter -0-)				578,079	

SCANNED NOV 24 2014

918 ✓

17

<b>Part II Balance Sheets</b>		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
<b>Assets</b>	<b>1</b>	Cash - non-interest-bearing . . . . .		1,418,414	3,420,291	3,420,291
	<b>2</b>	Savings and temporary cash investments . . . . .				
	<b>3</b>	Accounts receivable ▶ 6,055,310				
		Less allowance for doubtful accounts ▶ 0		6,550,390	6,055,310	6,055,310
	<b>4</b>	Pledges receivable ▶				
		Less allowance for doubtful accounts ▶				
	<b>5</b>	Grants receivable . . . . .				
	<b>6</b>	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . . . .				
	<b>7</b>	Other notes and loans receivable (attach schedule) ▶				
		Less allowance for doubtful accounts ▶				
	<b>8</b>	Inventories for sale or use . . . . .				
	<b>9</b>	Prepaid expenses and deferred charges . . . . .				
	<b>10 a</b>	Investments - U S and state government obligations (attach schedule) . .				
	<b>b</b>	Investments - corporate stock (attach schedule) STMT 2 . .	121,580,841	138,151,177	138,151,177	
	<b>c</b>	Investments - corporate bonds (attach schedule) STMT 2 . .	63,774,337	73,534,018	73,534,018	
	<b>11</b>	Investments - land, buildings, and equipment basis ▶				
	Less accumulated depreciation (attach schedule) ▶					
<b>12</b>	Investments - mortgage loans . . . . .					
<b>13</b>	Investments - other (attach schedule) . . . . .					
<b>14</b>	Land, buildings, and equipment basis ▶					
	Less accumulated depreciation (attach schedule) ▶					
<b>15</b>	Other assets (describe ▶ Consigned Artwork )	2,750	1,500	1,500		
<b>16</b>	<b>Total assets</b> (to be completed by all filers - see the instructions Also, see page 1, item I) . . . . .	193,326,732	221,162,296	221,162,296		
<b>Liabilities</b>	<b>17</b>	Accounts payable and accrued expenses . . . . .	13,611	176,232		
	<b>18</b>	Grants payable . . . . .				
	<b>19</b>	Deferred revenue . . . . .				
	<b>20</b>	Loans from officers, directors, trustees, and other disqualified persons . .				
	<b>21</b>	Mortgages and other notes payable (attach schedule) . . . . .				
	<b>22</b>	Other liabilities (describe ▶) . . . . .				
	<b>23</b>	<b>Total liabilities</b> (add lines 17 through 22) . . . . .	13,611	176,232		
<b>Net Assets or Fund Balances</b>	<b>Foundations that follow SFAS 117, check here</b> ▶ <input type="checkbox"/>					
	<b>and complete lines 24 through 26 and lines 30 and 31.</b>					
	<b>24</b>	Unrestricted . . . . .				
	<b>25</b>	Temporarily restricted . . . . .				
	<b>26</b>	Permanently restricted . . . . .				
	<b>Foundations that do not follow SFAS 117, . . .</b> ▶ <input checked="" type="checkbox"/>					
	<b>check here and complete lines 27 through 31.</b>					
	<b>27</b>	Capital stock, trust principal, or current funds . . . . .				
	<b>28</b>	Paid-in or capital surplus, or land, bldg, and equipment fund . . . . .	193,313,121	220,986,064		
	<b>29</b>	Retained earnings, accumulated income, endowment, or other funds . .				
<b>30</b>	<b>Total net assets or fund balances</b> (see instructions) . . . . .	193,313,121	220,986,064			
<b>31</b>	<b>Total liabilities and net assets/fund balances</b> (see instructions) . . . . .	193,326,732	221,162,296			

**Part III Analysis of Changes in Net Assets or Fund Balances**

<b>1</b>	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) . . . . .	<b>1</b>	193,313,121
<b>2</b>	Enter amount from Part I, line 27a . . . . .	<b>2</b>	10,852,201
<b>3</b>	Other increases not included in line 2 (itemize) ▶ Unrealized Gain	<b>3</b>	16,820,742
<b>4</b>	Add lines 1, 2, and 3 . . . . .	<b>4</b>	220,986,064
<b>5</b>	Decreases not included in line 2 (itemize) ▶	<b>5</b>	
<b>6</b>	<b>Total net assets or fund balances at end of year</b> (line 4 minus line 5) - Part II, column (b), line 30 . . . .	<b>6</b>	220,986,064

**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 489180.6 units Dow Jones Sustainability World Indx			P	Various	Various
b 69461.8 units Global Real Estate NL CTF			P	Various	Various
c 137186.9 units MSCI ACWI ex USA NL QP CTF			P	Various	Various
d 630354.9 units Russell 3000 (R) Indx NL CTF			P	Various	Various
e See Attached Statement (STMT 4)					

  

(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 7,364,814	0	5,287,450	2,077,364
b 1,047,539	0	730,215	317,324
c 2,081,147	0	2,039,736	41,411
d 8,370,788	0	6,538,975	1,831,813
e 11,274,618	0	2,914,040	8,360,578

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

(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a			2,077,364
b			317,324
c			41,411
d			1,831,813
e			8,360,578

  

2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	12,628,490
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	278,079

**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))
2012	19,617,095	185,325,311	0.1059
2011	19,393,751	178,382,030	0.1087
2010	19,238,557	166,740,534	0.1154
2009	18,700,640	140,358,184	0.1332
2008	14,800,364	162,396,158	0.0911

  

2 Total of line 1, column (d)	2	0.5543
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	0.1109
4 Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	207,103,177
5 Multiply line 4 by line 3	5	22,967,742
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	173,321
7 Add lines 5 and 6	7	23,141,063
8 Enter qualifying distributions from Part XII, line 4 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	8	23,794,666

**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 <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	173,321
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" 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	
3 Add lines 1 and 2 . . . . .		3	173,321
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-) . . . . .		4	
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0- . . . . .		5	173,321
6 Credits/Payments			
a 2013 estimated tax payments and 2012 overpayment credited to 2013 . . . . .	6a	216,022	
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	216,022	
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		
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid . . . . .	10	42,701	
11 Enter the amount of line 10 to be Credited to 2014 estimated tax <input checked="" type="checkbox"/> 42,701 Refunded <input type="checkbox"/> . . . . .	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? . . . . .		x
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)? . . . . . 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		x
c Did the foundation file Form 1120-POL for this year? . . . . .		x
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation <input checked="" type="checkbox"/> \$ _____ (2) On foundation managers <input checked="" type="checkbox"/> \$ _____		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input checked="" type="checkbox"/> \$ _____		
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		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 . . . . .		x
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year? . . . . .		x
b If "Yes," has it filed a tax return on Form 990-T for this year? . . . . .		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? . . . . . If "Yes," attach the statement required by General Instruction T		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? . . . . .	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	x	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <input checked="" type="checkbox"/> NEW YORK		
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. . . . .	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 2013 or the taxable year beginning in 2013 (see instructions for Part XIV)? If "Yes," complete Part XIV. . . . .		x
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses . . . . .		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		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 <u>N/A</u>				
14	The books are in care of <u>IBM INTERNATIONAL FOUNDATION</u> Telephone no <u>914-499-4690</u> Located at <u>NEW ORCHARD ROAD, ARMONK, NEW YORK</u> ZIP+4 <u>10540</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>			
16	At any time during calendar year 2013, 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	Yes	No
See the instructions for exceptions and filing requirements for Form TD F 90-22.1 If "Yes," enter the name of the foreign country <u></u>				X

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

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

	Yes	No
1a During the year did the foundation (either directly or indirectly)		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <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 checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input checked="" type="checkbox"/> Yes <input 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	1b	X
Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>		
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 2013? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	1c	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 2013, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2013? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
If "Yes," list the years <u></u>		
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) <u>N/A</u>	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 <u></u>		
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 2013 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 2013)	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	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 2013?	4b	X

**Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)****5a** During the year did the foundation pay or incur any amount to

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions) ☒ Yes ☐ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

**b** If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? ☐ **5b** ☒Organizations relying on a current notice regarding disaster assistance check here ☐**c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☒ Yes ☐ No

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

STMT 5

**6a** Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No**b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No **6b** ☒

If "Yes" to 6b, file Form 8870

**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No **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 6				

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

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

Total number of other employees paid over \$50,000 ☐

**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** (continued)**3 Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE."**

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
INTERNATIONAL BUSINESS MACHINES CORPORATION NEW ORCHARD ROAD, ARMONK, NY 10504	MANAGEMENT/ADMINISTRATION	1,053,919
JAMIE S. MCDONALD 5 EMPIRE LANE, BETHEL, CT 06801	CSC/ESC CONSULTING SVCS	108,864
ANN MARIE KAPLAN 6 NORTHERN AVENUE, COLD SPRING, NY 10516-2711	MATCHING GRANTS/ADMINISTRATIVE	73,150
JOBS FOR THE FUTURE 88 BROAD STREET, BOSTON, MA 02110	CONSULTING	100,000

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 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 . . . . . ▶	

Form 990-PF (2013)

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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
<b>a</b>	Average monthly fair market value of securities	<b>1a</b>	199,125,523
<b>b</b>	Average of monthly cash balances	<b>1b</b>	4,826,534
<b>c</b>	Fair market value of all other assets (see instructions)	<b>1c</b>	6,304,975
<b>d</b>	<b>Total</b> (add lines 1a, b, and c)	<b>1d</b>	210,257,032
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	<b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets	<b>2</b>	
<b>3</b>	Subtract line 2 from line 1d	<b>3</b>	210,257,032
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	<b>4</b>	3,153,855
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4.	<b>5</b>	207,103,177
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5	<b>6</b>	10,355,159

**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 )

<b>1</b>	Minimum investment return from Part X, line 6	<b>1</b>	10,355,159
<b>2a</b>	Tax on investment income for 2013 from Part VI, line 5	<b>2a</b>	173,321
<b>b</b>	Income tax for 2013 (This does not include the tax from Part VI)	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b	<b>2c</b>	173,321
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1.	<b>3</b>	10,181,838
<b>4</b>	Recoveries of amounts treated as qualifying distributions	<b>4</b>	
<b>5</b>	Add lines 3 and 4	<b>5</b>	10,181,838
<b>6</b>	Deduction from distributable amount (see instructions)	<b>6</b>	
<b>7</b>	<b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1.	<b>7</b>	10,181,838

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

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
<b>a</b>	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	<b>1a</b>	23,794,666
<b>b</b>	Program-related investments - total from Part IX-B	<b>1b</b>	
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required)	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule)	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4.	<b>4</b>	23,794,666
<b>5</b>	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).	<b>5</b>	173,321
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4.	<b>6</b>	23,621,345

**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 2012	(c) 2012	(d) 2013
<b>1</b> Distributable amount for 2013 from Part XI, line 7 . . . . .				10,181,838
<b>2</b> Undistributed income, if any, as of the end of 2013				
<b>a</b> Enter amount for 2012 only . . . . .				
<b>b</b> Total for prior years 20____, 20____, 20____				
<b>3</b> Excess distributions carryover, if any, to 2013				
<b>a</b> From 2008 . . . . . 6,739,984				
<b>b</b> From 2009 . . . . . 11,731,260				
<b>c</b> From 2010 . . . . . 11,162,356				
<b>d</b> From 2011 . . . . . 10,781,233				
<b>e</b> From 2012 . . . . . 10,449,707				
<b>f</b> Total of lines 3a through e . . . . .	50,864,540			
<b>4</b> Qualifying distributions for 2013 from Part XII, line 4 ▶ \$ 23,794,666				
<b>a</b> Applied to 2012, but not more than line 2a . . . . .				
<b>b</b> Applied to undistributed income of prior years (Election required - see instructions). . . . .				
<b>c</b> Treated as distributions out of corpus (Election required - see instructions) . . . . .				
<b>d</b> Applied to 2013 distributable amount . . . . .				10,181,838
<b>e</b> Remaining amount distributed out of corpus . . . . .	13,612,828			
<b>5</b> Excess distributions carryover applied to 2013 . . . . . (If an amount appears in column (d), the same amount must be shown in column (a) )				
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus Add lines 3f, 4c, and 4e Subtract line 5 . . . . .	64,477,368			
<b>b</b> Prior years' undistributed income Subtract line 4b from line 2b . . . . .				
<b>c</b> 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 . . . . .				
<b>d</b> Subtract line 6c from line 6b Taxable amount - see instructions . . . . .				
<b>e</b> Undistributed income for 2012 Subtract line 4a from line 2a Taxable amount - see instructions . . . . .				
<b>f</b> Undistributed income for 2013 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2014 . . . . .				
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions) . . . . .				
<b>8</b> Excess distributions carryover from 2008 not applied on line 5 or line 7 (see instructions) . . . . .	6,739,984			
<b>9</b> Excess distributions carryover to 2014. Subtract lines 7 and 8 from line 6a . . . . .	57,737,384			
<b>10</b> Analysis of line 9				
<b>a</b> Excess from 2009 . . . . . 11,731,260				
<b>b</b> Excess from 2010 . . . . . 11,162,356				
<b>c</b> Excess from 2011 . . . . . 10,781,233				
<b>d</b> Excess from 2012 . . . . . 10,449,707				
<b>e</b> Excess from 2013 . . . . . 13,612,828				

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2013, enter the date of the ruling . . . . . N/A

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			(e) Total
	(a) 2013	(b) 2012	(c) 2011	(d) 2010	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .					
b 85% of line 2a . . . . .					
c Qualifying distributions from Part XII, line 4 for each year listed . . . . .					
d Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter:					
(1) Value of all assets . . . . .					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i) . . . . .					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed . . . . .					
c "Support" alternative test - enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . . .					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii) . . . . .					
(3) Largest amount of support from an exempt organization . . . . .					
(4) Gross investment income . . . . .					

**Part XV Supplementary Information** (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year - see instructions.)**1 Information Regarding Foundation Managers:**

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

NONE

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

NONE

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

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

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

MS. JUDY CHIN, PROGRAM MANAGER, IBM INTERNATIONAL FOUNDATION, NEW ORCHARD RD, ARMONK, NY 10504 (914) 499-4960

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

SEE STATEMENT 7

c Any submission deadlines:

APPLICATIONS ACCEPTED ALL YEAR; REJECTIONS OR REQUESTS FOR MORE INFORMATION SENT WITHIN 1 MONTH.

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

GRANTS ARE MADE FOR PURPOSES INCLUDING K-12 EDUCATION AND ADULT TRAINING ENVIRONMENTAL CHALLENGES.

**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
<b>a Paid during the year</b> SEE STATEMENT 8				24,999,021
<b>Total</b> .....			▶ <b>3a</b>	24,999,021
<b>b Approved for future payment</b> N/A				
<b>Total</b> .....			▶ <b>3b</b>	

## Enter gross amounts unless otherwise indicated

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

▼

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

		Yes	No
<b>1</b>	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?		
<b>a</b>	Transfers from the reporting foundation to a noncharitable exempt organization of		
	(1) Cash		X
	(2) Other assets		X
<b>b</b>	Other transactions		
	(1) Sales of assets to a noncharitable exempt organization		X
	(2) Purchases of assets from a noncharitable exempt organization		X
	(3) Rental of facilities, equipment, or other assets		X
	(4) Reimbursement arrangements		X
	(5) Loans or loan guarantees		X
	(6) Performance of services or membership or fundraising solicitations		X
<b>c</b>	Sharing of facilities, equipment, mailing lists, other assets, or paid employees		X
<b>d</b>	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		

[illegible]

**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

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.

**Sign  
Here**

Under penalties of perjury I declare that I have examined the above and the correct and complete Declaration of preparer (other than the taxpayer) is true and correct to the best of my knowledge and belief.

Signature of officer or trustee

11/3/14

**PRESIDENT**

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

**Paid  
Preparer  
Use Only**

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no	

**Schedule B**(Form 990, 990-EZ,  
or 990-PF)Department of the Treasury  
Internal Revenue Service**Schedule of Contributors**

OMB No 1545-0047

**2013**

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.

▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

Name of the organization

Employer identification number

IBM INTERNATIONAL FOUNDATION

13-3267906

Organization type (check one)

Filers of:

Section:

Form 990 or 990-EZ

☐ 501(c)( ) (enter number) organization☐ 4947(a)(1) nonexempt charitable trust not treated as a private foundation☐ 527 political organization

Form 990-PF

☒ 501(c)(3) exempt private foundation☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation☐ 501(c)(3) taxable private foundationCheck if your organization is covered by the **General Rule** or a **Special Rule**.**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.**General Rule**

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

**Special Rules**

- ☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3 % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions of \$5,000 or more during the year. ▶ \$ \_\_\_\_\_

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

## Name of organization

IBM INTERNATIONAL FOUNDATION

## Employer identification number

13-3267906

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

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	INTERNATIONAL BUSINESS MACHINES CORPORATION NEW ORCHARD ROAD ARMONK, NY 10504	\$ 27,705,000.00	Person <input checked="checked" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions)

Name of organization

Employer identification number

IBM INTERNATIONAL FOUNDATION

13-3267906

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

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

Name of organization

Employer identification number

IBM INTERNATIONAL FOUNDATION

13-3267906

**Part III** Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations that total more than \$1,000 for the year. Complete columns (a) through (e) and the following line entry.For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this information once. See instructions.) ▶ \$ \_\_\_\_\_

Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	----- ----- -----	----- ----- -----	----- ----- -----
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
-----	----- ----- -----	----- ----- -----	----- ----- -----
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
-----	----- ----- -----	----- ----- -----	----- ----- -----
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
-----	----- ----- -----	----- ----- -----	----- ----- -----
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
-----	----- ----- -----	----- ----- -----	----- ----- -----
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

**STATEMENT 1**

**Part I, Line 1: Contributions Received**

Cash:	
International Business Machines Corporation	27,705,000
Stock	-
Other	-
	<hr/>
Total	<u>27,705,000</u>

Donations were paid by IBM Corporation throughout the year

**Part I, Line 11: Other Income**

	Col (a)	Col (b)	Col (c)
Federal Tax Refund	300,000	-	300,000
Other Income	1,822	1,822	-
From K-1s (Form 1065)			
Sec. 988 - Currency Gain (Loss)	-	(28,665)	-
	<hr/>	<hr/>	<hr/>
Total	<u>301,822</u>	<u>(26,843)</u>	<u>300,000</u>

**Part I, Line 16b: Accounting Fees**

	Col (a)	Col (b)	Col (d)
IIF Audit - WTAS	-	15,000	15,000
	<hr/>	<hr/>	<hr/>

**Part I, Line 16c: Other Professional Fees**

	Col (a)	Col (b)	Col (d)
Management & Administration	1,053,919	11,500	1,042,419
Consulting Fees	350,412		350,412
2012 Accrued Expense			13,611
2013 Accrued Expense			(33,969)
Investment Advisory Fees	247,756	247,756	-
	<hr/>	<hr/>	<hr/>
Total	<u>1,652,086</u>	<u>259,256</u>	<u>1,372,473</u>

**Part I, Line 18: Taxes**

	Col (a)	Col (b)	Col (d)
Federal Taxes	1,556		1,556
State Filing Fee	1,500	1,500	-
Compliance - 1099 Processing	10		10
	<hr/>	<hr/>	<hr/>
Total	<u>3,067</u>	<u>1,500</u>	<u>1,567</u>

**STATEMENT 2**

**Part I, Line 23: Other Expenses**

	<u>Col (a)</u>	<u>Col (b)</u>	<u>Col (d)</u>
From K-1s (Form 1065):			
13K Deductions - Portfolio (2%)	<u>-</u>	<u>119,679</u>	<u>119,679</u>

**Part II, Line 10b: Investments - Corporate Stock**

	<u>Jan 1, 2013</u>	<u>Dec 31, 2013</u>
Dow Jones Sustainability World Index CTF	52,180,285	57,565,151
MSCI ACWI ex USA SL QP CTF	17,447,065	19,092,375
Tuckerman Global Real Estate Sec Index CTF	9,249,489	10,615,839
Russell 3000 (R) Index NL CTF	<u>42,704,001</u>	<u>50,877,811</u>
Total	<u>121,580,840</u>	<u>138,151,177</u>

**Part II, Line 10c: Investments - Corporate Bonds**

	<u>Jan 1, 2012</u>	<u>Dec 31, 2012</u>
US Aggregate Bond Index CTF	<u>63,774,337</u>	<u>73,534,018</u>

**STATEMENT 3**

**Part I, Line 25: Contributions, Gifts, Grants Paid**

**Qualifying Distributions**

	<b>2013 Grants Paid</b>	<b>Accruals</b>	<b>Total Qualifying Distributions</b>
<b>PROGRAMS</b>			
Matching Grants Program	8,620,211	(40,025)	8,580,186
General Support Grants	676,000		676,000
Corporate Service Corp	7,199,726		7,199,726
IBM Fellowship Grants	1,710,036		1,710,036
KidSmart Early Learning Program (Asia)	0		-
China Documentary			-
KidSmart Early Learning Program (LA)	0		-
LA Program Expense	120,000		120,000
<b>GRANTS</b>			
GIE Grant	4,000,000		4,000,000
United Way of York (Matching Grants)	0		-
IBM Italy Foundation	175,000		175,000 <sup>(1)</sup>
United Way - Canada	0		-
IBM UK Trust	2,499,010		2,499,010 <sup>(1)</sup>
<b>SUB-TOTAL</b>	<b>24,999,982</b>	<b>(40,025)</b>	<b>24,959,957</b>
<b>LESS:</b>			
<sup>(1)</sup> Contributions to Organizations Controlled by the Foundation			(2,674,010)
<b>TOTAL</b>	<b>24,999,982</b>	<b>(40,025)</b>	<b>22,285,947</b>
	Part I, Line 25, Col. (a)		Part I, Line 25, Col. (d)

**STATEMENT 4**

**Part IV, Line 1f : Capital Gains and Losses for Tax on Investment Income**

(a) 219,064.3 units US Aggregate Bond Indx NL QP CT From Schedules K-1 (Form 1065)	(b) P	(c) Various	(d) Various	(e) 3,050,423 8,224,195	(f) -	(g) 2,914,040 -	(h) 136,384 8,224,195	(i) -	(j) -	(k) -	(l) 136,384 8,224,195
<b>Total To Line e</b>				<b>11,274,618</b>	<b>-</b>	<b>2,914,040</b>	<b>8,360,579</b>	<b>-</b>			<b>8,360,579</b>

STATEMENT 5

PART VII-B, LINE 5c

Grants made that require expenditure responsibility

1	<b>Program:</b>	<b>Corporate Service Corp (CSC) / Executive Service Corp (ESC)</b>
	Grantee:	Australian Business Volunteers Ltd, Digital Opportunity Trust
	Date:	1/29/2013, 3/5/2013, 4/4/2013, 6/5/2013, 6/17/2013, 7/8/2013, 7/15/2013, 8/8/2013, 9/9/2013, 11/1/2013
	Purpose:	Cash grants to support implementation of CSC / ESC in designated countries.
	Amount:	\$1,180,440.00 (ABV) , \$2,279,012.00 (DOT)
3	<b>Program:</b>	<b>Education (Latin America)</b>
	Grantee:	Fondation AVANTI (Ecuador), DESEM Jóvenes Emprendedores (Uruguay), Fondation Forge (Uruguay), Fundación Programas Interculturales AFS (Costa Rica), E-ducate (Ecuador), Save the Children (Bolivia) 7/10/2012
	Date:	8/8/2013
	Purpose:	To provide disadvantaged children a head-start in education and job training for young adults
	Amount:	\$120,000.00
4	<b>Program:</b>	<b>Italy Education/Culture Programs</b>
	Grantee:	IBM Italy Foundation
	Date:	11/1/2013
	Purpose:	Cash grant to support educational/cultural initiatives
	Amount:	\$175,000.00
5	<b>Program:</b>	<b>European Education/Cultural Programs</b>
	Grantee:	IBM United Kingdom Trust
	Date:	7/16/2013, 12/16/2013
	Purpose:	Cash grant to support educational/cultural initiatives
	Amount:	\$2,499,010.00

PART VIII, LINE 1  
Officers, Directors, Etc.

<b>Name &amp; Address</b>	<b>Title and Average Expense Hours/Wk. Devote to Position</b>	<b>Contributions to Employee Benefit Plan</b>	<b>Expense Account and Other Allowances</b>	<b>Compensation</b>
Virginia Rometty IBM Corporation New Orchard Road Armonk, NY 10504	Director, Chairman/Negligible	N/A	N/A	Individual received no compensation directly from Foundation
John Iwata IBM Corporation New Orchard Road Armonk, NY 10504	Director/ Vice Chairman/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation
Mark Loughridge IBM Corporation New Orchard Road Armonk, NY 10504	Director / Negligible	N/A	N/A	Individual received no compensation directly from Foundation
Stanley S. Litow IBM Corporation New Orchard Road Armonk, NY 10504	Director & President approx. 20 hours per week	N/A	N/A	Individual received no compensation directly from Foundation
Jennifer Crozier IBM Corporation New Orchard Road Armonk, NY 10504	Director / approx. 20 hours per week	N/A	N/A	Individual received no compensation directly from Foundation

STATEMENT 6, PAGE 2

PART VIII, LINE 1  
Officers, Directors, Etc.

<b>Name &amp; Address</b>	<b>Title and Average Expense Hours/Wk. Devote to Position</b>	<b>Contributions to Employee Benefit Plan</b>	<b>Expense Account and Other Allowances</b>	<b>Compensation</b>
Robert Del Bene IBM Corporation New Orchard Road Armonk, NY 10504	Treasurer/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation
John Torkildsen IBM Corporation New Orchard Road Armonk, NY 10504	Controller/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation
Michelle Browdy IBM Corporation New Orchard Road Armonk, NY 10504	Secretary/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation
Milton Laverde IBM Corporation New Orchard Road Armonk, NY 10504	Assistant Controller/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation
Gregory Hubertus / Mark Hobbert IBM Corporation New Orchard Road Armonk, NY 10504	Assistant Treasurer/ Negligible	N/A	N/A	Individual received no compensation directly from Foundation

NOTE: The IBM International Foundation reimburses IBM for salary and travel expense incurred by employees, including certain officers, for services provided to the Foundation.

**STATEMENT 7**

**Part XV, Line 2b: Form in which applications must be submitted**

A formal grant request and application must be submitted. The request and application require the following, at a minimum:

- a. Purpose of the grant
- b. Past managerial experiences
- c. Other contributions
- d. Specific expected use of funds
- e. Controls in place to ensure funds will be utilized as prescribed

STATEMENT 8, PAGE 1

PART XV, LINE 3a  
GRANTS & CONTRIBUTIONS PAID DURING THE YEAR

PROGRAMS:

1	<b>Program:</b> Grantees: Purpose: Amount:	<b>Matching Grants Program</b> c/o IBM International Foundation, Armonk NY 10504  509(a) Public Charities: Various U.S. tax exempt U.S.-based colleges, universities, or other post-secondary institutions, cultural, health and Environmental organizations. To support IBM employee-directed gifts to tax exempt organizations of their choice within the parameters of program guidelines. \$ 8,634,210.62
2	<b>Program:</b> Grantees: Purpose: Amount:	<b>General Support Grants</b> c/o IBM International Foundation, Armonk NY 10504  509(a) Public Charities: U.S. tax exempt organizations working in the areas of education, workforce diversity, health, human services, arts and culture, science and technology, public policy research, medicine and in support of the under-represented. To provide general support funds \$ 627,000.00
3	<b>Program:</b> Grantee: Purpose: Amount:	<b>Corporate Service Corp / Executive Service Corp</b> c/o IBM International Foundation, Armonk, NY 10504  509(a) Public Charities: Three (3) NGO's proficient in developing international training programs. To provide job-training/developmental infrastructure in developing countries \$ 7,199,725.77
4	<b>Program:</b> Grantees: Purpose: Amount:	<b>IBM Fellowship Grants</b> c/o IBM International Foundation, Armonk, NY 10504  509(a) Public Charities: Selected Universities and Colleges To provide funds for students pursuing PhD's in engineering/computer sciences. \$ 1,695,035.93

STATEMENT 8, PAGE 2

GRANTS:

6	<b>Program:</b>	<b>Education Early Learning Programs (Latin America)</b>
	<b>Grantee:</b>	Multiple LA NGOs proficient in the delivery of cutting edge technology to pre-schoolers and grade school children.
	<b>Purpose:</b>	Educational materials to enable children to achieve head-start in their education. Job training and development for young adults
	<b>Amount:</b>	\$ 120,000.00
7	<b>Grantee:</b>	<b>Public Policy Institute</b>
	<b>Purpose:</b>	509(a) Public Charity: Support the New York State initiative to assure that high school graduates are fully college- and career-ready, prepared to embark on challenging, economically-productive careers.
	<b>Amount:</b>	\$50,000.00
8	<b>Grantee:</b>	<b>IBM Italy Foundation</b> Circonvallazione Idroscalo, 20090 Segrate, Milano, Italy
	<b>Purpose:</b>	Cash grant to support educational/cultural initiatives.
	<b>Amount:</b>	\$ 175,000.00
9	<b>Grantee:</b>	<b>Center for Global Enterprise, LTD</b>
	<b>Purpose:</b>	509(a) Public Charity: Establish and support research in the area of global integration
	<b>Amount:</b>	\$4,000,000.00
10	<b>Grantee:</b>	<b>IBM United Kingdom Trust</b> 76 Upper Ground South Bank, London, Great Britain
	<b>Purpose:</b>	Cash grant to deliver educational/cultural programs to selected European Countries.
	<b>Amount:</b>	\$2,499,010.00

**Application for Extension of Time to File an  
Exempt Organization Return**

OMB No. 1545-1709

▶ **File a separate application for each return.**  
▶ Information about Form 8868 and its instructions is at [www.irs.gov/form8868](http://www.irs.gov/form8868).

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

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

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

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

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

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

Enter filer's identifying number, see instructions

**Type or  
print**File by the  
due date for  
filing your  
return. See  
instructions

Name of exempt organization or other filer, see instructions.

Employer identification number (EIN) or

IBM INTERNATIONAL FOUNDATION

13-3267906

Number, street, and room or suite no. If a P.O. box, see instructions.

Social security number (SSN)

c/o IBM TAX DEPT, NORTH CASTLE DRIVE

City, town or post office, state, and ZIP code. For a foreign address, see instructions.

ARMONK, NY 10504

Enter the Return code for the return that this application is for (file a separate application for each return) ☐ 0 ☐ 4

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ▶ Ms. Judy Chin

Telephone No. ▶ 914-499-4690

FAX No. ▶

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until August 15, 20 14, to file the exempt organization return for the organization named above. The extension is for the organization's return for
- ▶ ☒ calendar year 20 13 or
- ▶ ☐ tax year beginning \_\_\_\_\_, 20 \_\_\_\_\_, and ending \_\_\_\_\_, 20 \_\_\_\_\_

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

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a \$	216,022
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b \$	216,022
c <b>Balance due.</b> Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c \$	

**Caution.** If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form **8868** (Rev. 1-2014)

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only Part II and check this box. . . . . ☒ X
- Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.
- If you are filing for an **Automatic 3-Month Extension**, complete only Part I (on page 1)

**Part II Additional (Not Automatic) 3-Month Extension of Time. Only file the original (no copies needed)**

Enter filer's identifying number, see instructions

**Type or print**

File by the due date for filing your return. See instructions.

Name of exempt organization or other filer, see instructions

IBM INTERNATIONAL FOUNDATION

Employer identification number (EIN) or

13-3267906

Number, street, and room or suite no. If a P.O. box, see instructions

Social security number (SSN)

c/o IBM TAX DEPT, NORTH CASTLE DRIVE

City, town or post office, state, and ZIP code. For a foreign address, see instructions

ARMONK, NY 10504

Enter the Return code for the return that this application is for (file a separate application for each return) . . . . . **0 4**

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01		
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

**STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

- The books are in the care of **MS. JUDY CHIN, PROGRAM MANAGER**  
Telephone No **914-499-4690** Fax No
- If the organization does not have an office or place of business in the United States, check this box. . . . . ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN)  If this is for the whole group, check this box. . . . . ☐ If it is for part of the group, check this box. . . . . ☐ and attach a list with the names and EINs of all members the extension is for.

- 4 I request an additional 3-month extension of time until **NOVEMBER 17**, 20 **14**
- 5 For calendar year **2013**, or other tax year beginning , 20 , and ending , 20
- 6 If the tax year entered in line 5 is for less than 12 months, check reason: ☐ Initial return ☐ Final return  
☐ Change in accounting period
- 7 State in detail why you need the extension **ADDITIONAL TIME IS REQUIRED TO FILE A COMPLETE AND ACCURATE RETURN. SOME REQUIRED DATA IS STILL BEING COMPILED.**

- 8a If this application is for Forms 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. **8a \$ 216,022**
- b If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 **8b \$ 216,022**
- c **Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. **8c \$**

**Signature and Verification must be completed for Part II only.**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature **►***Judy Chin*Title **►***President*Date **►**Form **8868** (Rev. 1-2014)

**Application for Extension of Time to File an  
Exempt Organization Return**

OMB No 1545-1709

▶ **File a separate application for each return.**  
▶ **Information about Form 8868 and its instructions is at [www.irs.gov/form8868](http://www.irs.gov/form8868).**

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

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

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

**Part I Automatic 3-Month Extension of Time.** Only submit original (no copies needed).A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ☐

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

Enter filer's identifying number, see instructions

**Type or  
print**File by the  
due date for  
filing your  
return. See  
instructions

Name of exempt organization or other filer, see instructions

Employer identification number (EIN) or

IBM INTERNATIONAL FOUNDATION

13-3267906

Number, street, and room or suite no. If a P.O. box, see instructions.

Social security number (SSN)

c/o IBM TAX DEPT, NORTH CASTLE DRIVE

City, town or post office, state, and ZIP code. For a foreign address, see instructions

ARMONK, NY 10504

Enter the Return code for the return that this application is for (file a separate application for each return) ☐ 0 ☐ 4

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ▶ Ms. Judy Chin

Telephone No. ▶ 914-499-4690

FAX No ▶

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN)         . If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until August 15, 20 14, to file the exempt organization return for the organization named above. The extension is for the organization's return for
- ▶ ☒ **X** calendar year 20 13 or
- ▶ ☐ tax year beginning         , 20         , and ending         , 20

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

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a \$	216,022
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b \$	216,022
c <b>Balance due.</b> Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c \$	

**Caution.** If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.**For Privacy Act and Paperwork Reduction Act Notice, see instructions.**Form **8868** (Rev. 1-2014)