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.*

OMB No 1545-0052

2013

Open to Public Inspection

For calendar year 2013 or tax year beginning , and ending

Name of foundation ISLANDS FUND C/O JOHN MUNN	A Employer identification number 91-1663838
Number and street (or P O box number if mail is not delivered to street address) 6523 CALIFORNIA AVENUE SW — Room/suite #137	B Telephone number (206) 283-4790
City or town, state or province, country, and ZIP or foreign postal code SEATTLE, WA 98136	C If exemption application is pending, check here ▶ ☐
G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change	D 1 Foreign organizations, check here ▶ ☐ 2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
H Check type of organization: ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation	E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶$ 170,642,983. J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) (Part I, column (d) must be on cash basis)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

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

	Line	(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	24,999,971.		N/A	
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	645,157.	645,157.		STATEMENT 1
	4 Dividends and interest from securities	3,340,157.	3,076,480.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	8,462,809.			
	b Gross sales price for all assets on line 6a 47,893,367.				
	7 Capital gain net income (from Part IV, line 2)		8,462,809.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income	1,116.	1,116.		STATEMENT 3
	12 **Total.** Add lines 1 through 11	37,449,210.	12,185,562.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	20,000.	0.		20,000.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees STMT 4	20.	0.		0.
	b Accounting fees STMT 5	13,595.	0.		0.
	c Other professional fees				
	17 Interest				
	18 Taxes STMT 6	52,860.	52,835.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 7	438,483.	357,862.		621.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	524,958.	410,697.		20,621.
	25 Contributions, gifts, grants paid	9,200,000.			9,200,000.
	26 **Total expenses and disbursements** Add lines 24 and 25	9,724,958.	410,697.		9,220,621.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	27,724,252.			
	b **Net investment income** (if negative, enter -0-)		11,774,865.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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Part II Balance Sheets — Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets			
1 Cash - non-interest-bearing			
2 Savings and temporary cash investments	5,406,675.	3,198,570.	3,198,570.
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			
7 Other notes and loans receivable ▶			
Less: allowance for doubtful accounts ▶			
8 Inventories for sale or use			
9 Prepaid expenses and deferred charges			
10a Investments - U.S. and state government obligations STMT 9	2,572,902.	2,559,323.	2,587,444.
b Investments - corporate stock STMT 10	27,747,991.	38,301,912.	72,421,119.
c Investments - corporate bonds STMT 11	15,194,105.	10,630,822.	11,017,243.
11 Investments - land, buildings and equipment basis ▶			
Less accumulated depreciation ▶			
12 Investments - mortgage loans			
13 Investments - other STMT 12	71,101,691.	69,837,933.	81,418,607.
14 Land, buildings, and equipment: basis ▶			
Less accumulated depreciation ▶			
15 Other assets (describe ▶)			
16 **Total assets** (to be completed by all filers - see the instructions. Also, see page 1, item I)	122,023,364.	124,528,560.	170,642,983.
Liabilities			
17 Accounts payable and accrued expenses			
18 Grants payable			
19 Deferred revenue			
20 Loans from officers, directors, trustees, and other disqualified persons			
21 Mortgages and other notes payable			
22 Other liabilities (describe ▶ STATEMENT 13)	135,723.	195,000.	
23 **Total liabilities** (add lines 17 through 22)	135,723.	195,000.	
Net Assets or Fund Balances			
Foundations that follow SFAS 117, check here ▶ ☐ **and complete lines 24 through 26 and lines 30 and 31**			
24 Unrestricted			
25 Temporarily restricted			
26 Permanently restricted			
Foundations that do not follow SFAS 117, check here ▶ [X] **and complete lines 27 through 31**			
27 Capital stock, trust principal, or current funds	263,158.	263,158.	
28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
29 Retained earnings, accumulated income, endowment, or other funds	121,624,483.	124,070,402.	
30 **Total net assets or fund balances**	121,887,641.	124,333,560.	
31 **Total liabilities and net assets/fund balances**	122,023,364.	124,528,560.	

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	121,887,641.
2 Enter amount from Part I, line 27a	2	27,724,252.
3 Other increases not included in line 2 (itemize) ▶ ROUNDING	3	3.
4 Add lines 1, 2, and 3	4	149,611,896.
5 Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 8	5	25,278,336.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	124,333,560.

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				
b	SEE ATTACHED STATEMENTS			
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e	47,893,367.		39,430,558.	8,462,809.

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				
b				
c				
d				
e				8,462,809.

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	8,462,809.
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). If (loss), enter -0- in Part I, line 8		3	N/A

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	7,451,764.	132,330,113.	.056312
2011	6,538,794.	127,114,675.	.051440
2010	4,185,618.	92,960,181.	.045026
2009	5,286,675.	85,594,253.	.061764
2008	6,031,910.	103,198,940.	.058449

2 **Total** of line 1, column (d)	2	.272991
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	.054598
4 Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	141,302,459.
5 Multiply line 4 by line 3	5	7,714,832.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	117,749.
7 Add lines 5 and 6	7	7,832,581.
8 Enter qualifying distributions from Part XII, line 4	8	9,220,621.

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

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

1a Exempt operating foundations described in section 4940(d)(2), check here ▶ [ ] and enter "N/A" on line 1. Date of ruling or determination letter: ______ (attach copy of letter if necessary-see instructions)				
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b			1	117,749.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).				
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			2	0.
3 Add lines 1 and 2			3	117,749.
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	117,749.
6 Credits/Payments:				
a 2013 estimated tax payments and 2012 overpayment credited to 2013	6a	119,720.		
b Exempt foreign organizations - tax withheld at source	6b			
c Tax paid with application for extension of time to file (Form 8868)	6c	34,000.		
d Backup withholding erroneously withheld	6d			
7 Total credits and payments. Add lines 6a through 6d			7	153,720.
8 Enter any **penalty** for underpayment of estimated tax. Check here [X] 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	35,971.
11 Enter the amount of line 10 to be: **Credited to 2014 estimated tax** ▶ 35,971. **Refunded** ▶			11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)?	1b		X
If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ $ 0. (2) On foundation managers. ▶ $ 0.			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6		X
7 Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ WA			
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2013 or the taxable year beginning in 2013 (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 STMT 14	10	X	

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

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

Website address ▶ N/A

14 The books are in care of ▶ MR. JOHN MUNN Telephone no. ▶ (206) 283-4790
Located at ▶ 6523 CALIFORNIA AVENUE SW, NO. 137, SEATTLE, WA ZIP+4 ▶ 98136

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** - Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

		Line	Yes	No
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		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.

			Line	Yes	No
1a	During the year did the foundation (either directly or indirectly):				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?	N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2013?		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?	☐ Yes ☒ No			
	If "Yes," list the years ▶ ____, ____, ____, ____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.)	N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ____, ____, ____, ____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 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.)*	N/A	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)? ☒ 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** X (No)
Organizations relying on a current notice regarding disaster assistance check here ▶ ☐
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☒ No
If "Yes," attach the statement required by Regulations section 53.4945-5(d)
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** X (No)
If "Yes" to 6b, file Form 8870
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? 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.

(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 15		20,000.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). 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. 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

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.

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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	137,134,737.
b	Average of monthly cash balances			1b	6,319,536.
c	Fair market value of all other assets			1c	
d	**Total** (add lines 1a, b, and c)			1d	143,454,273.
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	143,454,273.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)			4	2,151,814.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4			5	141,302,459.
6	**Minimum investment return** Enter 5% of line 5			6	7,065,123.

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	7,065,123.
2a	Tax on investment income for 2013 from Part VI, line 5	2a	117,749.		
b	Income tax for 2013. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	117,749.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	6,947,374.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	6,947,374.
6	Deduction from distributable amount (see instructions)			6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	6,947,374.

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	9,220,621.
b	Program-related investments - total from Part IX-B	1b	0.
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	9,220,621.
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	5	117,749.
6	**Adjusted qualifying distributions** Subtract line 5 from line 4	6	9,102,872.

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.

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Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2012	(c) 2012	(d) 2013
1 Distributable amount for 2013 from Part XI, line 7				6,947,374.
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only			0.	
b Total for prior years: ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2013:				
a From 2008 652,376.				
b From 2009 1,063,612.				
c From 2010 272,584.				
d From 2011 935,472.				
e From 2012 1,074,656.				
f Total of lines 3a through e	3,998,700.			
4 Qualifying distributions for 2013 from Part XII, line 4: ▶ $ 9,220,621.				
a Applied to 2012, 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 2013 distributable amount				6,947,374.
e Remaining amount distributed out of corpus	2,273,247.			
5 Excess distributions carryover applied to 2013 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	6,271,947.			
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 2012. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2013. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2014				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2008 not applied on line 5 or line 7	652,376.			
9 Excess distributions carryover to 2014. Subtract lines 7 and 8 from line 6a	5,619,571.			
10 Analysis of line 9:				
a Excess from 2009 1,063,612.				
b Excess from 2010 272,584.				
c Excess from 2011 935,472.				
d Excess from 2012 1,074,656.				
e Excess from 2013 2,273,247.				

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 2013, 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) 2013	(b) 2012	(c) 2011	(d) 2010	(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).)

SARAH R. WERNER

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 address of the person to whom applications should be addressed:

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

c Any submission deadlines:

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year				
ALOHA FOUNDATION 2968 LAKE MOREY ROAD FAIRLEE, VT 05045	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	1,000,000.
ASPEN CENTER FOR ENVIORNMENTAL STUDIES 100 PUPPY SMITH ST. ASPEN, CO 81611	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	300,000.
BELLEVUE SCHOOLS FOUNDATION 12241 MAIN STREET BELLEVUE, WA 98005	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	50,000.
BERTSCHI SCHOOL 2227 10TH AVENUE EAST SEATTLE, WA 98102	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	200,000.
BIG BROTHERS/BIG SISTERS OF CENTRAL OREGON 62895 HAMBLY ROAD BEND, OR 97701	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
Total SEE CONTINUATION SHEET(S)			▶ 3a	9,200,000.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
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	523000	645,157.			
4 Dividends and interest from securities	523000	3,340,157.			
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	523000	1,116.			
8 Gain or (loss) from sales of assets other than inventory	523000	530,185.			7,932,624.
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)		4,516,615.		0.	7,932,624.

13 **Total** Add line 12, columns (b), (d), and (e) 13 12,449,239.

(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).
4	EARNINGS USED TO MEET TAX EXEMPT PURPOSE

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

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

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

b If "Yes," complete the following schedule.

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

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

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

Signature of officer or trustee: [signature] Date: 15 May 2014 Title: Treasurer

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
LEE A. HEDGE	[signature]	5/9/14		P00426327

Firm's name ▶ HEDGE + DETHLEFS, P.S. Firm's EIN ▶ 46-1702072

Firm's address ▶ 10900 NE 4TH STREET SUITE 2300
BELLEVUE, WA 98004 Phone no. (206) 547-7800

323622
10-10-13

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

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at *www.irs.gov/form990*.

OMB No 1545-0047

2013

Name of the organization
ISLANDS FUND
C/O JOHN MUNN

Employer identification number
91-1663838

Organization type (check one):

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

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions.

General Rule

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

Special Rules

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

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

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

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990, or check the box on line H of its Form 990-EZ or on 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	Employer identification number
ISLANDS FUND C/O JOHN MUNN	91-1663838

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	SARAH R. WERNER P.O. BOX 503 BELLEVUE, WA 98009	$ 10,000,053.	Person [ ] Payroll [ ] Noncash [X] (Complete Part II for noncash contributions)
2	SARAH R. WERNER P.O. BOX 503 BELLEVUE, WA 98009	$ 14,999,918.	Person [ ] Payroll [ ] Noncash [X] (Complete Part II for noncash contributions.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions.)

Name of organization	Employer identification number
ISLANDS FUND C/O JOHN MUNN	91-1663838

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
1	89,131 SHARES OF FEDEX COMMON STOCK (FDX) AT $112.195 PER SHARE BASED UPON STOCK EXCHANGE.	$ 10,000,053.	10/19/13

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
2	108,377 SHARES OF FEDEX COMMON STOCK (FDX) AT $138.405 PER SHARE BASED UPON STOCK EXCHANGE	$ 14,999,918.	12/05/13

(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: ISLANDS FUND C/O JOHN MUNN

Employer identification number: 91-1663838

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) ▶ $

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

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

(e) Transfer of gift

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

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

(e) Transfer of gift

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

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

(e) Transfer of gift

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

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a	SEE ATTACHED MERRILL LYNCH SCHEDULE			
b	SEE ATTACHED MERRILL LYNCH SCHEDULE			
c	SEE ATTACHED MERRILL LYNCH SCHEDULE			
d	SEE ATTACHED MERRILL LYNCH SCHEDULE			
e	SEE ATTACHED MERRILL LYNCH SCHEDULE			
f	SEE ATTACHED MERRILL LYNCH SCHEDULE			
g	SEE ATTACHED MERRILL LYNCH SCHEDULE			
h	SEE ATTACHED MERRILL LYNCH SCHEDULE			
i	SEE ATTACHED MERRILL LYNCH SCHEDULE			
j	SEE ATTACHED MERRILL LYNCH SCHEDULE			
k	SEE ATTACHED MERRILL LYNCH SCHEDULE			
l	SEE ATTACHED MERRILL LYNCH SCHEDULE			
m	SEE ATTACHED MERRILL LYNCH SCHEDULE			
n	SEE ATTACHED MERRILL LYNCH SCHEDULE			
o	SEE ATTACHED MERRILL LYNCH SCHEDULE			

	(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	2,672,863.		2,565,631.	107,232.
b	12,857,398.		7,385,753.	5,471,645.
c	46.			46.
d	2,221,661.		1,459,155.	762,506.
e	2,589,719.		2,637,666.	<47,947.>
f	19,950,322.		19,485,156.	465,166.
g	37,564.		42,424.	<4,860.>
h	610,032.		443,686.	166,346.
i	10.			10.
j	1,434,577.		1,158,264.	276,313.
k	1,850,925.		1,414,397.	436,528.
l	989,580.		898,122.	91,458.
m	424,081.		363,596.	60,485.
n	405.			405.
o	599,925.		581,199.	18,726.

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a				107,232.
b				5,471,645.
c				46.
d				762,506.
e				<47,947.>
f				465,166.
g				<4,860.>
h				166,346.
i				10.
j				276,313.
k				436,528.
l				91,458.
m				60,485.
n				405.
o				18,726.

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	
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). If (loss), enter "-0-" in Part I, line 8	3	

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a	SEE ATTACHED MERRILL LYNCH SCHEDULE			
b	SEE ATTACHED MERRILL LYNCH SCHEDULE			
c	SEE ATTACHED MERRILL LYNCH SCHEDULE			
d	CAPITAL GAINS DIVIDENDS			
e				
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	1,094,666.		966,088.	128,578.
b	29,320.		29,421.	<101.>
c	88.			88.
d	530,185.			530,185.
e				
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col (k), but not less than "-0-")
	(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a				128,578.
b				<101.>
c				88.
d				530,185.
e				
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

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	8,462,809.
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). If (loss), enter "-0-" in Part I, line 8	3	N/A

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return.

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities " A covered security includes those with a purchase date within the following timeline: Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012 Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities " Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available)

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution Other methods for calculating gain (loss) are available The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received.

This is important tax information and is being furnished to the Internal Revenue Service If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
ABBOTT LABS		*CUSIP Number*	*002824100*					
4860 0000	Sale	02/08/13	09/04/13	162,726 01	167,329 80	0 00	(4,603 79)	
AGILENT TECHNOLOGIES INC		*CUSIP Number*	*00846U101*					
6008 0000	Sale	04/05/12	02/08/13	270,774 49	269,404 73	0 00	1,369 76	
2512 0000	Sale	08/24/12	02/08/13	113,213 31	94,248 65	0.00	18,964 66	
	Security Subtotal			*383,987.80*	*363,653.38*	*0.00*	*20,334.42*	
AMERICAN WTR WKS CO INC NEW		*CUSIP Number*	*030420103*					
234 0000	Sale	02/15/12	02/08/13	9,123 45	7,871 76	0 00	1,251 69	
1900 0000	Sale	02/15/12	02/08/13	74,079 34	63,935 00	0 00	10,144 34	
2134 0000	Sale	02/15/12	02/08/13	83,202 80	71,830 44	0 00	11,372 36	
	Security Subtotal			*166,405.59*	*143,637.20*	*0.00*	*22,768.39*	
BCE INC		*CUSIP Number*	*05534B760*					
2811 0000	Sale	02/08/13	10/28/13	122,280 87	124,977 06	0 00	(2,696 19)	
1872 0000	Sale	09/04/13	10/28/13	81,433 58	79,331 62	0 00	2,101 96	
	Security Subtotal			*203,714.45*	*204,308.68*	*0.00*	*(594.23)*	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
4S ENERGY CORP		*CUSIP Number*	*125896100*					
4878 0000	Sale	02/08/13	09/04/13	127,042 85	125,315 82	0 00	1,727 03	
\MERON INTL CORP		*CUSIP Number*	*13342B105*					
3525 0000	Sale	10/28/13	11/01/13	191,442 95	190,594 17	0 00	848 78	
)NAGRA FOODS INC		*CUSIP Number*	*205887102*					
1115 0000	Sale	02/08/13	09/04/13	37,768 29	37,073 75	0 00	694 54	
GITAL RLTY TR INC		*CUSIP Number*	*253868103*					
44 0000	Sale	01/16/13	10/28/13	2,541.55	3,118 72	0 00	(577 17)	
1 0000	Sale	04/02/13	10/28/13	57 76	74 09	0 00	(16 33)	
44 0000	Sale	04/02/13	10/28/13	2,541 56	2,925 56	0 00	(384 00)	
1 0000	Sale	07/01/13	10/28/13	57 76	64 54	0 00	(6 78)	
48 0000	Sale	07/01/13	10/28/13	2,772 61	2,955 84	0 00	(183 23)	
1009 0000	Sale	09/04/13	10/28/13	58,282 60	53,275 13	0 00	5,007 47	
1 0000	Sale	10/01/13	10/28/13	57 76	56 66	0 00	1 10	
72 0000	Sale	10/01/13	10/28/13	4,158.92	3,800 16	0 00	358 76	
0536	Sale	10/01/13	10/30/13	2 75	2 83	0 00	(0 08)	
	Security Subtotal			***70,473.27***	***66,273 53***	***0.00***	***4,199.74***	
PONT E I DE NEMOURS		*CUSIP Number*	*263534109*					
1764 0000	Sale	02/08/13	09/04/13	101,169 81	83,754 72	0 00	17,415 09	
-IANZGI NFJ DIVID 'NTEREST AND PREMIU		*CUSIP Number*	*01883A107*					
1 0000	Sale	04/09/12	02/06/13	16 70	16 46	0 00	0 24	
472 0000	Sale	04/09/12	02/06/13	7,883 79	8,007 96	0 00	(124 17)	
1 0000	Sale	07/10/12	02/06/13	16 70	16 77	0 00	(0 07)	
508 0000	Sale	07/10/12	02/06/13	8,485 10	8,321 23	0 00	163 87	
1.0000	Sale	10/08/12	02/06/13	16 70	16 73	0 00	(0 03)	
518 0000	Sale	10/08/12	02/06/13	8,652 13	8,682 03	0.00	(29 90)	
553 0000	Sale	01/24/13	02/06/13	9,236 74	9,065 88	0.00	170 86	
	Security Subtotal			***34,307.86***	***34,127.06***	***0.00***	***180.80***	
4FT FOODS GROUP INC ;HS		*CUSIP Number*	*50076Q106*					
146 0000	Sale	02/08/13	09/04/13	7,718 15	6,851 78	0 00	866 37	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B — 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
MERCK AND CO INC SHS		CUSIP Number	58933Y105					
2038 0000	Sale	02/08/13	11/01/13	91,385 59	83,680 28	0 00	7,705 31	
3524 0000	Sale	09/04/13	11/01/13	158,019 05	168,077 53	0.00	(10,058 48)	
	Security Subtotal			**249,404.64**	**251,757.81**	**0.00**	**(2,353.17)**	
MALLINCKRODT PLC SHS		CUSIP Number	G5785G107					
3 0000	Sale	11/07/12	09/04/13	134 83	116 28	0 00	18 55	
4 0000	Sale	12/31/12	09/04/13	179 78	156 76	0 00	23 02	
2 0000	Sale	05/07/13	09/04/13	89 90	91 19	0 00	(1 29)	
0961	Sale	05/08/13	09/06/13	4 41	38 48	0 00	(34 07)	
	Security Subtotal			**408.92**	**402.71**	**0.00**	**6.21**	
NEXTERA ENERGY INC SHS		CUSIP Number	65339F101					
684 0000	Sale	02/15/12	02/08/13	49,424 73	40,981 86	0 00	8,442 87	
OCCIDENTAL PETE CORP CAL		CUSIP Number	674599105					
840 0000	Sale	08/24/12	02/08/13	74,128 34	72,882 40	0 00	1,245 94	
86 0000	Sale	03/20/13	09/04/13	7,711 75	6,835 75	0 00	876 00	
	Security Subtotal			**81,840.09**	**79,718 15**	**0.00**	**2,121.94**	
PACCAR INC		CUSIP Number	693718108					
578 0000	Sale	02/08/13	09/04/13	31,246 78	27,402 98	0 00	3,843 80	
RAYTHEON CO DELAWARE NEW		CUSIP Number	755111507					
100 0000	Sale	02/15/12	02/08/13	5,410 87	4,947 50	0 00	463 37	
2900 0000	Sale	02/15/12	02/08/13	156,915 49	143,479 53	0 00	13,435 96	
647 0000	Sale	02/15/12	02/08/13	35,008 38	32,013 56	0 00	2,994 82	
2014 0000	Sale	08/24/12	02/08/13	108,975 11	111,667 33	0 00	(2,692 22)	
	Security Subtotal			**306,309.85**	**292,107.92**	**0.00**	**14,201.93**	
CHLUMBERGER LTD		CUSIP Number	806857108					
12 0000	Sale	10/16/12	09/04/13	995 14	878 87	0 00	116 27	
12 0000	Sale	01/15/13	09/04/13	995 14	869 76	0 00	125 38	
1 0000	Sale	04/16/13	09/04/13	82 92	69 30	0 00	13 62	
13 0000	Sale	04/16/13	09/04/13	1,078 08	947 31	0 00	130 77	
13 0000	Sale	07/16/13	09/04/13	1,078 09	1,005.16	0 00	72 93	
8651	Sale	07/17/13	09/06/13	73 34	63 58	0 00	9 76	
0030	Sale	10/16/13	10/21/13	0 27	0.27	0 00	0 00	
	Security Subtotal			**4,302.98**	**3,834.25**	**0.00**	**468 73**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ME WARNER INC SHS		CUSIP Number	887317303					
1598 0000	Sale	02/08/13	09/04/13	99,010 36	83,479 52	0 00	15,530 84	
)DAFONE GROP PLC SP ADR		CUSIP Number	92857W209					
5616.0000	Sale	02/15/12	02/08/13	155,054 28	153,191 56	0 00	1,862.72	
1700 0000	Sale	02/15/12	02/08/13	46,935 95	46,373 28	0 00	562.67	
100 0000	Sale	02/15/12	02/08/13	2,760 93	2,727 87	0 00	33 06	
100 0000	Sale	02/15/12	02/08/13	2,760 93	2,727 91	0 00	33.02	
300 0000	Sale	02/15/12	02/08/13	8,282 82	8,183 82	0 00	99.00	
100 0000	Sale	02/15/12	02/08/13	2,760.94	2,727 96	0 00	32 98	
100 0000	Sale	02/15/12	02/08/13	2,760 94	2,727 99	0 00	32 95	
100 0000	Sale	02/15/12	02/08/13	2,760 95	2,728 00	0 00	32 95	
	Security Subtotal			**224,077.74**	**221,388.39**	**0.00**	**2,689.35**	
'EL ENERGY INC		CUSIP Number	98389B100					
1080 0000	Sale	02/15/12	02/08/13	29,969 33	28,358 42	0 00	1,610 91	
ЛCO COMMODITY REAL RETURN STRATEGY FD CL P		CUSIP Number	72201M842					
1179 0000	Sale	06/21/12	05/03/13	7,486 65	7,132 94	0 00	353 71	
1 0000	Sale	09/20/12	05/03/13	6 35	6 26	0 00	0 09	
1352 0000	Sale	09/20/12	05/03/13	8,585 20	9,477 52	0 00	(892 32)	
1 0000	Sale	12/12/12	05/03/13	6 35	6 88	0 00	(0 53)	
522 0000	Sale	12/12/12	05/03/13	3,314 70	3,533 94	0 00	(219 24)	
1287 0000	Sale	12/12/12	05/03/13	8,172 46	8,712 99	0 00	(540 53)	
1 0000	Sale	12/27/12	05/03/13	6 35	6 74	0 00	(0 39)	
473 0000	Sale	12/27/12	05/03/13	3,003 55	3,140 72	0 00	(137 17)	
8150	Sale	03/26/13	05/03/13	5 17	5 36	0 00	(0 19)	
803 0000	Sale	03/26/13	05/03/13	5,099 06	5,275 70	0 00	(176 64)	
	Security Subtotal			**35,685.84**	**37,299.05**	**0.00**	**(1,613.21)**	
⊃QUEVILLE GOLD FUND		CUSIP Number	888894862					
1 0000	Sale	12/19/12	02/06/13	59 17	64.42	0 00	(5 25)	
0240	Sale	12/19/12	02/06/13	1 42	1 49	0 00	(0 07)	
408 0000	Sale	12/19/12	02/06/13	24,141 37	25,389 83	0 00	(1,248 46)	
	Security Subtotal			**24,201.96**	**25,455.74**	**0.00**	**(1,253.78)**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
NATIXIS GATEWAY FUND CL Y		*CUSIP Number*	*367829884*					
1 0000	Sale	03/23/12	02/06/13	27 70	26 03	0 00	1 67	
146 0000	Sale	03/23/12	02/06/13	4,044 20	3,930 32	0 00	113 88	
149 0000	Sale	06/22/12	02/06/13	4,127 30	3,973 83	0 00	153 47	
1 0000	Sale	09/21/12	02/06/13	27 70	26 78	0 00	0 92	
145 0000	Sale	09/21/12	02/06/13	4,016.50	3,999.09	0.00	17.41	
5180	Sale	12/21/12	02/06/13	14 35	14 23	0 00	0 12	
226 0000	Sale	12/21/12	02/06/13	6,260 21	6,133 63	0 00	126 58	
	Security Subtotal			*18,517.96*	*18,103.91*	*0.00*	*414.05*	
PERMANENT PORTFOLIO FUND		*CUSIP Number*	*714199106*					
2670	Sale	12/05/12	02/06/13	13 29	12 91	0 00	0 38	
1 0000	Sale	12/05/12	09/04/13	47 30	47 79	0 00	(0 49)	
286 0000	Sale	12/05/12	09/04/13	13,527 80	13,833 81	0 00	(306 01)	
1 0000	Sale	12/05/12	09/04/13	47 30	48 37	0 00	(1 07)	
382 0000	Sale	12/05/12	09/04/13	18,068 61	18,477 34	0 00	(408 73)	
	Security Subtotal			*31,704 30*	*32,420.22*	*0 00*	*(715.92)*	
Covered Short Term Capital Gains and Losses Subtotal				2,672,862.51	2,565,630.82	0.00	107,231.69	
NET SHORT TERM CAPITAL GAINS AND LOSSES				2,672,862.51	2,565,630.82	0.00	107,231.69	

LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.

COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
DIGITAL RLTY TR INC		*CUSIP Number*	*253868103*					
250 0000	Sale	03/03/11	10/28/13	14,440 67	14,454 86	0 00	(14 19)	
20 0000	Sale	04/01/11	10/28/13	1,155 25	1,161 39	0 00	(6 14)	
1 0000	Sale	07/01/11	10/28/13	57 76	58 16	0 00	(0 40)	
19 0000	Sale	07/01/11	10/28/13	1,097 49	1,173 80	0 00	(76 31)	
1 0000	Sale	10/03/11	10/28/13	57 76	61 39	0 00	(3 63)	
22 0000	Sale	10/03/11	10/28/13	1,270 78	1,202 97	0 00	67 81	
1 0000	Sale	01/17/12	10/28/13	57 76	58 06	0 00	(0 30)	
18 0000	Sale	01/17/12	10/28/13	1,039 72	1,202 25	0 00	(162 53)	
102 0000	Sale	02/15/12	10/28/13	5,891 79	7,045 32	0 00	(1,153 53)	
1900 0000	Sale	02/15/12	10/28/13	109,749 14	131,259 60	0 00	(21,510 46)	
38 0000	Sale	04/02/12	10/28/13	2,194 98	2,810 90	0 00	(615 92)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
)NG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
)VERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
GITAL RLTY TR INC		*CUSIP Number*	*253868103*					
1 0000	Sale	07/02/12	10/28/13	57 76	69 62	0 00	(11 86)	
37 0000	Sale	07/02/12	10/28/13	2,137 22	2,793 52	0 00	(656 30)	
270 0000	Sale	08/24/12	10/28/13	15,595 93	20,035 44	0 00	(4,439.51)	
44 0000	Sale	10/01/12	10/28/13	2,541 55	3,081 75	0 00	(540.20)	
	Security Subtotal			***157,345.56***	***186,469.03***	***0.00***	***(29,123.47)***	
LIANZGI NFJ DIVID INTEREST AND PREMIU		*CUSIP Number*	*01883A107*					
478 0000	Sale	01/19/12	02/06/13	7,984 00	7,666 52	0 00	317 48	
/BERLY CLARK		*CUSIP Number*	*494368103*					
382 0000	Sale	02/15/12	09/04/13	35,361 12	27,181 21	0 00	8,179 91	
.LLINCKRODT PLC SHS		*CUSIP Number*	*G5785G107*					
128 0000	Sale	03/03/11	09/04/13	5,752 97	4,731 32	0 00	1,021 65	
2 0000	Sale	08/23/11	09/04/13	89 89	67 68	0 00	22 21	
2 0000	Sale	11/08/11	09/04/13	89 89	65 47	0 00	24.42	
147 0000	Sale	02/15/12	09/04/13	6,606 93	5,342 49	0 00	1,264 44	
2 0000	Sale	02/24/12	09/04/13	89 89	72 44	0 00	17 45	
3 0000	Sale	05/09/12	09/04/13	134 83	112 84	0 00	21 99	
2 0000	Sale	08/20/12	09/04/13	89 89	79 93	0 00	9 96	
46 0000	Sale	08/24/12	09/04/13	2,067 49	1,781 54	0 00	285 95	
	Security Subtotal			***14,921.78***	***12,253.71***	***0.00***	***2,668.07***	
:IDENTAL PETE CORP CAL		*CUSIP Number*	*674599105*					
1886 0000	Sale	08/24/12	09/04/13	169,120 47	163,638 34	0 00	5,482 13	
LIP MORRIS INTL INC		*CUSIP Number*	*718172109*					
399 0000	Sale	11/03/11	09/04/13	~~33,464.74~~	~~28,087 65~~	~~0 00~~	~~5,377.09~~	
/AL DUTCH SHEL PLC :PONS ADR B		*CUSIP Number*	*780259107*					
185 0000	Sale	03/03/11	03/20/13	12,440 49	13,184 95	0 00	(744 46)	
139 0000	Sale	02/15/12	03/20/13	9,347 18	10,155 34	0 00	(808 16)	
61 0000	Sale	02/15/12	03/20/13	4,101 99	4,456 66	0 00	(354 67)	
339 0000	Sale	02/15/12	03/20/13	22,796 37	24,770 73	0 00	(1,974 36)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ROYAL DUTCH SHEL PLC SPONS ADR B		*CUSIP Number*	*780259107*					
61 0000	Sale	02/15/12	03/20/13	4,101 99	4,457 27	0 00	(355 28)	
139.0000	Sale	02/15/12	03/20/13	9,347 19	10,158 12	0 00	(810 93)	
	Security Subtotal			***62,135.21***	***67,183.07***	***0.00***	***(5,047.86)***	
SCHLUMBERGER LTD		*CUSIP Number*	*806857108*					
500 0000	Sale	03/03/11	09/04/13	41,464 30	46,305 00	0 00	(4,840 70)	
300 0000	Sale	03/03/11	09/04/13	24,878 58	27,786 00	0 00	(2,907 42)	
874 0000	Sale	03/03/11	09/04/13	72,479 60	80,958 62	0 00	(8,479 02)	
4 0000	Sale	07/06/11	09/04/13	331 71	353 92	0 00	(22 21)	
7 0000	Sale	10/05/11	09/04/13	580 50	415 66	0 00	164 84	
1 0000	Sale	01/10/12	09/04/13	82 92	82 88	0 00	0 04	
5 0000	Sale	01/10/12	09/04/13	414 64	352 50	0 00	62 14	
624 0000	Sale	02/15/12	09/04/13	51,747 46	48,085 25	0 00	3,662 21	
1 0000	Sale	04/17/12	09/04/13	82 92	70 04	0 00	12 88	
9 0000	Sale	04/17/12	09/04/13	746 35	616 68	0 00	129 67	
9 0000	Sale	07/17/12	09/04/13	746 35	603 09	0 00	143 26	
874 0000	Sale	08/24/12	09/04/13	72,479 64	64,842 06	0 00	7,637 58	
	Security Subtotal			***266,034.97***	***270,471.70***	***0.00***	***(4,436.73)***	
XCEL ENERGY INC		*CUSIP Number*	*98389B100*					
4520 0000	Sale	02/15/12	09/04/13	123,451 57	118,685 26	0 00	4 766 31	
PIMCO COMMODITY REAL RETURN STRATEGY FD CL P		*CUSIP Number*	*72201M842*					
1 0000	Sale	03/22/12	05/03/13	6 35	7 02	0 00	(0 67)	
1486 0000	Sale	03/22/12	05/03/13	9,436 10	9,971 06	0 00	(534 96)	
	Security Subtotal			***9,442.45***	***9,978.08***	***0.00***	***(535.63)***	
Covered Long Term Capital Gains and Losses Subtotal				**879,261.87**	**891,614.57**	**0.00**	**(12,352.70)**	

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2013 ANNUAL STATEMENT SUMMARY

)99-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

ONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
GITAL RLTY TR INC		*CUSIP Number*	*253868103*					
100 0000	Sale	11/19/09	02/08/13	6,539 85	4,747 94	0 00	1,791 91	
407 0000	Sale	11/19/09	02/08/13	26,617 21	19,332.25	0 00	7,284 96	
871 0000	Sale	11/19/09	10/28/13	50,311 30	41,371 95	0 00	8,939 35	
171 0000	Sale	02/04/10	10/28/13	9,877 42	8,249 70	0 00	1,627 72	
	Security Subtotal			***93,345.78***	***73,701.84***	***0.00***	***19,643.94***	
DEX CORP DELAWARE COM		*CUSIP Number*	*31428X106*					
10173 0000	Sale	01/01/72	10/15/13	1,233,829 23	10,173 01	0 00	1,223,656 22	
3087 0000	Sale	01/01/72	10/15/13	374,405 87	3,087 00	0 00	371,318 87	
1740 0000	Sale	01/01/72	10/15/13	211,035 38	1,740 00	0 00	209,295 38	
15000 0000	Sale	01/01/72	10/17/13	1,838,887 65	15,000 01	0 00	1,823,887 64	
14566 0000	Sale	01/01/72	10/22/13	1,905,363 60	14,566 01	0 00	1,890,797 59	
	Security Subtotal			***5,563,521.73***	***44,566.03***	***0.00***	***5,518,955.70***	
LIANZGI NFJ DIVID INTEREST AND PREMIU		*CUSIP Number*	*01883A107*					
10000 0000	Sale	02/08/10	02/06/13	167,029 43	133,226 80	0.00	33,802 63	
6806 0000	Sale	09/07/10	02/06/13	113,680 23	95,895 76	0 00	17,784 47	
409 0000	Sale	04/07/11	02/06/13	6,831 50	7,118 51	0 00	(287 01)	
1 0000	Sale	07/11/11	02/06/13	16 70	17 65	0 00	(0 95)	
405 0000	Sale	07/11/11	02/06/13	6,764 69	7,303 65	0 00	(538 96)	
547 0000	Sale	10/06/11	02/06/13	9,136 51	7,347 15	0 00	1,789 36	
	Security Subtotal			***303,459.06***	***250,909.52***	***0.00***	***52,549.54***	
.LLINCKRODT PLC SHS		*CUSIP Number*	*G5785G107*					
371 0000	Sale	11/24/09	09/04/13	16,674 63	12,147 39	0 00	4,527 24	
:ROSOFT CORP		*CUSIP Number*	*594918104*					
1 0000	Sale	01/25/08	09/04/13	31 20	33 26	2 06 (W)	0 00	
61 0000	Sale	01/25/08	09/04/13	1,903 35	2,028.87	125 52 (W)	0 00	
13 0000	Sale	01/25/08	09/04/13	405 63	432.38	26 75 (W)	0 00	
1159 0000	Sale	01/25/08	09/04/13	36,163 65	38,548 22	0 00	(2,384 57)	
848 0000	Sale	03/03/08	09/04/13	26,459 68	23,082 56	0 00	3,377 12	
214 0000	Sale	11/14/08	09/04/13	6,677 33	4,271 44	0 00	2,405 89	
60 0000	Sale	11/19/09	09/04/13	1,872 15	1,792 80	0 00	79 35	
	Security Subtotal			***73,512.99***	***70,189.53***	***154.33***	***3,477.79***	

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1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ROYAL DUTCH SHEL PLC SPONS ADR B		CUSIP Number	780259107					
342 0000	Sale	11/19/09	03/20/13	22,998 09	20,509 74	0 00	2,488 35	
963 0000	Sale	11/19/09	03/20/13	64,757 79	57,751 11	0 00	7,006.68	
342 0000	Sale	11/19/09	03/20/13	22,998 10	20,513 16	0 00	2,484 94	
100 0000	Sale	02/04/10	03/20/13	6,724 59	5,262 00	0 00	1,462 59	
402 0000	Sale	02/04/10	03/20/13	27,032 85	21,153 24	0 00	5,879 61	
98 0000	Sale	02/04/10	03/20/13	6,590 10	5,157 74	0 00	1,432.36	
402 0000	Sale	02/04/10	03/20/13	27,032 84	21,157 26	0 00	5,875 58	
100 0000	Sale	02/04/10	03/20/13	6,724 59	5,264 00	0 00	1,460 59	
	Security Subtotal			184,858 95	156,768.25	0.00	28,090.70	
PIMCO COMMODITY REAL RETURN STRATEGY FD CL P		CUSIP Number	72201M842					
33611 0000	Sale	07/30/09	05/03/13	213,429 84	245,696 41	0 00	(32,266 57)	
1 0000	Sale	07/31/09	05/03/13	6 34	7 46	0 00	(1 12)	
2877 0000	Sale	09/18/09	05/03/13	18,268 94	22,267 98	0 00	(3,999.04)	
1 0000	Sale	09/21/09	05/03/13	6 34	7 48	0 00	(1 14)	
29904 0000	Sale	11/19/09	05/03/13	189,890 40	249,997 44	0 00	(60,107 04)	
2595 0000	Sale	12/09/09	05/03/13	16,478 25	20,889 75	0 00	(4,411 50)	
1 0000	Sale	12/10/09	05/03/13	6 35	8 09	0 00	(1.74)	
5138 0000	Sale	12/30/09	05/03/13	32,626 30	42,696 78	0 00	(10,070 48)	
1 0000	Sale	12/31/09	05/03/13	6 35	8 28	0 00	(1.93)	
5382 0000	Sale	03/18/10	05/03/13	34 175 70	42,625 44	0 00	(8,449 74)	
1 0000	Sale	06/17/10	05/03/13	6 35	7 51	0 00	(1 16)	
6053 0000	Sale	06/17/10	05/03/13	38,436 55	45,458 03	0 00	(7,021 48)	
1 0000	Sale	09/16/10	05/03/13	6 35	7 74	0 00	(1 39)	
6601 0000	Sale	09/16/10	05/03/13	41,916 35	52,477.95	0 00	(10,561 60)	
5042 0000	Sale	12/31/10	05/03/13	32,016 70	46,840 17	0 00	(14,823 47)	
1.0000	Sale	03/17/11	05/03/13	6 35	9 28	0 00	(2 93)	
6577 0000	Sale	03/17/11	05/03/13	41,763 95	61,363 40	0 00	(19,599 45)	
13203 0000	Sale	06/16/11	05/03/13	83,839 05	116,978 57	0 00	(33,139 52)	
1 0000	Sale	09/15/11	05/03/13	6 34	8 98	0 00	(2 64)	
13102 0000	Sale	09/15/11	05/03/13	83,197 71	110,580 87	0 00	(27,383 16)	
1 0000	Sale	12/07/11	05/03/13	6 34	8 05	0 00	(1 71)	
1255 0000	Sale	12/07/11	05/03/13	7,969 25	9,512 90	0 00	(1,543 65)	
1 0000	Sale	12/07/11	05/03/13	6 34	7.58	0 00	(1 24)	
5278 0000	Sale	12/07/11	05/03/13	33,515 30	40,007 24	0 00	(6,491 94)	
1 0000	Sale	12/28/11	05/03/13	6 34	6 76	0 00	(0 42)	
36010 0000	Sale	12/28/11	05/03/13	228,663 56	235,145 30	0.00	(6,481 74)	
	Security Subtotal			1,096,257.64	1,342,625.44	0 00	(246,367.80)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
)CQUEVILLE GOLD FUND		CUSIP Number	888894862					
15418 0000	Sale	06/29/11	02/06/13	912,283 05	1,254,716 85	0 00	(342,433 80)	
179 0000	Sale	12/23/11	02/06/13	10,591 43	12,997 19	0 00	(2,405 76)	
1 0000	Sale	12/23/11	02/06/13	59 17	77 80	0 00	(18 63)	
103 0000	Sale	12/23/11	02/06/13	6,094 51	7,478 83	0 00	(1,384.32)	
	Security Subtotal			***929,028.16***	***1,275,270.67***	***0.00***	***(346,242.51)***	
'PENHEIMER DEVELOPING MARKETS FD CL Y		CUSIP Number	683974505					
4830	Sale	10/27/11	07/11/13	16 51	15 81	0 00	0 70	
7330 0000	Sale	10/27/11	07/11/13	250,539 40	239,984 20	0 00	10,555 20	
	Security Subtotal			***250,555.91***	***240,000.01***	***0.00***	***10,555.90***	
TIXIS GATEWAY FUND CL Y		CUSIP Number	367829884					
32507 0000	Sale	02/08/10	02/06/13	900,443 89	799,997.26	0 00	100,446 63	
127 0000	Sale	03/25/10	02/06/13	3,517 90	3,233 42	0 00	284 48	
146 0000	Sale	06/24/10	02/06/13	4,044 20	3,579 92	0 00	464 28	
1 0000	Sale	09/23/10	02/06/13	27.70	24 80	0 00	2 90	
146 0000	Sale	09/23/10	02/06/13	4,044 20	3,685 04	0 00	359 16	
171 0000	Sale	12/21/10	02/06/13	4,736 70	4,447 71	0 00	288 99	
145 0000	Sale	03/24/11	02/06/13	4,016 50	3,830 90	0 00	185.60	
152 0000	Sale	06/23/11	02/06/13	4,210 40	3,997 60	0 00	212 80	
1 0000	Sale	09/22/11	02/06/13	27 70	25 90	0 00	1 80	
161 0000	Sale	09/22/11	02/06/13	4,459 70	4,028 21	0 00	431.49	
174 0000	Sale	12/20/11	02/06/13	4,819 80	4,562.28	0 00	257 52	
	Security Subtotal			***934,348.69***	***831,413.04***	***0.00***	***102,935.65***	
?MANENT PORTFOLIO FUND		CUSIP Number	714199106					
9915 0000	Sale	06/01/09	02/06/13	493,965 30	349,702 04	0 00	144,263 26	
7639.0000	Sale	11/19/09	02/06/13	380,574.98	299,983 52	0.00	80,591 46	
127 0000	Sale	12/09/09	02/06/13	6,327 14	4,906 01	0.00	1,421 13	
1 0000	Sale	12/08/10	02/06/13	49 82	41 87	0 00	7 95	
11 0000	Sale	12/08/10	02/06/13	548 02	490 04	0 00	57 98	
115 0000	Sale	12/08/10	02/06/13	5,729 30	5,123 25	0.00	606 05	
1 0000	Sale	01/12/11	02/06/13	49 81	44 92	0 00	4 89	
22335 0000	Sale	01/12/11	02/06/13	1,112,729.72	1,020,486 15	0 00	92,243 57	
2530	Sale	01/12/11	02/06/13	12 60	11 55	0 00	1 05	
10493 0000	Sale	01/12/11	09/04/13	496,318 89	479,425.17	0 00	16,893 72	
7470	Sale	01/12/11	09/04/13	35 34	34 13	0 00	1 21	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
PERMANENT PORTFOLIO FUND		*CUSIP Number*	*714199106*					
1 0000	Sale	12/07/11	09/04/13	47 30	46 42	0 00	0 88	
446 0000	Sale	12/07/11	09/04/13	21,095 79	21,225 13	0 00	(129 34)	
319 0000	Sale	12/07/11	09/04/13	15,088 70	15,181 21	0 00	(92.51)	
	Security Subtotal			*2,532,572.71*	*2,196,701.41*	*0.00*	*335,871.30*	
Noncovered Long Term Capital Gains and Losses Subtotal				11,978,136.25	6,494,293.13	154.33	5,483,997.45	
NET LONG TERM CAPITAL GAINS AND LOSSES				12,857,398.12	7,385,907.70	154.33	5,471,644.75	

OTHER TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
BANCO SANTANDER SA ADR		*CUSIP Number*	*05964H105*					
	Cash/Lieu	05/21/13	05/21/13	1 86	N/A	0 00	N/A	
	Cash/Lieu	08/19/13	08/19/13	5 82	N/A	0 00	N/A	
	Cash/Lieu	11/21/13	11/21/13	5 68	N/A	0 00	N/A	
	Security Subtotal			*13.36*		*0.00*		
ALLIANZGI NFJ DIVID *QTY SOLD 1091*		*CUSIP Number*	*01883A107*					
1091	Sale	02/06/13	02/12/13	1 82	N/A	0 00	N/A	
MALLINCKRODT PLC SHS		*CUSIP Number*	*G5785G107*					
	Cash/Lieu	07/15/13	07/15/13	31 04	N/A	0 00	N/A	
Other Transactions Subtotal				46.22		0.00		

OTAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES	15,530,306.85
OTAL REPORTED SALES PROCEEDS	15,530,306.85

(W) This transaction has been identified as a "Wash Sale" based on IRS regulations The Wash Sale Loss Disallowed column reflects the deferred loss amount The cost basis of the related transaction(s) has been adjusted by the deferred loss amount from either the cost basis on purchases or proceeds from short sales Please refer to the instructions for Form 8949 for how to report the deferred loss amount and applicable adjustment code

N/A Results which cannot be calculated because of insufficient data in the Capital Gain (or Loss) Column and are not included in the Realized Capital Gain and Loss summary

ISLANDS FUND

2013 SUPPLEMENTAL ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return

Your Supplemental Tax Information Statement that follows is a summary of the gains and losses on your Widely Held Fixed Investment Trust (WHFIT) securities. This section includes your pro-rata share of principal payments made by Real Estate Mortgage Investment Conduits (REMICs) and Collateralized Debt Obligations (CDOs)

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities " A covered security includes those with a purchase date within the following timeline. Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012. Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities." Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available).

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
SPDR GOLD TRUST		*CUSIP Number*	*78463V107*					
848 0000	Trust Asset Sale	01/30/09	01/07/13	44 54	24 72	0 00	19 82	
14277 0000	Trust Asset Sale	01/30/09	01/07/13	749 88	416 20	0 00	333 68	
1300 0000	Trust Asset Sale	01/30/09	01/07/13	68 28	37 90	0 00	30 38	
75 0000	Trust Asset Sale	01/30/09	01/07/13	3 94	2 19	0 00	1 75	
848 0000	Trust Asset Sale	01/30/09	02/21/13	46 02	26 65	0 00	19 37	
14277.0000	Trust Asset Sale	01/30/09	02/21/13	774 88	448 68	0 00	326 20	
1300 0000	Trust Asset Sale	01/30/09	02/21/13	70 56	40 86	0 00	29 70	
75 0000	Trust Asset Sale	01/30/09	02/21/13	4 07	2 36	0 00	1 71	
848 0000	Trust Asset Sale	01/30/09	03/12/13	44 72	25 61	0 00	19 11	
14277 0000	Trust Asset Sale	01/30/09	03/12/13	752 84	431 26	0 00	321 58	
1300 0000	Trust Asset Sale	01/30/09	03/12/13	68 55	39 27	0 00	29 28	
75 0000	Trust Asset Sale	01/30/09	03/12/13	3 95	2 27	0 00	1 68	
848 0000	Trust Asset Sale	01/30/09	04/09/13	45 79	26 51	0 00	19 28	
14277 0000	Trust Asset Sale	01/30/09	04/09/13	770 95	446 32	0 00	324 63	
1300 0000	Trust Asset Sale	01/30/09	04/09/13	70 20	40 64	0 00	29 56	
75 0000	Trust Asset Sale	01/30/09	04/09/13	4 05	2 34	0 00	1 71	
848 0000	Trust Asset Sale	01/30/09	05/10/13	47 26	30 25	0 00	17 01	
14277 0000	Trust Asset Sale	01/30/09	05/10/13	795 64	509 29	0 00	286 35	
1300 0000	Trust Asset Sale	01/30/09	05/10/13	72 45	46 38	0 00	26 07	
75 0000	Trust Asset Sale	01/30/09	05/10/13	4 17	2 68	0 00	1 49	
848 0000	Trust Asset Sale	01/30/09	06/17/13	41 33	27 25	0 00	14 08	

Merrill Lynch
Bank of America Corporation

Account No. 56S-04014

Taxpayer No. 91-1663838

ISLANDS FUND

2013 SUPPLEMENTAL ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
SPDR GOLD TRUST		*CUSIP Number*	*78463V107*					
14277 0000	Trust Asset Sale	01/30/09	06/17/13	695 85	458 82	0 00	237 03	
1300 0000	Trust Asset Sale	01/30/09	06/17/13	63 36	41 78	0 00	21 58	
75 0000	Trust Asset Sale	01/30/09	06/17/13	3 66	2 41	0 00	1 25	
848 0000	Trust Asset Sale	01/30/09	07/10/13	40 69	29 58	0 00	11 11	
14277 0000	Trust Asset Sale	01/30/09	07/10/13	685 13	498 06	0 00	187 07	
1300 0000	Trust Asset Sale	01/30/09	07/10/13	62 39	45 36	0 00	17 03	
75 0000	Trust Asset Sale	01/30/09	07/10/13	3 60	2 62	0 00	0 98	
1300 0000	Trust Asset Sale	01/30/09	08/15/13	57 42	39 43	0 00	17 99	
848 0000	Trust Asset Sale	01/30/09	08/15/13	37 46	25 71	0 00	11 75	
14277 0000	Trust Asset Sale	01/30/09	08/15/13	630 63	432 99	0 00	197 64	
75 0000	Trust Asset Sale	01/30/09	08/15/13	3 31	2 27	0 00	1 04	
848 0000	Sale	01/30/09	09/04/13	113,832 09	74,766 87	0 00	39,065 22	
14277 0000	Sale	01/30/09	09/04/13	1,916,486 83	1,258,921 50	0 00	657,565 33	
1300 0000	Sale	01/30/09	09/04/13	174,506 76	114,644 54	0 00	59,862 22	
75 0000	Sale	01/30/09	09/04/13	10,067 70	6,612 97	0 00	3,454.73	
	Security Subtotal			*2,221,660.95*	*1,459,154.54*	*0.00*	*762,506.41*	
Noncovered Long Term Capital Gains and Losses Subtotal				2,221,660.95	1,459,154.54	0.00	762,506.41	
NET LONG TERM CAPITAL GAINS AND LOSSES				2,221,660.95	1,459,154.54	0.00	762,506.41	
TOTAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES				2,221,660.95				
TOTAL REPORTED SALES PROCEEDS				2,221,660.95				

2013 REALIZED CAPITAL GAIN AND LOSS SUMMARY

COVERED SHORT TERM GAINS/LOSSES	NONCOVERED SHORT TERM GAINS/LOSSES	COVERED LONG TERM GAINS/LOSSES	NONCOVERED LONG TERM GAINS/LOSSES
0.00	0.00	0.00	762,506.41

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return.

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities." A covered security includes those with a purchase date within the following timeline: Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012. Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities." Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available).

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract. In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received.

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
POWERSHARES PREFERRED PORTFOLIO		*CUSIP Number*	*73936T565*					
80000 0000	Sale	02/06/13	08/23/13	1,091,735.60	1,187,973 35	0 00	(96,237.75)	
LORD ABBETT HIGH YIELD FUND CL A		*CUSIP Number*	*54400N102*					
0060	Sale	04/30/13	05/03/13	0.04	0 05	0 00	(0.01)	
OPPENHEIMER DEVELOPING MARKETS FD CL A		*CUSIP Number*	*683974109*					
4260	Sale	02/06/13	07/15/13	14 82	14 98	0 00	(0.16)	
38663.0000	Sale	02/06/13	12/26/13	1,445,609 55	1,399,992.58	0.00	45,616.97	
1.0000	Sale	12/09/13	12/26/13	37.38	36.13	0.00	1 25	
~~72 0000~~	~~Sale~~	~~12/09/13~~	~~12/26/13~~	~~2,692.08~~	~~2,702.17~~	~~0.00~~	~~(10 09)~~	
1 0000	Sale	12/09/13	12/26/13	37 39	37 52	0 00	(0 13)	
.0650	Sale	12/09/13	12/26/13	2 43	2.44	0.00	(0 01)	
358 0000	Sale	12/09/13	12/26/13	13,385.64	13,435.75	0.00	(50.11)	
	Security Subtotal			***1,461,779.29***	***1,416,221.57***	***0.00***	***45,557.72***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
WESTERN ASSET MANAGED MUNICIPALS FD A		CUSIP Number	52469J202					
3470	Sale	01/31/13	02/06/13	6 01	6.00	0 00	0 01	
AMERICAN EURO PACIFIC GROWTH CL A		CUSIP Number	298706102					
4820	Sale	12/27/12	08/23/13	21.34	17 07	0 00	4.27	
817 0000	Sale	12/27/12	08/23/13	36,176 68	33,447 97	0 00	2,728.71	
	Security Subtotal			***36,198.02***	***33,465.04***	***0.00***	***2,732.98***	
Covered Short Term Capital Gains and Losses Subtotal				**2,589,718.96**	**2,637,666.01**	**0.00**	**(47,947.05)**	
NET SHORT TERM CAPITAL GAINS AND LOSSES				**2,589,718.96**	**2,637,666.01**	**0.00**	**(47,947.05)**	

LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.

COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)

1e Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
LORD ABBETT HIGH YIELD FUND CL A		CUSIP Number	54400N102					
85679.0000	Sale	02/07/12	05/03/13	699,992.08	658,017.92	0 00	41,974.16	
.9630	Sale	02/07/12	05/03/13	7.88	7 40	0 00	0.48	
	Security Subtotal			***699,999.96***	***658,025.32***	***0.00***	***41,974.64***	
OPPENHEIMER DEVELOPING MARKETS FD CL A		CUSIP Number	683974109					
1.0000	Sale	11/07/12	12/26/13	37 40	33.33	0.00	4 07	
29273.0000	Sale	11/07/12	12/26/13	1,094,517.48	999,971 03	0 00	94,546.45	
378 0000	Sale	12/10/12	12/26/13	14,133 42	12,938 94	0.00	1,194 48	
	Security Subtotal			***1,108,688.30***	***1,012,943.30***	***0.00***	***95,745.00***	
Covered Long Term Capital Gains and Losses Subtotal				**1,808,688.26**	**1,670,968.62**	**0.00**	**137,719.64**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b. Date of Acquisition	1a. Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
BERKSHIRE HATHAWAY FIN COMPANY GUARNT GLB 04.625% OCT 15 2013		*CUSIP Number*	*084664AD3*					
200000 0000	Redemption	05/07/07	10/15/13	200,000.00	196,887 35	0.00	3,112.65	
GENERAL ELECTRIC CAP CRP SER MTNA GLB 05.450% JAN 15 2013		*CUSIP Number*	*36962GZY3*					
300000 0000	Redemption	12/24/03	01/15/13	300,000 00	300,000 00	0.00	0 00	
GENERAL ELECTRIC COMPANY GLB 05.000% FEB 01 2013		*CUSIP Number*	*369604AY9*					
300000 0000	Redemption	12/24/03	02/01/13	299,999 99	300,000 00	0 00	(0 01)	
200000 0000	Redemption	06/14/05	02/01/13	200,000 00	200,000.00	0 00	0 00	
200000 0000	Redemption	07/20/05	02/01/13	200,000 00	200,000 00	0 00	0.00	
250000 0000	Redemption	02/28/07	02/01/13	250,000 00	250,000 00	0 00	0.00	
180000.0000	Redemption	09/14/07	02/01/13	180,000.00	180,000.00	0 00	0.00	
400000.0000	Redemption	11/30/07	02/01/13	400,000.01	400,000 00	0 00	0 01	
	Security Subtotal			***1,530,000.00***	***1,530,000.00***	***0.00***	***0.00***	
JOHNSON & JOHNSON GLB 03.800% MAY 15 2013		*CUSIP Number*	*478160AM6*					
250000.0000	Redemption	07/02/04	05/15/13	250,000.00	238,305 00	0 00	11,695 00	
150000 0000	Redemption	08/30/07	05/15/13	150,000.00	145,289 35	0 00	4,710.65	
	Security Subtotal			***400,000.00***	***383,594.35***	***0.00***	***16,405.65***	
KIMBERLY-CLARK CORP - 05.000% AUG 15 2013		*CUSIP Number*	*494368AX1*					
~~200000.0000~~	~~Redemption~~	~~05/07/07~~	~~08/15/13~~	~~200,000 00~~	~~200,000 00~~	~~0.00~~	~~0 00~~	
MICROSOFT CORP GLB 00.875% SEP 27 2013		*CUSIP Number*	*594918AF1*					
940000.0000	Redemption	03/01/11	09/27/13	940,000.00	940,000.00	0.00	0.00	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b. Date of Acquisition	1a. Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
MERCK & CO INC		*CUSIP Number*	*589331AH0*					
-								
04.375% FEB 15 2013								
100000 0000	Redemption	06/14/05	02/15/13	100,000 00	100,000 00	0 00	0.00	
250000.0000	Redemption	08/30/07	02/15/13	250,000 00	242,345.35	0 00	7,654 65	
	Security Subtotal			***350,000.00***	***342,345.35***	***0.00***	***7,654.65***	
TARGET		*CUSIP Number*	*87612EAM8*					
GLB								
04 000% JUN 15 2013								
250000 0000	Redemption	02/28/07	06/17/13	250,000 00	238,005.35	0 00	11,994 65	
WAL-MART STORES		*CUSIP Number*	*931142BT9*					
GLB								
04 550% MAY 01 2013								
250000 0000	Redemption	02/28/07	05/01/13	250,000 00	245,820 35	0 00	4,179 65	
CD DISCOVER BANK		*CUSIP Number*	*25469JBS7*					
GREENWOOD, DE (FMRLY IL)								
04 150% MAR 19 2013								
98000.0000	Redemption	03/10/08	03/19/13	98,000 00	98,000 00	0 00	0 00	
CD JPMORGAN CHASE BK		*CUSIP Number*	*939389AZ5*					
FMRLY WASH MUTUAL								
04 150% MAR 19 2013								
98000.0000	Redemption	03/10/08	03/19/13	98,000 00	98,000 00	0 00	0 00	
CD CAPITAL ONE BK (USA)		*CUSIP Number*	*14041AF53*					
GLEN ALLEN, VA								
04 150% MAR 19 2013								
98000.0000	Redemption	03/10/08	03/19/13	98,000 00	98,000 00	0 00	0.00	
CD JPMORGAN CHASE BK		*CUSIP Number*	*939371GY0*					
FMRLY WASH MUTUAL FSB								
04 350% MAY 29 2013								
98000.0000	Redemption	05/19/08	05/29/13	98,000 00	98,000 00	0 00	0 00	
CD CAPMARK BANK		*CUSIP Number*	*140653UV6*					
MIDVALE, UT								
04.350% MAY 28 2013								
98000.0000	Redemption	05/19/08	05/28/13	98,000 00	98,000 00	0 00	0.00	

Merrill Lynch
Bank of America Corporation

Account No. 56S-04308

Taxpayer No. 91-1663838

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
BANK OF NEW YORK MELLON SER MTN GLB 04.500% APR 01 2013		*CUSIP Number*	*06406HBJ7*					
161000.0000	Redemption	03/01/11	04/01/13	161,000.00	161,000.00	0 00	0 00	
ISHARES MBS ETF		*CUSIP Number*	*464288588*					
25000 0000	Sale	02/04/11	08/23/13	2,594,941 98	2,613,050 35	0 00	(18,108.37)	
FIDELITY ADV FLOATING RATE HIGH INC FD CL A		*CUSIP Number*	*315807594*					
215221 0000	Sale	02/04/11	02/06/13	2,145,748.07	2,132,844.14	0 00	12,903.93	
8100	Sale	02/04/11	02/06/13	8 08	8 02	0.00	0 06	
1 0000	Sale	02/28/11	02/06/13	9 96	9.91	0.00	0.05	
335.0000	Sale	02/28/11	02/06/13	3,339.94	3,316.50	0.00	23.44	
534.0000	Sale	03/31/11	02/06/13	5,323.97	5,281.26	0.00	42.71	
1 0000	Sale	04/29/11	02/06/13	9.96	9 89	0.00	0.07	
534 0000	Sale	04/29/11	02/06/13	5,323 97	5,291 93	0.00	32.04	
1 0000	Sale	05/31/11	02/06/13	9 97	9 90	0 00	0.07	
581 0000	Sale	05/31/11	02/06/13	5,792 57	5,740 27	0 00	52.30	
1 0000	Sale	06/30/11	02/06/13	9.96	9 86	0.00	0.10	
577 0000	Sale	06/30/11	02/06/13	5,752.70	5,671 90	0.00	80.80	
	Security Subtotal			***2,171,329.15***	***2,158,193.58***	***0.00***	***13,135.57***	
GATEWAY FUND CL A		*CUSIP Number*	*367829207*					
1150	Sale	02/04/11	02/06/13	3 19	3 04	0.00	0.15	
15134 0000	Sale	02/04/11	02/06/13	419,206 45	399,996.97	0 00	19,209 48	
	Security Subtotal			***419,209.64***	***400,000.01***	***0.00***	***19,209.63***	
PIMCO REAL RETURN FD CL A		*CUSIP Number*	*693391120*					
.5700	Sale	02/04/11	07/15/13	6.42	6.40	0.00	0.02	
1 0000	Sale	11/22/11	07/15/13	11 25	12 13	0 00	(0.88)	
~~55052.0000~~	~~Sale~~	~~11/22/11~~	~~07/15/13~~	~~619,880.18~~	~~669,988.18~~	~~0.00~~	~~(50,108.00)~~	
	Security Subtotal			***619,897.85***	***670,006.71***	***0.00***	***(50,108.86)***	
CALAMOS MARKET NEUTRAL INCOME FUND CL A		*CUSIP Number*	*128119203*					
.5550	Sale	02/04/11	08/23/13	7 16	6 74	0 00	0.42	
90609 0000	Sale	02/04/11	08/23/13	1,167,944 65	1,099,998.61	0.00	67,946.04	
	Security Subtotal			***1,167,951.81***	***1,100,005.35***	***0.00***	***67,946.46***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e: Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash-Sale Loss Disallowed	Gain or (Loss)	Remarks
OPPENHEIMER DEVELOPING MARKETS FD CL A		*CUSIP Number*	*683974109*					
21433 0000	Sale	02/04/11	07/15/13	746,080.73	746,511.39	0 00	(430.66)	
36021 0000	Sale	02/04/11	07/15/13	1,253,887 67	1,254,616 05	0 00	(728.38)	
.4820	Sale	02/04/11	07/15/13	16 78	16 79	0.00	(0.01)	
5608 0000	Sale	02/04/11	12/26/13	209,683 12	195,327 36	0 00	14,355 76	
1.0000	Sale	12/12/11	12/26/13	37 38	34.63	0 00	2 75	
1182.0000	Sale	12/12/11	12/26/13	44,194 98	35,365 44	0 00	8,829.54	
	Security Subtotal			***2,253,900.66***	***2,231,871.66***	***0.00***	***22,029.00***	
WESTERN ASSET MANAGED MUNICIPALS FD A		*CUSIP Number*	*52469J202*					
28885 0000	Sale	01/20/09	02/06/13	499,994 00	405,258.73	0 00	94,735 27	
AMERICAN EURO PACIFIC GROWTH CL A		*CUSIP Number*	*298706102*					
47607 0000	Sale	02/04/11	08/23/13	2,108,032 78	1,999,975 42	0 00	108,057 36	
1.0000	Sale	12/28/11	08/23/13	44.27	39 17	0 00	5.10	
798 0000	Sale	12/28/11	08/23/13	35,335 36	28,057 68	0.00	7,277 68	
	Security Subtotal			***2,143,412.41***	***2,028,072.27***	***0.00***	***115,340.14***	
FRANKLIN US GOVT SER CLASS A		*CUSIP Number*	*353496607*					
59171 0000	Sale	01/08/09	02/06/13	399,995 96	394,672 68	0 00	5,323 28	
33390.0000	Sale	01/08/09	02/06/13	225,714 89	222,712 49	0 00	3,002.40	
.2320	Sale	01/08/09	02/06/13	1 56	1 54	0 00	0 02	
581 0000	Sale	02/04/09	02/06/13	3,927 53	3,822.98	0.00	104 55	
582.0000	Sale	03/04/09	02/06/13	3,934 29	3,835 38	0 00	98 91	
1 0000	Sale	03/05/09	02/06/13	6 75	6.60	0 00	0.15	
75527 0000	Sale	03/12/09	02/06/13	510,559 12	499,994 08	0 00	10,565.04	
1.0000	Sale	03/17/09	02/06/13	6 76	6.63	0.00	0 13	
813.0000	Sale	04/03/09	02/06/13	5,495.84	5,414.58	0.00	81.26	
1 0000	Sale	04/06/09	02/06/13	6 75	6 65	0.00	0.10	
7447 0000	Sale	04/17/09	02/06/13	50,341 40	49,597.40	0 00	744.00	
.7550	Sale	04/17/09	02/06/13	5.11	5 03	0 00	0.08	
	Security Subtotal			***1,199,995.96***	***1,180,076.04***	***0.00***	***19,919.92***	
Noncovered Long Term Capital Gains and Losses Subtotal				**18,141,633.46**	**17,814,187.45**	**0.00**	**327,446.01**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return.

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities." A covered security includes those with a purchase date within the following timeline: Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012. Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities." Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available).

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract. In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received.

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

1099-B — 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
RIO TINTO PLC SPNSRD ADR		*CUSIP Number*	*767204100*					
489.0000	Sale	11/28/12	07/10/13	19,785.58	22,999 14	0 00	(3,213 56)	
413.0000	Sale	11/28/12	07/11/13	17,778 76	19,424.63	0.00	(1,645 87)	
	Security Subtotal			***37,564.34***	***42,423.77***	***0.00***	***(4,859.43)***	
Covered Short Term Capital Gains and Losses Subtotal				**37,564.34**	**42,423.77**	**0.00**	**(4,859.43)**	
NET SHORT TERM CAPITAL GAINS AND LOSSES				**37,564.34**	**42,423.77**	**0.00**	**(4,859.43)**	
LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
ARCOS DORADOS HOLDNG INC CL A SHARES		*CUSIP Number*	*G0457F107*					
370.0000	Sale	05/26/11	06/13/13	4,776 55	8,320 63	0 00	(3,544 08)	
57 0000	Sale	05/26/11	06/14/13	731.69	1,281.83	0 00	(550.14)	
190 0000	Sale	05/27/11	06/14/13	2,439 01	4,376 97	0 00	(1,937.96)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b. Date of Acquisition	1a. Date of Sale or Exchange	2a. Amount	3. Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
ARCOS DORADOS HOLDNG INC CL A SHARES		*CUSIP Number*	*G0457F107*					
345.0000	Sale	05/27/11	06/17/13	4,423.72	7,947.66	0 00	(3,523.94)	
251 0000	Sale	05/31/11	06/17/13	3,218.42	5,798.50	0 00	(2,580 08)	
241.0000	Sale	05/31/11	06/18/13	3,066 89	5,567.49	0 00	(2,500.60)	
	Security Subtotal			***18,656.28***	***33,293.08***	***0.00***	***(14,636.80)***	
APACHE CORP		*CUSIP Number*	*037411105*					
520 0000	Sale	07/08/11	02/19/13	39,931 26	64,861.11	0.00	(24,929.85)	
RIO TINTO PLC SPNSRD ADR		*CUSIP Number*	*767204100*					
205 0000	Sale	03/01/11	07/10/13	8,294 56	14,325.36	0 00	(6,030.80)	
301.0000	Sale	03/02/11	07/10/13	12,178 85	20,959 68	0 00	(8,780.83)	
	Security Subtotal			***20,473.41***	***35,285.04***	***0.00***	***(14,811.63)***	
Covered Long Term Capital Gains and Losses Subtotal				**79,060.95**	**133,439.23**	**0.00**	**(54,378.28)**	
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
APPLE INC		*CUSIP Number*	*037833100*					
83 0000	Sale	11/17/08	03/01/13	36,139 05	7,466 85	0.00	28,672.20	
117.0000	Sale	02/25/09	03/01/13	50,943 02	10,684.43	0 00	40,258 59	
	Security Subtotal			***87,082.07***	***18,151.28***	***0.00***	***68,930.79***	
CATERPILLAR INC DEL		*CUSIP Number*	*149123101*					
239 0000	Sale	02/25/09	11/22/13	19,700.93	5,912.57	0.00	13,788.36	
EXXON MOBIL CORP COM		*CUSIP Number*	*30231G102*					
~~656 0000~~	~~Sale~~	~~11/17/08~~	07/10/13	60,661 36	49,967 19	0 00	10,694.17	
FREEPRT-MCMRAN CPR & GLD		*CUSIP Number*	*35671D857*					
671.0000	Sale	11/27/09	06/07/13	20,734 75	28,066 69	0 00	(7,331.94)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
INTEL CORP		*CUSIP Number*	*458140100*					
11.0000	Sale	01/10/05	11/22/13	263 82	251 24	0.00	12 58	
2162 0000	Sale	11/17/08	11/22/13	51,853 81	29,122.14	0 00	22,731 67	
	Security Subtotal			***52,117.63***	***29,373.38***	***0.00***	***22,744.25***	
MCDONALDS CORP COM		*CUSIP Number*	*580135101*					
246 0000	Sale	11/17/08	07/10/13	24,563.11	14,014 97	0 00	10,548 14	
122 0000	Sale	02/25/09	07/10/13	12,181 71	6,601 32	0 00	5,580 39	
	Security Subtotal			***36,744.82***	***20,616.29***	***0.00***	***16,128.53***	
NEW NEWSCORP LLC SHS CL A		*CUSIP Number*	*65249B109*					
	Cash/Lieu	02/25/09	07/16/13	7 68	1.35	0 00	6 33	
NESTLE S A REP RG SH ADR		*CUSIP Number*	*641069406*					
144.0000	Sale	11/17/08	07/10/13	9,451 25	5,457.60	0.00	3,993 65	
PHILIP MORRIS INTL INC		*CUSIP Number*	*718172109*					
1146 0000	Sale	11/17/08	03/01/13	104,729 10	45,182.54	0 00	59,546 56	
PHILLIPS 66 SHS		*CUSIP Number*	*718546104*					
272 0000	Sale	11/17/08	05/06/13	17,107 11	6,069.20	0 00	11,037 91	
212 0000	Sale	11/17/08	06/07/13	13,910 35	4,730.40	0 00	9,179.95	
193 0000	Sale	02/25/09	06/07/13	12,663.67	3,427.60	0 00	9,236 07	
	Security Subtotal			***43,681.13***	***14,227.20***	***0.00***	***29,453.93***	
PEPSICO INC		*CUSIP Number*	*713448108*					
186 0000	Sale	11/01/04	07/10/13	15,456 18	9,167 94	0 00	6,288 24	
PROCTER & GAMBLE CO		*CUSIP Number*	*742718109*					
179.0000	Sale	11/01/04	07/10/13	14,262.09	9,120.05	0.00	5,142 04	
RIO TINTO PLC SPNSRD ADR		*CUSIP Number*	*767204100*					
271.0000	Sale	10/22/10	06/07/13	11,747.13	17,426 85	0 00	(5,679 72)	
168.0000	Sale	10/25/10	06/07/13	7,282.36	11,183 05	0 00	(3,900 69)	
382 0000	Sale	10/25/10	07/10/13	15,456.21	25,428 14	0 00	(9,971 93)	
	Security Subtotal			***34,485.70***	***54,038.04***	***0.00***	***(19,552.34)***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
WAL-MART STORES INC		*CUSIP Number*	*931142103*					
147 0000	Sale	07/06/05	07/10/13	11,256.99	7,270 72	0 00	3,986.27	
149 0000	Sale	11/17/08	07/10/13	11,410 14	7,818 03	0 00	3,592.11	
120 0000	Sale	02/25/09	07/10/13	9,189 39	5,876 34	0 00	3,313.05	
	Security Subtotal			***31,856.52***	***20,965.09***	***0.00***	***10,891.43***	
Noncovered Long Term Capital Gains and Losses Subtotal				**530,971.21**	**310,247.21**	**0.00**	**220,724.00**	
NET LONG TERM CAPITAL GAINS AND LOSSES				**610,032.16**	**443,686.44**	**0.00**	**166,345.72**	

OTHER TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ROYAL DUTCH SHELL PLC SPONS ADR A		*CUSIP Number*	*780259206*					
	Cash/Lieu	10/09/13	10/09/13	10.02	N/A	0 00	N/A	
Other Transactions Subtotal				**10.02**		**0.00**		

TOTAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES	**647,606.52**
TOTAL REPORTED SALES PROCEEDS	**647,606.52**

N/A Results which cannot be calculated because of insufficient data in the Capital Gain (or Loss) Column and are not included in the Realized Capital Gain and Loss summary

2013 REALIZED CAPITAL GAIN AND LOSS SUMMARY

COVERED SHORT TERM GAINS/LOSSES	NONCOVERED SHORT TERM GAINS/LOSSES	COVERED LONG TERM GAINS/LOSSES	NONCOVERED LONG TERM GAINS/LOSSES
(4,859.43)	0.00	(54,378.28)	220,724.00

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities." A covered security includes those with a purchase date within the following timeline. Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012 Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities " Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available).

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types Securities distributed from a retirement account reflect the tax basis on the date of distribution Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
NDERSONS INC (THE)		*CUSIP Number*	*034164103*					
125 0000	Sale	02/08/12	02/07/13	5,814 22	5,401 57	0 00	412 65	
109 0000	Sale	08/15/12	07/16/13	6,136 82	3,961 56	0 00	2,175 26	
191 0000	Sale	08/16/12	07/16/13	10,753 51	7,008 08	0 00	3,745 43	
290 0000	Sale	08/17/12	07/16/13	16,327 33	10,795 98	0 00	5,531 35	
309.0000	Sale	08/20/12	07/16/13	17,397 05	11,955 89	0 00	5,441 16	
38 0000	Sale	08/21/12	07/16/13	2,139 45	1,494 23	0 00	645 22	
	Security Subtotal			*58,568.38*	*40,617.31*	*0 00*	*17,951.07*	
LLIANT TECHSYSTEMS INC		*CUSIP Number*	*018804104*					
100 0000	Sale	01/24/13	02/07/13	6,498 33	6,727 46	229 13 (W)	0 00	
350 0000	Sale	01/24/13	06/12/13	27,803 17	23,546 11	0 00	4,257 06	
169 0000	Sale	01/24/13	11/19/13	19,761 14	11,369.41	0 00	8,391 73	
100 0000	Sale	01/24/13	11/19/13	11,692 98	6,881 44	0 00 (Y)	4,811 54	
198 0000	Sale	01/25/13	11/19/13	23,152 13	13,171 57	0 00	9,980 56	
	Security Subtotal			*88,907 75*	*61,695.99*	*229.13*	*27,440.89*	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

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2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
VERY DENNISON CORP		CUSIP Number	053611109					
532 0000	Sale	07/17/12	01/09/13	19,326 17	15,095 66	0 00	4,230 51	
690.0000	Sale	07/17/12	01/17/13	24,842 20	19,578 96	0 00	5,263 24	
102 0000	Sale	07/17/12	01/24/13	3,673 68	2,894 28	0 00	779 40	
868 0000	Sale	07/18/12	01/24/13	31,262 32	25,211 32	0 00	6,051 00	
413 0000	Sale	07/18/12	01/25/13	14,870 84	11,995 71	0 00	2,875 13	
235 0000	Sale	07/19/12	01/25/13	8,461 63	6,896 52	0 00	1,565 11	
491 0000	Sale	07/19/12	01/28/13	17,685 86	14,409 33	0 00	3,276 53	
398 0000	Sale	07/19/12	01/29/13	14,369 58	11,680 07	0 00	2,689 51	
950 0000	Sale	07/20/12	01/29/13	34,299 27	27,541 45	0 00	6,757 82	
284 0000	Sale	07/20/12	01/30/13	11,188 24	8,233 44	0.00	2,954 80	
	Security Subtotal			***179,979.79***	***143,536.74***	***0.00***	***36,443.05***	
JCKEYE TECHNOLOGIES INC		CUSIP Number	118255108					
78 0000	Sale	11/16/12	07/05/13	2,891 42	1,985 12	0 00	906 30	
779 0000	Sale	11/16/12	07/08/13	28,852 73	19,825 70	0 00	9,027 03	
360 0000	Sale	11/16/12	07/09/13	13,353 89	9,162 07	0 00	4,191 82	
364 0000	Sale	11/19/12	07/09/13	13,502 28	9,645 96	0 00	3,856 32	
	Security Subtotal			***58,600.32***	***40,618 85***	***0.00***	***17,981.47***	
\RNES GROUP INC DE $ 01		CUSIP Number	067806109					
590 0000	Sale	11/16/12	08/02/13	19,549 90	11,779 59	0 00	7,770 31	
873 0000	Sale	11/16/12	08/05/13	28,996 81	17,429 79	0 00	11,567 02	
15 0000	Sale	11/16/12	08/06/13	496 02	299 48	0 00	196 54	
	Security Subtotal			***49,042.73***	***29,508.86***	***0.00***	***19,533.87***	
PITALSOURCE INC		CUSIP Number	14055X102					
704 0000	Sale	11/27/12	02/14/13	6,021 53	5,634 46	0.00	387 07	
1884 0000	Sale	11/27/12	06/27/13	17,877 15	15,078 60	0 00	2,798 55	
1980 0000	Sale	11/27/12	06/28/13	18,709 08	15,846 93	0 00	2,862 15	
1591.0000	Sale	11/28/12	06/28/13	15,033 42	12,779 71	0 00	2,253 71	
716 0000	Sale	11/28/12	07/01/13	6,840 40	~~5,751.27~~	~~0.00~~	~~1,089 13~~	
~~2658 0000~~	~~Sale~~	~~11/29/12~~	~~07/01/13~~	25,393 56	21,341 35	0.00	4,052 21	
56 0000	Sale	11/29/12	07/05/13	541 25	449 63	0.00	91 62	
2649 0000	Sale	11/29/12	07/05/13	25,603 19	21,203 66	0 00	4,399 53	
3940 0000	Sale	11/30/12	07/05/13	38,081.02	31,650 41	0 00	6,430 61	
1763 0000	Sale	12/03/12	07/05/13	17,039 80	14,183 86	0 00	2,855 94	
585 0000	Sale	12/04/12	07/05/13	5,654 17	4,705 21	0 00	948 96	
	Security Subtotal			***176,794.57***	***148,625.09***	***0.00***	***28,169.48***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
FIRST AMERICAN FINL CORP SHS		CUSIP Number	31847R102					
1162 0000	Sale	02/11/13	12/09/13	32,094 58	28,597 29	0.00	3,497 29	
HARMAN INTL INDS INC NEW		CUSIP Number	413086109					
25 0000	Sale	10/19/12	02/14/13	1,111 48	1,093 13	0 00	18 35	
595 0000	Sale	10/19/12	08/13/13	42,217 01	26,016 56	0 00	16,200 45	
389 0000	Sale	10/22/12	08/13/13	27,600 71	16,962 11	0 00	10,638 60	
527 0000	Sale	10/22/12	08/15/13	35,526 45	22,979 52	0 00	12,546 93	
581 0000	Sale	10/23/12	08/15/13	39,166 74	24,996 19	0 00	14,170 55	
63 0000	Sale	10/23/12	08/15/13	4,247 00	2,712 23	0 00	1,534 77	
148 0000	Sale	10/23/12	08/16/13	9,969 09	6,371 59	0 00	3,597 50	
707 0000	Sale	10/24/12	08/16/13	47,622 62	30,180 06	0 00	17,442 56	
410 0000	Sale	10/24/12	08/19/13	27,492 23	17,501 88	0 00	9,990 35	
	Security Subtotal			***234,953.33***	***148,813.27***	***0.00***	***86,140.06***	
IAMGOLD CORP COM		CUSIP Number	450913108					
3088 0000	Sale	04/11/12	03/07/13	19,340 64	38,015 44	0 00	(18,674 80)	
2589 0000	Sale	11/16/12	03/07/13	16,215 33	30,311 75	0 00	(14,096 42)	
484 0000	Sale	02/14/13	03/07/13	3,031 38	4,113 18	0 00	(1,081 80)	
	Security Subtotal			***38,587.35***	***72,440.37***	***0.00***	***(33,853.02)***	
METHANEX CORP COM		CUSIP Number	59151K108					
859 0000	Sale	07/27/12	02/07/13	29,283 51	23,899.95	0 00	5,383 56	
92 0000	Sale	07/27/12	02/14/13	3,215.77	2,559 72	0 00	656 05	
34 0000	Sale	07/30/12	02/14/13	1,188 45	930 38	0 00	258 07	
787 0000	Sale	07/30/12	05/15/13	35,155 13	21,535 63	0 00	13,619 50	
	Security Subtotal			***68,842.86***	***48,925.68***	***0.00***	***19,917 18***	
OMEGA HEALTHCARE INVS REIT		CUSIP Number	681936100					
242 0000	Sale	04/11/12	02/07/13	6,236 08	4,823 04	0 00	1,413 04	
231 0000	Sale	04/11/12	02/14/13	6,356 97	4,603 80	0 00	1,753 17	
197 0000	Sale	04/12/12	02/14/13	5,421 33	3,991 35	0 00	1,429 98	
	Security Subtotal			***18,014.38***	***13,418.19***	***0.00***	***4,596.19***	
PORTLAND GEN ELEC CO		CUSIP Number	736508847					
667 0000	Sale	04/13/12	02/07/13	19,010 07	16,547 81	0 00	2,462 26	
94 0000	Sale	04/13/12	02/14/13	2,707 14	2,332 07	0 00	375 07	
563 0000	Sale	04/13/12	03/14/13	16,903 92	13,967 64	0 00	2,936 28	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
)RTLAND GEN ELEC CO		CUSIP Number	736508847					
126 0000	Sale	04/13/12	03/15/13	3,789 81	3,125 97	0.00	663 84	
987 0000	Sale	04/16/12	03/15/13	29,686 92	24,705 11	0 00	4,981 81	
607 0000	Sale	04/16/12	03/26/13	18,233 38	15,193 51	0 00	3,039 87	
503 0000	Sale	04/17/12	03/26/13	15,109 38	12,694 06	0 00	2,415 32	
161 0000	Sale	04/17/12	03/27/13	4,851 43	4,063 11	0 00	788 32	
427 0000	Sale	04/18/12	03/27/13	12,866 84	10,754 25	0 00	2,112 59	
584 0000	Sale	04/18/12	03/28/13	17,720 32	14,708 39	0 00	3,011 93	
801 0000	Sale	04/19/12	03/28/13	24,304 76	20,102 05	0 00	4,202 71	
77 0000	Sale	04/19/12	04/01/13	2,332 93	1,932 41	0 00	400 52	
456 0000	Sale	04/20/12	04/01/13	13,815 81	11,500 87	0.00	2,314 94	
	Security Subtotal			*181,332.71*	*151,627.25*	*0.00*	*29,705.46*	
)YAL GOLD INC COM		CUSIP Number	780287108					
881 0000	Sale	03/07/13	08/13/13	50,173 48	58,902 52	8,729 04 (W)	0 00	
33 0000	Sale	03/07/13	08/13/13	1,879 37	2,206.34	0 00	(326 97)	
43 0000	Sale	03/07/13	08/14/13	2,448 20	2,874 92	0 00	(426 72)	
	Security Subtotal			*54,501.05*	*63,983.78*	*8,729.04*	*(753.69)*	
ARWOOD PPTY TR INC COMMON STOCK		CUSIP Number	85571B105					
479 0000	Sale	11/14/12	02/07/13	12,348 34	10,272 88	0 00	2,075 46	
227 0000	Sale	11/14/12	02/14/13	6,055 04	4,868 36	0 00	1,186 68	
	Security Subtotal			*18,403.38*	*15,141.24*	*0.00*	*3,262.14*	
'JE RELIGION APPAREL IN		CUSIP Number	89784N104					
319 0000	Sale	05/15/12	02/07/13	9,005 51	8,910 85	0 00	94 66	
148 0000	Sale	05/16/12	02/07/13	4,178 11	4,172 55	0 00	5 56	
54 0000	Sale	05/16/12	03/05/13	1,511 97	1,522 42	0 00	(10 45)	
1260 0000	Sale	05/16/12	03/14/13	35,390 46	35,523 05	0 00	(132 59)	
637 0000	Sale	05/23/12	03/14/13	17,891 84	18,538 42	0.00	(646 58)	
675 0000	Sale	05/24/12	03/14/13	18,959 19	20,018 34	0 00	(1,059 15)	
470 0000	Sale	05/24/12	05/10/13	14,862 10	13,938 70	0 00	923 40	
444 0000	Sale	05/25/12	05/10/13	14,039 94	13,278 40	0 00	761 54	
1088 0000	Sale	08/15/12	05/10/13	34,404 18	24,555 62	0 00	9,848 56	
724 0000	Sale	08/16/12	05/10/13	22,893 97	16,657 43	0 00	6,236 54	
	Security Subtotal			*173,137.27*	*157,115.78*	*0.00*	*16,021.49*	
SHINGTON FEDL INC		CUSIP Number	938824109					
155 0000	Sale	06/21/12	02/14/13	2,816 31	2,556 26	0 00	260 05	

Merrill Lynch
Bank of America Corporation

Account No. 56S-04393

Taxpayer No. 91-1663838

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
Covered Short Term Capital Gains and Losses Subtotal				1,434,576.76	1,167,221.95	8,958.17	276,312.98	
NET SHORT TERM CAPITAL GAINS AND LOSSES				1,434,576.76	1,167,221.95	8,958.17	276,312.98	
LONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
ANDERSONS INC (THE)		*CUSIP Number*	*034164103*					
138.0000	Sale	02/08/12	02/14/13	6,616 96	5,963 34	0 00	653 62	
281 0000	Sale	02/08/12	06/28/13	14,860 22	12,142 74	0 00	2,717 48	
170 0000	Sale	02/23/12	06/28/13	8,990 18	7,791 03	0 00	1,199 15	
231 0000	Sale	02/23/12	07/01/13	12,424 88	10,586.64	0 00	1,838 24	
116.0000	Sale	02/24/12	07/01/13	6,239 34	5,281 68	0 00	957 66	
117 0000	Sale	02/24/12	07/02/13	6,259 76	5,327 21	0 00	932 55	
167 0000	Sale	02/27/12	07/02/13	8,934 89	7,234 51	0 00	1,700 38	
157.0000	Sale	02/27/12	07/03/13	8,394 80	6,801 30	0 00	1,593 50	
56 0000	Sale	02/27/12	07/05/13	3,010 22	2,425 94	0 00	584 28	
77 0000	Sale	02/28/12	07/05/13	4,139 06	3,302 47	0 00	836 59	
181 0000	Sale	02/28/12	07/08/13	9,773 25	7,762 94	0 00	2,010 31	
26 0000	Sale	02/28/12	07/09/13	1,412 39	1,115 12	0 00	297 27	
30 0000	Sale	02/29/12	07/09/13	1,629 70	1,311 61	0 00	318 09	
289 0000	Sale	02/29/12	07/16/13	16,271 02	12,635 17	0 00	3,635 85	
340 0000	Sale	03/01/12	07/16/13	19,142 38	14,774 87	0 00	4,367.51	
	Security Subtotal			*128,099.05*	*104,456.57*	*0.00*	*23,642.48*	
\ARON'S INC SHS A		*CUSIP Number*	*002535300*					
320 0000	Sale	01/31/12	02/07/13	9,425 68	8,654 62	0 00	771 06	
3UCKEYE TECHNOLOGIES INC		*CUSIP Number*	*118255108*					
515 0000	Sale	07/29/11	02/07/13	14,534 41	13,723 46	0 00	810 95	
11 0000	Sale	08/01/11	02/07/13	310 45	302 67	0 00	7 78	
415 0000	Sale	08/01/11	05/15/13	15,555 18	11,418.98	0 00	4,136 20	
721 0000	Sale	08/04/11	05/15/13	27,024 79	17,469 97	0 00	9,554 82	
1150 0000	Sale	08/04/11	06/28/13	42,592 62	27,864.73	0 00	14,727 89	
403 0000	Sale	08/04/11	07/01/13	14,936 69	9,764 77	0 00	5,171 92	
401 0000	Sale	08/05/11	07/01/13	14,862 57	10,156 08	0 00	4,706 49	
135 0000	Sale	08/05/11	07/02/13	5,002 13	3,419 13	0 00	1,583 00	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
JCKEYE TECHNOLOGIES INC		CUSIP Number	118255108					
191 0000	Sale	08/08/11	07/05/13	7,080 24	4,792 34	0 00	2,287 90	
427 0000	Sale	08/05/11	07/05/13	15,828 61	10,814 59	0 00	5,014 02	
	Security Subtotal			**157,727.69**	**109,726.72**	**0.00**	**48,000.97**	
\NK HAWAII CORP		CUSIP Number	062540109					
87 0000	Sale	03/17/11	06/17/13	4,274 11	3,884 89	0 00	389 22	
371 0000	Sale	03/17/11	06/18/13	18,269 72	16,566 59	0 00	1,703 13	
189 0000	Sale	03/17/11	06/19/13	9,306 39	8,439 59	0 00	866 80	
	Security Subtotal			**31,850.22**	**28,891.07**	**0.00**	**2,959.15**	
RRY PETE SF CALIF CL A		CUSIP Number	085789105					
171 0000	Sale	06/22/11	02/14/13	6,956 12	8,537 48	0 00	(1,581.36)	
357 0000	Sale	06/22/11	06/27/13	15,264 76	17,823 87	0 00	(2,559 11)	
81 0000	Sale	06/22/11	06/28/13	3,443 55	4,044 07	0 00	(600 52)	
269 0000	Sale	06/22/11	07/01/13	11,445 88	13,430 31	0 00	(1,984 43)	
584 0000	Sale	06/22/11	07/02/13	23,320 23	29,157 25	0 00	(5,837 02)	
544 0000	Sale	06/23/11	07/02/13	21,722 96	26,450 75	0.00	(4,727 79)	
386 0000	Sale	06/23/11	07/08/13	15,595 44	18,768 36	0 00	(3,172 92)	
2 0000	Sale	06/24/11	07/08/13	80 81	100 02	0 00	(19 21)	
751 0000	Sale	06/24/11	07/09/13	30,585 37	37,559 24	0 00	(6,973 87)	
689 0000	Sale	06/14/12	07/09/13	28,060 35	25,487 42	0 00	2,572 93	
81 0000	Sale	06/14/12	07/10/13	3,315 75	2,996 34	0.00	319 41	
	Security Subtotal			**159,791.22**	**184,355.11**	**0.00**	**(24,563.89)**	
4GOLD CORP	COM	CUSIP Number	450913108					
554 0000	Sale	02/03/12	03/06/13	3,479 32	9,686 36	6,207 04 (W)	0 00	
584 0000	Sale	02/03/12	03/06/13	3,667 74	10,210 89	6,543 15 (W)	0 00	
714 0000	Sale	09/26/07	03/07/13	4,471 89	7,572 86	0 00 (Y)	(3,100.97)	
3150 0000	Sale	09/04/09	03/07/13	19,728 95	50,199 48	0 00 (Y)	(30,470 53)	
1332 0000	Sale	02/03/12	03/07/13	8,342 52	23,289 22	0 00	(14,946 70)	
554 0000	Sale	02/03/12	03/07/13	3,469 79	10,893 49	0 00 (Y)	(7,423 70)	
584 0000	Sale	02/03/12	03/07/13	3,657 68	11,506 15	0 00 (Y)	(7,848 47)	
	Security Subtotal			**46,817.89**	**123,358.45**	**12,750.19**	**(63,790.37)**	
THANEX CORP	COM	CUSIP Number	59151K108					
484 0000	Sale	07/30/12	11/19/13	31,227.91	13,244 27	0 00	17,983 64	
320 0000	Sale	07/31/12	11/19/13	20,646 56	8,764 10	0 00	11,882 46	
	Security Subtotal			**51,874.47**	**22,008.37**	**0.00**	**29,866.10**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
OMEGA HEALTHCARE INVS REIT		*CUSIP Number*	*681936100*					
972.0000	Sale	04/12/12	05/15/13	35,181 33	19,615 55	0 00	15,565 78	
96 0000	Sale	04/13/12	05/15/13	3,474 70	1,942 45	0 00	1,532 25	
	Security Subtotal			***38,656.03***	***21,558.00***	***0.00***	***17,098.03***	
PROSPERITY BANCSHARES		*CUSIP Number*	*743606105*					
33 0000	Sale	01/03/11	02/14/13	1,534 47	1,320 74	0 00	213 73	
429 0000	Sale	01/03/11	06/28/13	22,323 14	17,169.56	0.00	5,153 58	
693 0000	Sale	01/04/11	06/28/13	36,060 46	27,364 49	0 00	8,695 97	
29 0000	Sale	01/05/11	06/28/13	1,509 03	1,156 99	0 00	352 04	
85 0000	Sale	01/19/11	07/01/13	4,534 74	3,423 55	0 00	1,111 19	
126 0000	Sale	01/05/11	07/01/13	6,678 12	5,026 92	0 00	1,651 20	
368 0000	Sale	01/14/11	07/01/13	19,504 35	14,874 30	0 00	4,630 05	
11 0000	Sale	01/18/11	07/01/13	583 02	448 06	0.00	134 96	
540 0000	Sale	01/18/11	07/01/13	28,808 87	21,995 60	0 00	6,813 27	
993 0000	Sale	01/19/11	07/02/13	54,067 61	39,995 16	0 00	14,072 45	
	Security Subtotal			***175,603.81***	***132,775 37***	***0.00***	***42,828.44***	
Covered Long Term Capital Gains and Losses Subtotal				799,846.06	735,784.28	12,750.19	76,811.97	

VONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
\MERICAN FINL GRP HLDGS		*CUSIP Number*	*025932104*					
542 0000	Sale	12/03/07	02/07/13	23,217 89	15,978 16	0 00	7,239 73	
7 0000	Sale	12/03/07	02/14/13	307 01	206 36	0 00	100 65	
89 0000	Sale	09/14/09	02/14/13	3,903 46	2,295 00	0 00	1,608 46	
	Security Subtotal			***27,428.36***	***18,479.52***	***0.00***	***8,948.84***	
ıTMOS ENERGY CORP COM		*CUSIP Number*	*049560105*					
225 0000	Sale	03/02/04	01/24/13	8,337 09	6,018 76	0 00	2,318 33	
350 0000	Sale	04/01/04	01/24/13	12,968 82	9,033 50	0 00	3,935 32	
312 0000	Sale	04/12/05	01/24/13	11,560 78	8,436 48	0 00	3,124 30	
288 0000	Sale	04/12/05	01/25/13	10,685 42	7,787 52	0 00	2,897 90	
315 0000	Sale	09/03/09	01/25/13	11,687 18	8,503 61	0 00	3,183 57	
472 0000	Sale	09/04/09	01/25/13	17,512 24	12,819 28	0 00	4,692 96	
229 0000	Sale	09/04/09	01/28/13	8,518 22	6,219 53	0 00	2,298 69	
615 0000	Sale	09/04/09	01/29/13	23,046 30	16,703 09	0 00	6,343 21	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
TMOS ENERGY CORP COM		CUSIP Number	049560105					
1138 0000	Sale	09/04/09	01/30/13	42,523 61	30,907 52	0 00	11,616 09	
496 0000	Sale	09/04/09	01/31/13	18,553 55	13,471 11	0 00	5,082 44	
	Security Subtotal			***165,393.21***	***119,900.40***	***0.00***	***45,492.81***	
ANK HAWAII CORP		CUSIP Number	062540109					
50 0000	Sale	04/26/07	02/07/13	2,416 43	2,667 11	0 00	(250 68)	
267 0000	Sale	05/11/07	02/07/13	12,903 74	14,534 81	0 00	(1,631 07)	
33 0000	Sale	05/11/07	02/14/13	1,615 97	1,796 44	0 00	(180 47)	
26 0000	Sale	09/04/09	02/14/13	1,273 20	1,013 38	0 00	259 82	
839 0000	Sale	09/04/09	06/04/13	41,579 20	32,701 03	0 00	8,878 17	
687 0000	Sale	09/04/09	06/05/13	33,708 58	26,776 65	0 00	6,931.93	
266 0000	Sale	09/04/09	06/14/13	13,103 83	10,367 67	0 00	2,736 16	
522 0000	Sale	09/04/09	06/17/13	25,644 62	20,345 58	0 00	5,299 04	
150 0000	Sale	09/08/09	06/17/13	7,369 15	5,911 38	0 00	1,457 77	
	Security Subtotal			***139,614.72***	***116,114.05***	***0.00***	***23,500.67***	
ARNES GROUP INC DE $ 01		CUSIP Number	067806109					
159 0000	Sale	04/12/05	02/07/13	3,831 97	2,071 59	0 00	1,760 38	
585 0000	Sale	10/05/09	02/07/13	14,098 77	10,098 97	0 00	3,999 80	
110 0000	Sale	10/05/09	02/14/13	2,756 26	1,898 95	0 00	857 31	
166 0000	Sale	10/06/09	02/14/13	4,159 46	2,923 33	0 00	1,236 13	
699 0000	Sale	10/06/09	07/16/13	22,778 47	12,309 67	0 00	10,468 80	
313 0000	Sale	10/07/09	07/16/13	10,199 81	5,515 72	0 00	4,684 09	
197 0000	Sale	10/07/09	07/24/13	6,473.06	3,471 55	0 00	3,001 51	
43 0000	Sale	10/08/09	07/24/13	1,412 91	780 90	0 00	632 01	
659 0000	Sale	10/08/09	07/25/13	21,613 96	11,967 70	0 00	9,646 26	
433 0000	Sale	10/08/09	07/26/13	14,238 04	7,863 45	0 00	6,374 59	
365.0000	Sale	10/09/09	07/26/13	12,002 05	6,882 66	0 00	5,119 39	
718 0000	Sale	10/09/09	07/29/13	23,762 95	13,539 04	0 00	10,223 91	
182.0000	Sale	10/09/09	08/01/13	6,064 07	3,431.90	0 00	2,632 17	
590 0000	Sale	10/12/09	08/01/13	19,658 29	11,096 96	0 00	8,561 33	
310 0000	Sale	10/12/09	08/02/13	10,271.98	5,830 60	0 00	4,441 38	
100 0000	Sale	10/15/09	08/02/13	3,313 54	1,845 58	0.00	1,467 96	
	Security Subtotal			***176,635.59***	***101,528.57***	***0.00***	***75,107.02***	
RTISS WRIGHT		CUSIP Number	231561101					
101 0000	Sale	11/11/08	02/07/13	3,689 68	3,613 95	0 00	75 73	
425 0000	Sale	09/16/09	02/07/13	15,525 92	15,142 11	0.00	383 81	
159 0000	Sale	09/18/09	02/07/13	5,808 53	5,746 44	0 00	62 09	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
CURTISS WRIGHT		*CUSIP Number*	*231561101*					
31 0000	Sale	09/18/09	02/14/13	1,135 81	1,120 37	0 00	15 44	
636 0000	Sale	09/18/09	11/19/13	32,506 41	22,985 74	0 00	9,520 67	
	Security Subtotal			***58,666.35***	***48,608.61***	***0.00***	***10,057.74***	
ENERGEN CRP COM PV 1CENT		*CUSIP Number*	*29265N108*					
110 0000	Sale	03/02/04	02/07/13	5,255 69	2,344 10	0 00	2,911 59	
40.0000	Sale	04/01/04	02/07/13	1,911 17	829 60	0 00	1,081 57	
96 0000	Sale	04/01/04	02/14/13	4,696 21	1,991 04	0 00	2,705 17	
264 0000	Sale	04/01/04	08/13/13	17,531 30	5,475 36	0 00	12,055 94	
50 0000	Sale	09/08/09	08/13/13	3,320 32	2,143 29	0 00	1,177 03	
215.0000	Sale	09/09/09	08/13/13	14,277 39	9,408 08	0 00	4,869 31	
398 0000	Sale	09/09/09	10/10/13	31,649 17	17,415 88	0 00	14,233 29	
	Security Subtotal			***78,641.25***	***39,607.35***	***0.00***	***39,033.90***	
ENNIS INC		*CUSIP Number*	*293389102*					
178 0000	Sale	10/26/09	02/07/13	2,717 07	2,799 32	0 00	(82 25)	
205 0000	Sale	10/29/09	02/07/13	3,129 21	3,148 72	0 00	(19 51)	
15 0000	Sale	10/30/09	02/07/13	228 97	225 01	0 00	3 96	
400 0000	Sale	10/30/09	02/14/13	6,323 74	6,000 28	0 00	323 46	
9 0000	Sale	11/02/09	02/14/13	142 29	132 43	0 00	9 86	
	Security Subtotal			***12,541.28***	***12,305 76***	***0.00***	***235.52***	
AMGOLD CORP COM		*CUSIP Number*	*450913108*					
714 0000	Sale	09/26/07	03/06/13	4,484 17	6,017 09	1,532 92 (W)	0 00	
3150 0000	Sale	09/04/09	03/06/13	19,783 13	43,335 81	23,552 68 (W)	0 00	
	Security Subtotal			***24,267.30***	***49,352.90***	***25,085.60***	***0.00***	
‹BR INC		*CUSIP Number*	*48242W106*					
73 0000	Sale	10/17/08	02/14/13	2,305.33	1,200 90	0 00	1,104 43	
)WENS &MINOR INC NEW COM		*CUSIP Number*	*690732102*					
427 0000	Sale	01/02/04	06/27/13	14,532 01	6,358 35	0 00	8,173 66	
148 0000	Sale	02/04/04	06/27/13	5,036 86	2,296 15	0 00	2,740 71	
332 0000	Sale	02/04/04	06/28/13	11,279 93	5,150.83	0 00	6,129 10	
435 0000	Sale	03/02/04	06/28/13	14,779 43	7,319 60	0 00	7,459 83	
447 0000	Sale	04/01/04	06/28/13	15,187 15	7,506 62	0 00	7,680 53	
3 0000	Sale	04/01/04	07/01/13	102 08	50 38	0 00	51 70	
595 0000	Sale	04/12/05	07/01/13	20,246 19	10,717 93	0 00	9,528 26	
305 0000	Sale	04/12/05	07/09/13	10,329 28	5,494 07	0 00	4,835 21	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
WENS &MINOR INC NEW COM		CUSIP Number	690732102					
450 0000	Sale	09/28/09	07/09/13	15,239 93	13,662 81	0 00	1,577 12	
150 0000	Sale	09/29/09	07/09/13	5,079 97	4,585 29	0 00	494 68	
270 0000	Sale	09/30/09	07/09/13	9,143 96	8,143 24	0 00	1,000 72	
289 0000	Sale	10/01/09	07/09/13	9,787 43	8,722 87	0 00	1,064 56	
656 0000	Sale	10/01/09	07/10/13	22,206 12	19,800 00	0 00	2,406 12	
225 0000	Sale	10/02/09	07/10/13	7,616 44	6,739 49	0 00	876 95	
	Security Subtotal			***160,566.78***	***106,547.63***	***0.00***	***54,019.15***	
"NSIENT TECHNOLGY CORP		CUSIP Number	81725T100					
414 0000	Sale	04/12/05	11/14/13	21,042 79	8,573 94	0 00	12,468 85	
105 0000	Sale	04/12/05	11/15/13	5,278 84	2,174 55	0 00	3,104 29	
510 0000	Sale	10/16/09	11/15/13	25,640 11	13,481 29	0 00	12,158 82	
689 0000	Sale	10/16/09	11/18/13	34,465 66	18,212 96	0 00	16,252 70	
412 0000	Sale	10/16/09	11/19/13	20,563 51	10,890 77	0 00	9,672 74	
	Security Subtotal			***106,990.91***	***53,333.51***	***0.00***	***53,657.40***	
LEFLEX INC		CUSIP Number	879369106					
182 0000	Sale	09/09/09	02/07/13	13,849 56	8,391 73	0 00	5,457 83	
36 0000	Sale	09/09/09	02/14/13	2,777 70	1,659 90	0.00	1,117 80	
	Security Subtotal			***16,627.26***	***10,051.63***	***0.00***	***6,575.63***	
;I CORP NEW		CUSIP Number	902681105					
220 0000	Sale	02/04/04	02/07/13	7,889 28	3,531 00	0.00	4,358 28	
460 0000	Sale	03/02/04	02/07/13	16,495 79	7,677 40	0 00	8,818 39	
	Security Subtotal			***24,385.07***	***11,208.40***	***0.00***	***13,176.67***	
'IVERSAL CORP VA		CUSIP Number	913456109					
223 0000	Sale	09/10/09	02/07/13	12,362 48	9,140 86	0.00	3,221 62	
95 0000	Sale	09/11/09	02/07/13	5,266.54	4,018 91	0.00	1,247.63	
53 0000	Sale	09/11/09	02/14/13	2,937 73	2,242 13	0 00	695.60	
	Security Subtotal			***20,566.75***	***15,401.90***	***0.00***	***5,164.85***	
'RLD FUEL SERVICES CRP		CUSIP Number	981475106					
320 0000	Sale	09/19/07	02/07/13	13,663 37	6,399 36	0 00	7,264 01	
345 0000	Sale	07/30/08	02/07/13	14,730 83	4,211 05	0 00	10,519 78	
180 0000	Sale	07/30/08	02/14/13	8,054 82	2,197 07	0 00	5,857 75	
	Security Subtotal			***36,449.02***	***12,807.48***	***0.00***	***23,641.54***	

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2013 ANNUAL STATEMENT SUMMARY

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
Noncovered Long Term Capital Gains and Losses Subtotal				1,051,079.18	716,448.61	25,085.60	359,716.17	
NET LONG TERM CAPITAL GAINS AND LOSSES				1,850,925.24	1,452,232.89	37,835.79	436,528.14	
TOTAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES				3,285,502.00				
TOTAL REPORTED SALES PROCEEDS				3,285,502.00				

(W) This transaction has been identified as a "Wash Sale" based on IRS regulations The Wash Sale Loss Disallowed column reflects the deferred loss amount The cost basis of the related transaction(s) has been adjusted by the deferred loss amount from either the cost basis on purchases or proceeds from short sales Please refer to the instructions for Form 8949 for how to report the deferred loss amount and applicable adjustment code

(Y) The gain or loss of this transaction includes an adjustment to basis for the deferred loss amount on one or more previous "Wash Sales "

2013 REALIZED CAPITAL GAIN AND LOSS SUMMARY

COVERED SHORT TERM GAINS/LOSSES	NONCOVERED SHORT TERM GAINS/LOSSES	COVERED LONG TERM GAINS/LOSSES	NONCOVERED LONG TERM GAINS/LOSSES
276,312.98	0.00	76,811.97	359,716.17

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return.

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities." A covered security includes those with a purchase date within the following timeline: Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012. Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities." Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available).

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract. In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received.

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

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2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
CNOOC LTD .02HKD PAR ORDINARY		*CUSIP Number*	*Y1662W117*					
39954 0000	Sale	08/22/12	02/27/13	77,083.25	76,295.46	0 00	787.79	
HEINEKEN NV 1 6EUR PAR ORDINARY		*CUSIP Number*	*N39427211*					
922 0000	Sale	08/22/12	05/03/13	65,083 63	49,899 41	0 00	15,184 22	
VODAFONE GROUP PLC 11GBP PAR ORDINARY		*CUSIP Number*	*G93882135*					
13478.0000	Sale	08/22/12	05/31/13	39,134.72	39,678.04	0 00	(543 32)	
BAYER AG NAMEN-AKT. EUR PAR ORDINARY		*CUSIP Number*	*D0712D163*					
344 0000	Sale	08/22/12	08/13/13	39,435 78	26,733.02	0.00	12,702 76	
SWISS RE AG NAMEN-AKT 1 CHF PAR ORDINARY		*CUSIP Number*	*H8431B109*					
1932.0000	Sale	08/22/12	02/26/13	152,361.26	121,852.24	0 00	30,509.02	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
\IRN ENERGY PLC GBP PAR ORDINARY		*CUSIP Number*	*G17528269*					
6731.0000	Sale	08/22/12	01/11/13	30,615 95	32,138.13	0 00	(1,522 18)	
2322.0000	Sale	08/22/12	01/14/13	10,491.26	11,086.73	0.00	(595.47)	
	Security Subtotal			***41,107.21***	***43,224.86***	***0.00***	***(2,117.65)***	
;RAM LICHT AG EUR PAR ORDINARY		*CUSIP Number*	*D5963B113*					
216.0000	Sale	08/22/12	07/24/13	8,204 76	7,105.68	0.00	1,099.08	
)C HONG KONG (HLDGS) 5 HKD PAR ORDINARY		*CUSIP Number*	*Y0920U103*					
24532.0000	Sale	09/27/12	02/27/13	80,239.27	77,557.92	0.00	2,681 35	
\ST JAPAN RAILWAY 9020 JPY PAR ORDINARY		*CUSIP Number*	*J1257M109*					
1686 0000	Sale	08/22/12	05/07/13	142,347 74	113,258.92	0.00	29,088.82	
'SKE ENERGETICKE ZAVODY CZK PAR ORDINARY		*CUSIP Number*	*X2337V121*					
1903 0000	Sale	08/21/12	02/05/13	61,606 34	72,314.00	0 00	(10,707.66)	
> PLC GBP PAR ORDINARY		*CUSIP Number*	*G12793108*					
29216 0000	Sale	08/22/12	07/18/13	208,117 25	208,039.71	0.00	77.54	
)CHE HOLDINGS GENUSH FN CHF PAR ORDINARY		*CUSIP Number*	*H69293217*					
26.0000	Sale	08/22/12	04/23/13	6,323.12	4,701.04	0.00	1,622.08	
L SEARCH LTD FN .1AUD PAR ORDINARY		*CUSIP Number*	*Y64695110*					
4591.0000	Sale	02/28/13	12/12/13	33,110.75	36,200 21	0.00	(3,089 46)	
\NTEN PHARMACEUTCL 4536 JPY PAR ORDINARY		*CUSIP Number*	*J68467109*					
196.0000	Sale	08/22/12	04/24/13	9,085.38	8,883.48	0 00	201.90	
Covered Short Term Capital Gains and Losses Subtotal				**963,240.46**	**885,743.99**	**0.00**	**77,496.47**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
BANCO SANTANDER SA PARENT ML # 91JN5		*CUSIP Number*	*E1980B227*					
12088 0000	Sale	01/15/13	01/25/13	2,565.07	2,538 48	0 00	26 59	
BANCO SANTANDER SA PARENT ML # 91JN5		*CUSIP Number*	*E15870368*					
12088.0000	Sale	04/12/13	04/16/13	2,426 06	2,417.60	0 00	8 46	
BANCO SANTANDER SA PARENT ML # 91JN5		*CUSIP Number*	*E197A2434*					
12088 0000	Sale	07/15/13	07/18/13	2,355 95	2,296.72	0 00	59.23	
BARCLAYS PLC SHS ISSUE PARENT ML # 9F9L6		*CUSIP Number*	*G0R9JU298*					
9821.0000	Sale	09/18/13	09/25/13	13,806.12	0.00	0 00	13,806.12	
BANCO SANTANDER SA PARENT ML # 91JN5		*CUSIP Number*	*E197A2442*					
12088.0000	Sale	10/16/13	10/22/13	2,721.01	2,659 36	0 00	61 65	
UBS AG REG .1CHF PAR ORDINARY		*CUSIP Number*	*917998304*					
9513 0000	Prin Payment	05/10/13	05/10/13	1,522.65	1,522 65	0 00	0.00	
SONOVA HOLDING AG .05CHF PAR ORDINARY		*CUSIP Number*	*H8024W106*					
556 0000	Prin Payment	06/25/13	06/25/13	942.85	942.85	0 00	0.00	
Noncovered Short Term Capital Gains and Losses Subtotal				**26,339.71**	**12,377.66**	**0.00**	**13,962.05**	
NET SHORT TERM CAPITAL GAINS AND LOSSES				**989,580.17**	**898,121.65**	**0.00**	**91,458.52**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3. Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ONG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
OVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
UEHNE & NAGEL INTL AG, 1 CHF PAR ORDINARY		*CUSIP Number*	*H4673L145*					
725 0000	Sale	11/09/12	12/12/13	93,304 53	87,538.17	0 00	5,766 36	
ANDS CHINA LTD COM NPV PAR ORDINARY		*CUSIP Number*	*G7800X107*					
8557 0000	Sale	08/22/12	09/12/13	52,207 97	30,721 85	0 00	21,486.12	
IA GROUP LTD 1 USD PAR ORDINARY		*CUSIP Number*	*Y002A1105*					
7112 0000	Sale	08/21/12	12/12/13	34,484.67	25,105 36	0.00	9,379 31	
IIRACA HOLDINGS INC 50 JPY PAR ORDINARY		*CUSIP Number*	*J4352B101*					
2362 0000	Sale	08/22/12	10/09/13	103,145.94	105,102.26	0 00	(1,956.32)	
'ANCO SANTANDER RG S SPAIN SA EUR PAR ORD		*CUSIP Number*	*E19790109*					
12088 0000	Sale	08/22/12	12/12/13	101,805 14	85,115.42	0 00	16,689.72	
Covered Long Term Capital Gains and Losses Subtotal				**384,948.25**	**333,583.06**	**0.00**	**51,365.19**	
IONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
UMITOMO MITSUI-UNSPONS ADR		*CUSIP Number*	*86562M209*					
2226.0000	Sale	05/11/09	04/23/13	20,083.19	18,641 41	0.00	1,441 78	
'AIWAN S MANUFCTRING ADR		*CUSIP Number*	*874039100*					
~~889 0000~~	~~Sale~~	~~09/17/09~~	~~01/11/13~~	~~15,961.63~~	~~9,692 50~~	~~0 00~~	~~6,269.13~~	
172.0000	Sale	10/28/09	01/11/13	3,088.20	1,678.84	0.00	1,409.36	
	Security Subtotal			***19,049.83***	***11,371.34***	***0.00***	***7,678.49***	
Noncovered Long Term Capital Gains and Losses Subtotal				**39,133.02**	**30,012.75**	**0.00**	**9,120.27**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5. Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
NET LONG TERM CAPITAL GAINS AND LOSSES				**424,081.27**	**363,595.81**	**0.00**	**60,485.46**	
OTHER TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
AKZO NOBEL NV RIGHTS		*CUSIP Number*	*N3R23Z279*					
3183.0000	Sale	05/06/13	05/24/13	0 00	N/A	0 00	N/A	
PUBLICIS GROUPE SA		*CUSIP Number*	*F7388R127*					
1610.0000	Sale	06/05/13	06/26/13	0.00	N/A	0.00	N/A	
DASSAULT SYSTEMES SA		*CUSIP Number*	*F24571105*					
902.0000	Sale	06/05/13	06/21/13	0 00	N/A	0 00	N/A	
ERSTE GROUP BANK AG PARENT ML # 90D42		*CUSIP Number*	*A229A9251*					
2464.0000	Sale	07/03/13	07/11/13	388 82	N/A	0 00	N/A	
AKZO NOBEL NV RIGHTS		*CUSIP Number*	*N62148395*					
3183 0000	Sale	10/28/13	11/21/13	0 00	N/A	0.00	N/A	
OSRAM LICHT AG EUR PAR ORDINARY		*CUSIP Number*	*D5963B113*					
	Cash/Lieu	08/26/13	08/26/13	16 34	N/A	0.00	N/A	
Other Transactions Subtotal				**405.16**		**0.00**		

TOTAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES 1,414,066.60
TOTAL REPORTED SALES PROCEEDS 1,414,066.60

N/A Results which cannot be calculated because of insufficient data in the Capital Gain (or Loss) Column and are not included in the Realized Capital Gain and Loss summary.

2013 REALIZED CAPITAL GAIN AND LOSS SUMMARY

COVERED SHORT TERM GAINS/LOSSES	NONCOVERED SHORT TERM GAINS/LOSSES	COVERED LONG TERM GAINS/LOSSES	NONCOVERED LONG TERM GAINS/LOSSES
77,496.47	13,962.05	51,365.19	9,120.27

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

The following sections are provided to facilitate your review and the preparation of your tax return.

The 2013 Proceeds from Broker and Barter Exchange Transactions section includes both sales of positions for "covered securities" and "noncovered securities." A covered security includes those with a purchase date within the following timeline: Equities acquired on or after January 1, 2011 and Mutual Funds acquired on or after January 1, 2012. Legislation requires reporting the gross proceeds of the sales of "covered" and "noncovered" securities and the adjusted cost basis for "covered securities " Any sale of a security that is considered a "noncovered security" will still be included in this section with the adjusted cost basis (where available)

In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that you have made an election to amortize the premium paid on the purchase of taxable bonds. Under the Cost Basis Reporting Regulations, brokers need not track wash sale activity for substantially identical securities, transactions across accounts, or between covered and non-covered securities. However, you as a taxpayer still have to track and report wash sales as you have in the past which would include all of the aforementioned transaction types. Securities distributed from a retirement account reflect the tax basis on the date of distribution Other methods for calculating gain (loss) are available The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed that the fair market value of the debt security on purchase date was equal to its adjusted issue price The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income when received.

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SHORT TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
COVERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
NUANCE COMMUNICATION XPN PLG PRNT ML#A6NH8 02 750% NOV 01 2031		CUSIP Number	67020YAF7					
13000 0000	Sale	10/26/12	03/04/13	13,253 50	14,138 34	0 00	(884 84)	
1000 0000	Sale	11/02/12	03/11/13	1,029 38	1,104 59	0 00	(75.21)	
1000 0000	Sale	11/02/12	03/22/13	1,025 00	1,104 43	0 00	(79.43)	
10000 0000	Sale	11/02/12	03/25/13	10,275 00	11,044 16	0 00	(769 16)	
	Security Subtotal			*25,582.88*	*27,391.52*	*0.00*	*(1,808.64)*	
GILEAD SCIENCES INC CONV NOTE XPNPLG # AAEL4 01 625% MAY 01 2016		CUSIP Number	375558AP8					
1000 0000	Sale	06/20/12	04/26/13	2,306 06	1,292 17	0 00	1,013 89	
1000 0000	Sale	06/20/12	04/29/13	2,268.43	1,292 17	0 00	976.26	
1000 0000	Sale	06/20/12	04/30/13	2,235 65	1,292 17	0 00	943 48	
	Security Subtotal			*6,810.14*	*3,876.51*	*0.00*	*2,933.63*	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
/TRUST FINL SERVICES I CONV 05 500% DEC 15 2021		CUSIP Number	032359AC5					
6000 0000	Sale	05/01/13	08/15/13	9,731 43	8,137 61	0 00	1,593 82	
1000.0000	Sale	05/01/13	08/26/13	1,540 63	1,355 25	0 00	185 38	
1000 0000	Sale	05/01/13	08/27/13	1,508 93	1,355 13	0 00	153 80	
1000 0000	Sale	05/01/13	08/28/13	1,502.11	1,354 80	0 00	147.31	
1000 0000	Sale	05/01/13	08/29/13	1,500 38	1,354 67	0 00	145 71	
1000 0000	Sale	05/01/13	09/25/13	1,574 14	1,351 72	0 00	222 42	
1000 0000	Sale	05/01/13	09/26/13	1,575.10	1,351 60	0 00	223 50	
4000 0000	Sale	05/01/13	11/05/13	6,295 64	5,389 49	0 00	906 15	
3000 0000	Sale	05/01/13	11/08/13	4,767 32	4,040 06	0 00	727 26	
2000 0000	Sale	05/01/13	11/11/13	3,180 75	2,693 37	0 00	487 38	
	Security Subtotal			***33,176.43***	***28,383.70***	***0.00***	***4,792.73***	
/GEN INC SR CONVERT NOTES DUE FEBRUARY 1 2013		CUSIP Number	031162AQ3					
40000 0000	Sale	02/08/12	01/25/13	42,859 60	41,460 00	0 00	1,399 60	
5000 0000	Sale	02/22/12	01/25/13	5,357 45	5,137 50	0 00	219 95	
9000 0000	Sale	02/22/12	01/25/13	9,602 32	9,247 50	0.00	354 82	
	Security Subtotal			***57,819.37***	***55,845.00***	***0.00***	***1,974.37***	
/IXTER INTL INC CONV GLB 01 000% FEB 15 2013		CUSIP Number	035290AJ4					
8000 0000	Sale	06/27/12	01/08/13	9,311 51	8,470 00	0.00	841 51	
4000 0000	Sale	06/27/12	01/09/13	4,646 50	4,235 00	0 00	411 50	
2000.0000	Sale	06/27/12	01/11/13	2,315.98	2,117 50	0 00	198 48	
1000 0000	Sale	06/27/12	01/14/13	1,161.97	1,058.75	0 00	103 22	
10000.0000	Sale	06/27/12	01/15/13	11,610 19	10,587 50	0 00	1,022 69	
	Security Subtotal			***29,046.15***	***26,468.75***	***0.00***	***2,577.40***	
TEGRA LIFESCIENCES HLD CONV 01 625% DEC 15 2016		CUSIP Number	457985AK5					
2000 0000	Sale	10/02/12	04/29/13	1,950 04	2,047 33	0.00	(97.29)	
2000 0000	Sale	10/02/12	04/29/13	1,950 04	2,054 07	0 00	(104 03)	
1000 0000	Sale	10/02/12	04/29/13	975 02	1,027 04	0.00	(52 02)	
2000 0000	Sale	10/02/12	04/29/13	1,950 04	2,054 07	0 00	(104 03)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

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2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
INTEGRA LIFESCIENCES HLD CONV 01 625% DEC 15 2016		CUSIP Number	457985AK5					
6000 0000	Sale	10/02/12	04/29/13	5,850 12	6,162 18	0 00	(312 06)	
4000 0000	Sale	10/09/12	04/29/13	3,900 08	4,069 13	0 00	(169 05)	
1000 0000	Sale	10/12/12	04/29/13	975 02	1,015 24	0 00	(40 22)	
3000 0000	Sale	10/12/12	04/29/13	2,925 06	3,045 71	0 00	(120 65)	
1000 0000	Sale	10/15/12	04/29/13	975 02	1,016 66	0 00	(41 64)	
3000.0000	Sale	10/16/12	04/29/13	2,925 06	3,050 76	0 00	(125 70)	
3000 0000	Sale	10/18/12	04/29/13	2,925 06	3,052 57	0 00	(127 51)	
	Security Subtotal			27,300.56	28,594.76	0 00	(1,294 20)	
INTEL CORP CONV JR SUBORDINATED 02 950% DEC 15 2035		CUSIP Number	458140AD2					
5000 0000	Sale	07/25/12	05/15/13	5,631 25	5,811 25	0 00	(180 00)	(G)
1000.0000	Sale	07/25/12	05/15/13	1,126 25	1,162 24	0 00	(35 99)	(G)
3000 0000	Sale	07/25/12	05/15/13	3,378 74	3,486 75	0 00	(108 01)	(G)
5000 0000	Sale	08/13/12	05/15/13	5,631 25	5,952 02	0 00	(320 77)	(G)
1000 0000	Sale	08/15/12	05/15/13	1,126 26	1,182 89	0 00	(56 63)	(G)
1000 0000	Sale	08/15/12	05/15/13	1,126 25	1,182 89	0 00	(56 64)	(G)
1000 0000	Sale	08/17/12	05/15/13	1,126 25	1,183 34	0 00	(57 09)	(G)
2000 0000	Sale	08/17/12	05/15/13	2,252 50	2,366 69	0 00	(114 19)	(G)
1000 0000	Sale	08/21/12	05/15/13	1,126 24	1,180 10	0 00	(53 86)	(G)
2000 0000	Sale	08/23/12	05/15/13	2,252 51	2,325 23	0 00	(72 72)	(G)
2000 0000	Sale	08/28/12	05/15/13	2,252 50	2,312 84	0 00	(60 34)	(G)
1000 0000	Sale	08/30/12	05/15/13	1,126 25	1,149 04	0 00	(22 79)	(G)
	Security Subtotal			28,156.25	29,295.28	0.00	(1,139.03)	
NUANCE COMMUNICATIONS CONV GLB 02 750% AUG 15 2027		CUSIP Number	67020YAB6					
1000.0000	Sale	04/02/13	12/12/13	1,039.37	1,240.61	0.00	(201.24)	TRANSACTION ADDED
1000.0000	Sale	04/02/13	12/12/13	1,039.38	1,240.61	0.00	(201.23)	TRANSACTION ADDED
2000.0000	Sale	04/02/13	12/12/13	2,078.75	2,481.21	0.00	(402.46)	TRANSACTION ADDED
4000.0000	Sale	04/02/13	12/12/13	4,157.51	4,962.42	0.00	(804.91)	TRANSACTION ADDED
1000.0000	Sale	04/02/13	12/12/13	1,039.37	1,241.05	0.00	(201.68)	TRANSACTION ADDED
2000.0000	Sale	04/04/13	12/12/13	2,078.75	2,467 47	0.00	(388.72)	TRANSACTION ADDED
2000.0000	Sale	04/05/13	12/12/13	2,078.75	2,416.04	0.00	(337.29)	TRANSACTION ADDED

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
JANCE COMMUNICATIONS CONV GLB 02 750% AUG 15 2027		*CUSIP Number*	*67020YAB6*					
1000.0000	Sale	04/09/13	12/12/13	1,039.38	1,247.70	0.00	(208.32)	TRANSACTION ADDED
1000.0000	Sale	04/12/13	12/12/13	1,039.38	1,261.91	0.00	(222.53)	TRANSACTION ADDED
	Security Subtotal			***15,590.64***	***18,559.02***	***0.00***	***(2,968.38)***	
)YAL GOLD INC 2 875% CONV SENIOR NOTES DUE JUNE 15, 2019		*CUSIP Number*	*780287AA6*					
8000 0000	Sale	06/20/12	02/28/13	8,383 53	8,309 68	0 00	73 85	
2000 0000	Sale	06/20/12	02/28/13	2,095 88	2,072 58	0 00	23 30	
2000.0000	Sale	06/21/12	02/28/13	2,095 88	2,063.06	0 00	32 82	
1000 0000	Sale	06/22/12	02/28/13	1,047 95	1,026 06	0 00	21 89	
5000 0000	Sale	06/22/12	02/28/13	5,239 70	5,130 28	0 00	109 42	
1000 0000	Sale	06/25/12	02/28/13	1,047 95	1,028 93	0 00	19 02	
1000 0000	Sale	06/25/12	02/28/13	1,047 94	1,028 92	0 00	19 02	
1000 0000	Sale	06/25/12	02/28/13	1,047 94	1,031 76	0 00	16 18	
1000 0000	Sale	06/25/12	02/28/13	1,047 94	1,031 75	0 00	16 19	
1000 0000	Sale	06/26/12	02/28/13	1,047 94	1,036 50	0 00	11 44	
2000 0000	Sale	06/26/12	02/28/13	2,095 88	2,072 99	0 00	22 89	
2000 0000	Sale	06/26/12	02/28/13	2,095 88	2,072 98	0 00	22 90	
	Security Subtotal			***28,294.41***	***27,905.49***	***0.00***	***388.92***	
'LAND GROUP CONV COMPANY GUARNT 00 250% JUN 01 2019		*CUSIP Number*	*783764AS2*					
6000 0000	Sale	05/15/13	09/03/13	5,273 58	6,066 56	0 00	(792 98)	
2000 0000	Sale	05/15/13	09/03/13	1,757 86	2,022 19	0 00	(264 33)	
2000 0000	Sale	05/15/13	09/03/13	1,757 86	2,022 19	0 00	(264 33)	
10000 0000	Sale	05/15/13	09/03/13	8,789 30	10,110.94	0 00	(1,321 64)	
6000 0000	Sale	05/15/13	09/03/13	5,273 58	6,071 92	0 00	(798 34)	
2000 0000	Sale	05/15/13	09/03/13	1,757.86	2,017 50	0.00	(259 64)	
2000 0000	Sale	05/16/13	09/03/13	1,757.86	2,003 79	0 00	(245.93)	
	Security Subtotal			***26,367.90***	***30,315.09***	***0.00***	***(3,947.19)***	

Merrill Lynch
Bank of America Corporation

Account No. 56S-04396

Taxpayer No. 91-1663838

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B

2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
TESLA MOTORS INC CONV 01 500% JUN 01 2018		CUSIP Number	88160RAA9					
2000 0000	Sale	05/17/13	07/16/13	2,353 38	2,081 89	0 00	271 49	
2000 0000	Sale	05/17/13	07/16/13	2,358 35	2,081 89	0 00	276 46	
4000 0000	Sale	05/17/13	07/17/13	4,800 00	4,163 48	0 00	636 52	
4000 0000	Sale	05/17/13	07/17/13	4,800 00	4,163 47	0 00	636 53	
3000 0000	Sale	05/17/13	08/14/13	4,050 00	3,120 75	0 00	929.25	
3000 0000	Sale	05/17/13	08/14/13	4,030.03	3,120 75	0 00	909 28	
3000 0000	Sale	05/17/13	08/15/13	4,027 26	3,120 67	0 00	906 59	
1000 0000	Sale	05/17/13	08/15/13	1,361 58	1,040 23	0 00	321 35	
1000 0000	Sale	05/17/13	08/15/13	1,361 59	1,048 55	0 00	313 04	
3000.0000	Sale	05/17/13	08/19/13	4,121 62	3,145 48	0 00	976 14	
4000 0000	Sale	05/17/13	08/19/13	5,521 37	4,193 97	0 00	1,327 40	
	Security Subtotal			***38,785.18***	***31,281.13***	***0.00***	***7,504.05***	
TAKE-TWO INTERACTIVE SOF CONV 04 375% JUN 01 2014		CUSIP Number	874054AA7					
1000 0000	Sale	01/22/13	03/11/13	1,508 73	1,306 84	0 00	201 89	
1000 0000	Sale	01/22/13	03/12/13	1,506 32	1,306 84	0 00	199 48	
3000 0000	Sale	01/22/13	03/13/13	4,522 50	3,920 51	0 00	601 99	
	Security Subtotal			***7,537.55***	***6,534.19***	***0.00***	***1,003.36***	
VOLCANO CORP CONV 01 750% DEC 01 2017		CUSIP Number	928645AB6					
1000 0000	Sale	12/05/12	04/29/13	970 00	1,028 84	0 00	(58 84)	
2000 0000	Sale	12/05/12	04/29/13	1,940 00	2,057 68	0 00	(117 68)	
3000 0000	Sale	12/05/12	04/29/13	2,910 00	3,093 41	0 00	(183 41)	
2000 0000	Sale	12/05/12	04/29/13	1,940 00	2,062 28	0 00	(122 28)	
1000 0000	Sale	12/05/12	04/29/13	969 99	1,031 14	0 00	(61 15)	
2000 0000	Sale	12/05/12	04/29/13	1,940 01	2,062 28	0 00	(122 27)	
1000 0000	Sale	12/05/12	04/29/13	970 00	1,031 14	0 00	(61 14)	
3000 0000	Sale	12/06/12	04/29/13	2,910 00	3,093 47	0 00	(183 47)	
2000 0000	Sale	12/06/12	04/29/13	1,940 00	2,062 31	0 00	(122 31)	
1000 0000	Sale	12/07/12	04/29/13	970 00	1,030 02	0.00	(60 02)	
1000 0000	Sale	12/07/12	04/29/13	970 00	1,029 15	0 00	(59 15)	
1000 0000	Sale	12/07/12	04/29/13	969 99	1,029 14	0 00	(59 15)	
2000 0000	Sale	12/10/12	04/29/13	1,940 01	2,052 90	0 00	(112 89)	
2000 0000	Sale	12/11/12	04/29/13	1,940 00	2,043 67	0 00	(103 67)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
)LCANO CORP CONV 01 750% DEC 01 2017		*CUSIP Number*	*928645AB6*					
2000 0000	Sale	12/12/12	04/29/13	1,940 00	2,028 83	0.00	(88 83)	
2000 0000	Sale	12/12/12	04/29/13	1,940 00	2,043 14	0 00	(103 14)	
	Security Subtotal			***27,160.00***	***28,779.40***	***0.00***	***(1,619.40)***	
)GNIZANT TECH SOLUTNS A		*CUSIP Number*	*192446102*					
410.0000	Sale	11/08/12	05/14/13	25,523 57	26,808 51	0 00	(1,284 94)	
)MP DE BEBIDAS SPN ADR		*CUSIP Number*	*20441W203*					
850 0000	Sale	06/20/13	08/09/13	32,100 71	28,697 11	0 00	3,403 60	
)NAGRA FOODS INC		*CUSIP Number*	*205887102*					
620 0000	Sale	05/07/13	09/26/13	18,822.06	22,147 45	0 00	(3,325 39)	
)G RESOURCES INC		*CUSIP Number*	*26875P101*					
30.0000	Sale	11/07/12	09/25/13	5,132.31	3,614 35	0 00	1,517 96	
140 0000	Sale	11/07/12	09/25/13	23,950 76	16,866 96	0 00	7,083.80	
30 0000	Sale	02/20/13	09/25/13	5,132 31	3,895 54	0 00	1,236 77	
	Security Subtotal			***34,215.38***	***24,376.85***	***0.00***	***9,838.53***	
=TH THIRD BANCORP		*CUSIP Number*	*316773100*					
1727.0000	Sale	10/24/12	07/10/13	32,300 90	27,561 28	0 00	4,739 62	
)RNBECK OFFSHORE SVCS INC NEW		*CUSIP Number*	*440543106*					
2.0000	Sale	11/15/13	11/25/13	98 90	107.85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2.0000	Sale	11/15/13	11/25/13	98 90	107.85	0 00	(8.95)	
2.0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2.0000	Sale	11/15/13	11/25/13	98 90	107.85	0 00	(8.95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8 95)	
2 0000	Sale	11/15/13	11/25/13	98.90	107 85	0 00	(8 95)	
2.0000	Sale	11/15/13	11/25/13	98 90	107 85	0 00	(8.95)	
5 0000	Sale	11/15/13	11/25/13	247 27	269 62	0 00	(22 35)	
5 0000	Sale	11/15/13	11/25/13	247 27	269.62	0 00	(22.35)	

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2013 ANNUAL STATEMENT SUMMARY

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2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
HORNBECK OFFSHORE SVCS INC NEW		CUSIP Number	440543106					
5 0000	Sale	11/15/13	11/25/13	247 27	269.62	0 00	(22 35)	
11 0000	Sale	11/15/13	11/25/13	544 01	593 17	0.00	(49 16)	
11 0000	Sale	11/15/13	11/25/13	544 01	593 17	0 00	(49 16)	
17.0000	Sale	11/15/13	11/25/13	840 75	916 72	0 00	(75 97)	
	Security Subtotal			***3,857.38***	***4,206.12***	***0.00***	***(348.74)***	
METLIFE INC	COM	CUSIP Number	59156R108					
157.0000	Sale	09/17/13	09/16/13	7,730.79	7,780 92	0 00	(50 13)	
64.0000	Sale	09/17/13	09/16/13	3,151 41	3,171 84	0 00	(20 43)	
35 0000	Sale	09/17/13	09/16/13	1,723.42	1,734 60	0 00	(11 18)	
65 0000	Sale	01/23/13	09/16/13	3,199 46	2,777 62	0 00	421 84	
34 0000	Sale	01/24/13	09/16/13	1,673 56	1,457 89	0 00	215 67	
149 0000	Sale	01/31/13	09/16/13	7,338.66	6,366 02	0 00	972 64	
	Security Subtotal			***24,817.30***	***23,288.89***	***0.00***	***1,528.41***	
VATIONAL-OILWELL VARCO INC		CUSIP Number	637071101					
285 0000	Sale	03/22/12	02/06/13	18,944 73	22,745.31	0 00	(3,800 58)	
ᵓPL CORP CORP UNITS CONV PFD		CUSIP Number	69351T114					
143 0000	Sale	05/09/13	10/09/13	7,700 01	8,036 60	0 00	(336 59)	
191.0000	Sale	05/09/13	10/10/13	10,047 52	10,734 20	0.00	(686 68)	
191 0000	Sale	05/09/13	10/15/13	9,905 57	10,734 20	0 00	(828 63)	
	Security Subtotal			***27,653.10***	***29,505.00***	***0.00***	***(1,851.90)***	
'HE MOSAIC COMPANY COMMON SHARES		CUSIP Number	61945C103					
500 0000	Sale	08/27/12	03/08/13	30,062 73	28,632 75	0 00	1,429 98	
Covered Short Term Capital Gains and Losses Subtotal				**599,925.32**	**581,199.11**	**0.00**	**18,726.21**	
ET SHORT TERM CAPITAL GAINS AND LOSSES				**599,925.32**	**581,199.11**	**0.00**	**18,726.21**	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
)NG TERM CAPITAL GAINS AND LOSSES - 1099-B Line 1c.								
)VERED TRANSACTIONS - 1099-B Line 6b. (cost basis reported to the IRS)								
LEAD SCIENCES INC		*CUSIP Number*	*375558AP8*					
CONV NOTE XPNPLG # AAEL4								
01 625% MAY 01 2016								
3000 0000	Sale	06/20/12	07/24/13	7,892 51	3,876 49	0 00	4,016 02	
3000 0000	Sale	06/21/12	07/24/13	7,892 51	3,858 74	0 00	4,033 77	
	Security Subtotal			***15,785.02***	***7,735.23***	***0.00***	***8,049.79***	
?CHER DANIELS MIDLAND C		*CUSIP Number*	*039483AW2*					
0 875% CONV SENIOR NOTES								
DUE FEBRUARY 15, 2014								
3000 0000	Sale	02/23/12	05/02/13	3,056 25	3,084 38	0.00	(28 13)	
2000 0000	Sale	02/23/12	05/02/13	2,037.50	2,056 25	0 00	(18 75)	
11000 0000	Sale	02/23/12	05/02/13	11,206 25	11,309 37	0 00	(103 12)	
	Security Subtotal			***16,300.00***	***16,450.00***	***0.00***	***(150.00)***	
IA		*CUSIP Number*	*45071RAB5*					
CONV SENIOR NOTES								
03 000% DEC 15 2015								
2000 0000	Sale	02/29/12	12/24/13	2,142 50	2,096 35	0 00	46 15	
2000 0000	Sale	02/29/12	12/31/13	2,156 66	2,095 53	0 00	61 13	
	Security Subtotal			***4,299.16***	***4,191.88***	***0.00***	***107.28***	
'ERSYS		*CUSIP Number*	*29275YAA0*					
CONV								
STEP% JUN 01 2038								
5000 0000	Sale	02/22/12	07/22/13	7,006 10	6,287 18	0 00	718.92	(G)
4000 0000	Sale	02/22/12	07/23/13	5,580 00	5,030 61	0 00	549 39	(G)
8000 0000	Sale	02/23/12	07/24/13	11,038 88	10,036 80	0 00	1,002.08	(G)
6000 0000	Sale	02/23/12	07/26/13	8,272.62	7,528 89	0 00	743 73	(G)
~~1000.0000~~	~~Sale~~	~~02/23/12~~	~~07/26/13~~	~~1,374.09~~	~~1,255 03~~	~~0 00~~	~~119 06~~	~~(G)~~
2000 0000	Sale	03/23/12	07/26/13	2,748.18	2,538 06	0 00	210 12	(G)
	Security Subtotal			***36,019.87***	***32,676.57***	***0.00***	***3,343.30***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

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2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
MEDTRONIC INC 1.625% CONV SUB NTS DUE APRIL 15 2013		CUSIP Number	585055AM8					
28000 0000	Sale	02/28/12	03/28/13	28,008 39	28,009 19	0 00	(0.80)	
2000 0000	Sale	03/27/12	03/28/13	2,000 61	2,000 58	0 00	0 03	
28000.0000	Sale	03/27/12	03/28/13	28,008.40	28,008 09	0 00	0 31	
	Security Subtotal			***58,017.40***	***58,017.86***	***0 00***	***(0 46)***	
NUANCE COMMUNICATIONS CONV GLB 02 750% AUG 15 2027		CUSIP Number	67020YAB6					
4000.0000	Sale	10/26/12	12/12/13	4,157.50	5,195.96	0.00	(1,038 46)	TRANSACTION ADDED
1000.0000	Sale	10/26/12	12/12/13	1,039.38	1,291.47	0.00	(252.09)	TRANSACTION ADDED
3000.0000	Sale	10/26/12	12/12/13	3,118.12	3,874.40	0.00	(756.28)	TRANSACTION ADDED
1000.0000	Sale	11/02/12	12/12/13	1,039.38	1,324.26	0.00	(284.88)	TRANSACTION ADDED
2000.0000	Sale	11/02/12	12/12/13	2,078.74	2,648.54	0.00	(569.80)	TRANSACTION ADDED
8000.0000	Sale	11/02/12	12/12/13	8,315.01	10,594.13	0.00	(2,279.12)	TRANSACTION ADDED
2000.0000	Sale	10/26/12	12/12/13	2,078.75	2,597.98	0.00	(519.23)	TRANSACTION ADDED
	Security Subtotal			***21,826.88***	***27,526.74***	***0.00***	***(5,699.86)***	
SALIX PHARMACEUTIC CONV SRNOTES 2 75% DUE MAY 15, 2015		CUSIP Number	795435AC0					
1000 0000	Sale	01/04/12	04/05/13	1,281 25	1,277 49	0 00	3 76	
1000 0000	Sale	01/05/12	04/05/13	1,281 25	1,272 50	0 00	8.75	
	Security Subtotal			***2,562.50***	***2,549.99***	***0.00***	***12.51***	
ACCENTURE PLC SHS		CUSIP Number	G1151C101					
275 0000	Sale	07/06/11	05/06/13	21,737 74	16,885 00	0 00	4,852 74	
185 0000	Sale	07/06/11	12/17/13	13,732 30	11,359 00	0 00	2,373 30	
115 0000	Sale	10/12/12	12/17/13	8,536 31	8,008 14	0 00	528 17	
105.0000	Sale	10/12/12	12/17/13	7,794 01	7,311 78	0 00	482 23	
	Security Subtotal			***51,800.36***	***43,563.92***	***0.00***	***8,236.44***	
CATERPILLAR INC DEL		CUSIP Number	149123101					
320 0000	Sale	08/09/12	10/08/13	26,571 09	28,329 70	0 00	(1,758 61)	
CISCO SYSTEMS INC COM		CUSIP Number	17275R102					
1365 0000	Sale	03/29/12	11/08/13	31,847 49	28,773 93	0 00	3,073 56	

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2013 ANNUAL STATEMENT SUMMARY

)99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ΞLMERICH PAYNE INC		CUSIP Number	423452101					
90 0000	Sale	08/15/11	01/22/13	5,457.88	5,370 81	0 00	87 07	
240 0000	Sale	08/15/11	02/21/13	15,859 78	14,322 17	0 00	1,537 61	
	Security Subtotal			***21,317.66***	***19,692.98***	***0.00***	***1,624.68***	
)VO NORDISK A S ADR		CUSIP Number	670100205					
220 0000	Sale	03/07/11	07/01/13	35,030 63	28,044 83	0 00	6,985 80	
ΑP AG SHS		CUSIP Number	803054204					
460 0000	Sale	01/25/12	06/03/13	34,410 85	26,482 57	0 00	7,928 28	
;HLUMBERGER LTD		CUSIP Number	806857108					
40 0000	Sale	02/10/11	10/09/13	3,491 06	3,572 59	0 00	(81 53)	
'RADATA CORP DEL		CUSIP Number	88076W103					
280 0000	Sale	08/16/11	04/19/13	14,284 33	15,447 21	0 00	(1,162.88)	
155 0000	Sale	08/16/11	04/19/13	7,907.39	8,551 13	0 00	(643 74)	
	Security Subtotal			***22,191.72***	***23,998.34***	***0.00***	***(1,806.62)***	
ΙMANA GOLD INC		CUSIP Number	98462Y100					
1700 0000	Sale	02/23/12	04/19/13	19,226 57	30,136 24	0 00	(10,909 67)	
Covered Long Term Capital Gains and Losses Subtotal				**400,698.26**	**381,743.37**	**0.00**	**18,954.89**	

)NCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
'&T CORP-LIBERTY ME CLD CONV 03 250% MAR 15 2031		CUSIP Number	530715AR2					
1000.0000	Redemption	06/06/11	03/08/13	1,008 44	1,226.01	0 00	(217 57) (G)	
4000 0000	Redemption	06/07/11	03/08/13	4,033 79	4,896 86	0 00	(863.07) (G)	
~~9000.0000~~	~~Redemption~~	~~06/07/11~~	~~03/08/13~~	~~9,076.03~~	~~11,017 94~~	~~0 00~~	~~(1,941 91) (G)~~	
2000 0000	Redemption	06/08/11	03/08/13	2,016.89	2,432 66	0 00	(415.77) (G)	
2000 0000	Redemption	06/08/11	03/08/13	2,016.89	2,432 66	0 00	(415 77) (G)	
5000 0000	Redemption	06/10/11	03/08/13	5,042 24	6,048 09	0 00	(1,005 85) (G)	
2000 0000	Redemption	06/10/11	03/08/13	2,016.89	2,415 48	0 00	(398.59) (G)	
2000 0000	Redemption	06/13/11	03/08/13	2,016 90	2,409 39	0 00	(392 49) (G)	
1000.0000	Redemption	06/17/11	03/08/13	1,008 45	1,196 43	0 00	(187 98) (G)	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3. Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
NONCOVERED TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)								
AT&T CORP-LIBERTY ME CLD CONV 03 250% MAR 15 2031		CUSIP Number	530715AR2					
1000 0000	Redemption	06/22/11	03/08/13	1,008.45	1,202 46	0 00	(194 01)	(G)
4000 0000	Redemption	06/23/11	03/08/13	4,033 80	4,772 65	0 00	(738.85)	(G)
	Security Subtotal			**33,278.77**	**40,050.63**	**0.00**	**(6,771.86)**	
ARCHER DANIELS MIDLAND C 0 875% CONV SENIOR NOTES DUE FEBRUARY 15, 2014		CUSIP Number	039483AW2					
11000 0000	Sale	05/05/11	05/02/13	11,206 25	12,031 25	0 00	(825 00)	
2000.0000	Sale	05/10/11	05/02/13	2,037 49	2,180 00	0 00	(142 51)	
11000 0000	Sale	05/13/11	05/02/13	11,206 26	11,863 28	0 00	(657 02)	
1000 0000	Sale	05/13/11	05/02/13	1,018 75	1,078 48	0 00	(59 73)	
1000 0000	Sale	05/13/11	05/02/13	1,018 75	1,078 48	0 00	(59 73)	
1000 0000	Sale	05/16/11	05/02/13	1,018.75	1,076.85	0 00	(58 10)	
1000 0000	Sale	05/17/11	05/02/13	1,018 75	1,076 03	0 00	(57 28)	
11000 0000	Sale	05/19/11	05/02/13	11,206 25	11,810 90	0 00	(604 65)	
	Security Subtotal			**39,731.25**	**42,195.27**	**0.00**	**(2,464.02)**	
CHESAPEAKE ENERGY CORP CONV COMPANY GUARNT 02 750% NOV 15 2035		CUSIP Number	165167BW6					
12000 0000	Sale	02/08/11	10/21/13	12,780 00	15,961 49	0 00	(3,181 49)	(G)
6000 0000	Sale	02/09/11	10/21/13	6,390 00	7,944 13	0 00	(1,554 13)	(G)
7000 0000	Sale	02/09/11	10/21/13	7,455 00	9,268.16	0 00	(1,813 16)	(G)
1000 0000	Sale	02/09/11	10/21/13	1,065 00	1,317 19	0 00	(252 19)	(G)
	Security Subtotal			**27,690.00**	**34,490.97**	**0.00**	**(6,800.97)**	
CHESAPEAKE ENERGY CORP CONV COMPANY GUARNT 02 500% MAY 15 2037		CUSIP Number	165167BZ9					
4000 0000	Sale	08/03/11	10/21/13	4,045 00	4,905 72	0.00	(860 72)	(G)
1000.0000	Sale	08/03/11	10/21/13	1,011 25	1,226 43	0 00	(215 18)	(G)
2000 0000	Sale	08/03/11	10/21/13	2,022.50	2,452 55	0 00	(430 05)	(G)
3000 0000	Sale	08/03/11	10/21/13	3,033 75	3,704 60	0 00	(670 85)	(G)
1000 0000	Sale	08/03/11	10/21/13	1,011 25	1,234 86	0.00	(223 61)	(G)
1000 0000	Sale	08/04/11	10/21/13	1,011 25	1,211 96	0 00	(200 71)	(G)
4000 0000	Sale	08/04/11	10/21/13	4,045 00	4,847 82	0 00	(802 82)	(G)

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ı99-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a. Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ıESAPEAKE ENERGY CORP CONV COMPANY GUARANT 02 500% MAY 15 2037		CUSIP Number	165167BZ9					
2000 0000	Sale	08/05/11	10/21/13	2,022 50	2,337.88	0 00	(315 38)	(G)
4000 0000	Sale	08/08/11	10/21/13	4,045.00	4,599 39	0 00	(554 39)	(G)
1000 0000	Sale	08/08/11	10/21/13	1,011 25	1,139 55	0.00	(128 30)	(G)
	Security Subtotal			**23,258.75**	**27,660.76**	**0.00**	**(4,402.01)**	
ıC CORP CONV SER B 01 750% DEC 01 2013		CUSIP Number	268648AM4					
7000 0000	Sale	02/03/09	05/03/13	10,274.60	6,970 02	0 00	3,304 58	
6000 0000	Sale	02/03/09	05/06/13	8,742 59	5,974 43	0 00	2,768 16	
20000 0000	Sale	02/03/09	05/15/13	28,753 40	19,919 42	0 00	8,833 98	
	Security Subtotal			**47,770.59**	**32,863.87**	**0.00**	**14,906.72**	
)LDCORP INC NEW CONV 02 000% AUG 01 2014		CUSIP Number	380956AB8					
18000 0000	Sale	06/09/10	04/09/13	18,720 00	20,947 50	0 00	(2,227 50)	
WMONT MINING CORP CONV COMP GUARNT SER A 01 250% JUL 15 2014		CUSIP Number	651639AH9					
13000 0000	Sale	11/21/08	05/23/13	13,520 00	12,467 92	0 00	1,052 08	
7000 0000	Sale	11/21/08	05/24/13	7,280 00	6,714 20	0 00	565.80	
20000 0000	Sale	11/21/08	05/29/13	20,750 00	19,189 49	0 00	1,560 51	
	Security Subtotal			**41,550.00**	**38,371.61**	**0.00**	**3,178.39**	
ıNICOM GROUP INC OMNICO CONV SER * GLB ZERO% JUL 01 2038		CUSIP Number	682134AA9					
2000.0000	Sale	12/01/10	05/24/13	2,403.41	2,002.63	0.00	400.78	
2000 0000	Sale	12/01/10	05/24/13	2,403 41	2,002 63	0 00	400.78	
1000 0000	Sale	12/01/10	05/24/13	1,201.71	1,001.32	0 00	200 39	
1000.0000	Sale	12/01/10	05/24/13	1,201 71	1,001 32	0 00	200 39	
1000.0000	Sale	12/01/10	05/24/13	1,201.70	1,001 32	0 00	200 38	
1000 0000	Sale	12/01/10	05/24/13	1,201 71	1,001 30	0.00	200 41	
6000 0000	Sale	12/02/10	05/24/13	7,210.24	6,008 50	0 00	1,201 74	
1000 0000	Sale	12/08/10	05/24/13	1,201 70	1,001 27	0 00	200 43	

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1099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
OMNICOM GROUP INC OMNICO CONV SER * GLB ZERO% JUL 01 2038		CUSIP Number	682134AA9					
3000 0000	Sale	12/08/10	05/24/13	3,605 12	3,004 05	0 00	601.07	
1000 0000	Sale	12/08/10	05/24/13	1,201 70	1,001 35	0 00	200 35	
2000 0000	Sale	12/15/10	05/24/13	2,403 41	2,002 60	0 00	400 81	
2000.0000	Sale	12/17/10	05/24/13	2,403 41	2,002 62	0 00	400 79	
2000 0000	Sale	01/13/11	05/24/13	2,403 42	2,002 72	0 00	400 70	
	Security Subtotal			**30,042.65**	**25,033.63**	**0.00**	**5,009.02**	
SANDISK CORP CONV 01 500% AUG 15 2017		CUSIP Number	80004CAD3					
17000 0000	Sale	08/20/10	11/11/13	24,677 90	16,814 02	0 00	7,863 88	
SYMANTEC CORP CONV SER B GLB 01 000% JUN 15 2013		CUSIP Number	871503AF5					
16000 0000	Sale	05/21/10	04/05/13	20,019 18	16,022 96	0 00	3,996 22	
16000 0000	Sale	05/21/10	05/08/13	20,313 12	16,011 31	0 00	4,301 81	
1000 0000	Sale	05/21/10	05/09/13	1,271 57	1,000 69	0 00	270 88	
28000.0000	Sale	05/21/10	05/15/13	35,905 24	28,015 46	0 00	7,889 78	
	Security Subtotal			**77,509.11**	**61,050 42**	**0.00**	**16,458.69**	
SALIX PHARMACEUTIC CONV SRNOTES 2 75% DUE MAY 15, 2015		CUSIP Number	795435AC0					
1000 0000	Sale	12/05/11	04/05/13	1,281 25	1,228 61	0 00	52 64	
1000 0000	Sale	12/07/11	04/05/13	1,281 25	1,236 07	0 00	45 18	
1000 0000	Sale	12/07/11	04/05/13	1,281 25	1,236 06	0 00	45 19	
1000.0000	Sale	12/12/11	04/05/13	1,281.25	1,239 20	0 00	42.05	
1000 0000	Sale	12/13/11	04/05/13	1,281.25	1,230 00	0 00	51 25	
1000 0000	Sale	12/13/11	04/05/13	1,281 25	1,230 00	0 00	51 25	
1000 0000	Sale	12/13/11	04/05/13	1,281 25	1,230 00	0 00	51 25	
2000 0000	Sale	12/13/11	04/05/13	2,562.50	2,460 00	0 00	102.50	
1000 0000	Sale	12/13/11	04/05/13	1,281.25	1,230 00	0 00	51 25	
2000 0000	Sale	12/13/11	04/05/13	2,562 50	2,460 00	0 00	102 50	
1000 0000	Sale	12/13/11	04/05/13	1,281 24	1,230 00	0 00	51 24	
2000 0000	Sale	12/13/11	04/05/13	2,562 50	2,455 00	0 00	107 50	
1000 0000	Sale	12/19/11	04/05/13	1,281 25	1,233 75	0 00	47 50	
2000 0000	Sale	12/20/11	04/05/13	2,562 50	2,562 50	0 00	0 00	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ALIX PHARMACEUTIC CONV SRNOTES 2 75% DUE MAY 15, 2015		CUSIP Number	795435AC0					
2000 0000	Sale	12/21/11	04/05/13	2,562 50	2,562 50	0.00	0 00	
1000 0000	Sale	12/28/11	04/05/13	1,281 26	1,290 00	0 00	(8 74)	
1000 0000	Sale	12/30/11	04/05/13	1,281 25	1,290 00	0 00	(8 75)	
	Security Subtotal			***28,187.50***	***27,403.69***	***0.00***	***783.81***	
PACHE CORPORATION DEPOSITARY SHARES 6% MAND CNVT PFD		CUSIP Number	037411808					
875 0000	Sale	07/23/10	02/22/13	38,552 69	45,374 44	0 00	(6,821 75)	
OCA COLA COM		CUSIP Number	191216100					
505 0000	Sale	01/28/10	10/08/13	18,709 97	13,769 88	0 00	4,940 09	
RANKLIN RES INC		CUSIP Number	354613101					
200 0000	Sale	08/17/09	07/08/13	27,388 48	18,024 28	0 00	9,364 20	
ELMERICH PAYNE INC		CUSIP Number	423452101					
90 0000	Sale	11/15/10	01/22/13	5,457 88	4,116 01	0 00	1,341 87	
90 0000	Sale	11/18/10	01/22/13	5,457 88	4,135 53	0 00	1,322 35	
160 0000	Sale	11/18/10	01/22/13	9,702 88	7,352.05	0 00	2,350 83	
	Security Subtotal			***20,618.64***	***15,603.59***	***0.00***	***5,015.05***	
RACLE CORP $0.01 DEL		CUSIP Number	68389X105					
930 0000	Sale	03/17/09	05/06/13	30,776 27	14,122 52	0 00	16,653 75	
100 0000	Sale	03/17/09	12/12/13	3,456 70	1,518 55	0 00	1,938 15	
685 0000	Sale	03/23/09	12/12/13	23,678.40	12,243 55	0.00	11,434.85	
	Security Subtotal			***57,911.37***	***27,884.62***	***0.00***	***30,026.75***	
RICE T ROWE GROUP INC		CUSIP Number	74144T108					
350.0000	Sale	04/10/08	09/09/13	24,857.31	18,669.84	0.00	6,187.47	
UALCOMM INC		CUSIP Number	747525103					
405 0000	Sale	04/05/10	07/19/13	24,754 67	17,261 46	0.00	7,493 21	
105 0000	Sale	04/05/10	11/11/13	7,066 72	4,475 20	0 00	2,591.52	
45 0000	Sale	04/05/10	11/11/13	3,028 59	1,917 94	0 00	1,110 65	
105 0000	Sale	05/03/10	11/11/13	7,066 71	4,055 10	0 00	3,011 61	
	Security Subtotal			***41,916.69***	***27,709.70***	***0.00***	***14,206.99***	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

1099-B
2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e. Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
SCHLUMBERGER LTD		CUSIP Number	806857108					
170 0000	Sale	11/05/10	10/09/13	14,837 02	12,720 68	0 00	2,116 34	
WELLS FARGO & CO NEW 7.5% PERP CONV PFD STK		CUSIP Number	949746804					
1 0000	Sale	08/17/09	10/17/13	1,127 48	830.00	0 00	297.48	
19 0000	Sale	08/17/09	10/17/13	21,488.63	15,770 00	0 00	5,718 63	
4 0000	Sale	08/17/09	10/17/13	4,509 92	3,320.00	0.00	1,189 92	
	Security Subtotal			27,126.03	19,920.00	0.00	7,206.03	
TERADATA CORP DEL		CUSIP Number	88076W103					
355 0000	Sale	09/10/10	02/13/13	21,725.23	12,379.95	0 00	9,345 28	
155 0000	Sale	09/10/10	04/19/13	7,907 39	5,405 33	0 00	2,502 06	
	Security Subtotal			29,632.62	17,785.28	0.00	11,847.34	
Noncovered Long Term Capital Gains and Losses Subtotal				693,967.34	584,344.68	0.00	109,622.66	
NET LONG TERM CAPITAL GAINS AND LOSSES				1,094,665.60	966,088.05	0.00	128,577.55	

OTHER TRANSACTIONS - 1099-B Line 6a. (cost basis not reported to the IRS)

1e. Quantity	Transaction Description	1b Date of Acquisition	1a. Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
EXTERRAN HOLDINGS, INC CONV 04 250% JUN 15 2014		CUSIP Number	30225XAA1					
2000 0000	Sale	05/10/13	10/29/13	2,555 37	2,674 64	0 00	N/C	
4000 0000	Sale	05/10/13	10/30/13	5,121 83	5,349 28	0 00	N/C	
4000 0000	Sale	05/10/13	11/04/13	5,156 08	5,349 28	0 00	N/C	
2000 0000	Sale	05/10/13	11/05/13	2,612 98	2,674 64	0 00	N/C	
4000 0000	Sale	05/10/13	11/06/13	5,549 40	5,349 28	0 00	N/C	
3000 0000	Sale	05/10/13	11/07/13	4,147 18	4,011 96	0 00	N/C	
3000.0000	Sale	05/10/13	11/08/13	4,176 82	4,011 96	0 00	N/C	
	Security Subtotal			29,319.66	29,421.04	0.00		
FIFTH THIRD BANCORP		CUSIP Number	316773100					
	Cash/Lieu	07/09/13	07/09/13	15 83	N/A	0 00	N/A	

ISLANDS FUND

2013 ANNUAL STATEMENT SUMMARY

099-B 2013 PROCEEDS FROM BROKER & BARTER EXCHANGE TRANSACTIONS

1e Quantity	Transaction Description	1b. Date of Acquisition	1a Date of Sale or Exchange	2a Amount	3 Cost Basis	5 Wash Sale Loss Disallowed	Gain or (Loss)	Remarks
ORNBECK OFFSHORE SVCS INC NEW		*CUSIP Number*	*440543106*					
	Cash/Lieu	11/25/13	11/25/13	42 57	N/A	0 00	N/A	
'ETLIFE INC	*COM*	*CUSIP Number*	*59156R108*					
	Cash/Lieu	09/25/13	09/25/13	29.67	N/A	0 00	N/A	
Other Transactions Subtotal				**29,407.73**		**0.00**		

)TAL SALES PROCEEDS FOR CAPITAL GAINS AND LOSSES **1,723,998.65**
)TAL REPORTED SALES PROCEEDS **1,723,998.65**

(G) Gain recognized on the sale, exchange, or retirement of a Contingent Payment Debt Instrument (CPDI) is treated as ordinary interest income Loss is treated as ordinary loss to the extent of the holder's total Original Issue Discount (OID) inclusions (including any positive adjustments) with respect to the instrument cannot exceed the total net negative adjustments Any additional loss is treated as capital loss Accordingly, gains and ordinary losses should be backed out of Schedule D, Form 1040 and shown on Schedule B, Form 1040 The adjusted basis shown is generally original cost increased by accrued OID and decreased by the amount of any projected payment previously made on the debt instrument Where the instrument was purchased in the secondary market at a price greater than the adjusted issue price, the adjusted basis is also reduced by the allocable portion of the difference between purchase price and adjusted issue price The differential is reflected in the "Amortization/Accretion" columns, but is not included as a negative adjustment in the "Additional Information on Contingent Payment Debt Instruments" section of the Tax Reporting Statement Thus, you may need to make an additional adjustment on your return for this amount If you held an instrument purchased at original issuance until maturity, and the instrument provided for a single projected payment at maturity, the adjusted basis shown is equal to the amount realized at maturity (gain/loss is shown as $0 00) and any gain/loss that would have resulted had the basis not been set to the amount realized, is reflected as a net positive or negative adjustment in the "Additional Information on Contingent Payment Debt Instruments" section of the Tax Reporting Statement Please contact your Tax Advisor for more information

N/C Results may not be calculated for transactions which involve the amortization of premium, the repayment of principal, the sale of partnership interest, derivative products purchased in the secondary market, or the determination of ordinary income and/or capital items for discount and zero-coupon issues

N/A Results which cannot be calculated because of insufficient data in the Capital Gain (or Loss) Column and are not included in the Realized Capital Gain and Loss summary.

2013 REALIZED CAPITAL GAIN AND LOSS SUMMARY

COVERED SHORT TERM GAINS/LOSSES	NONCOVERED SHORT TERM GAINS/LOSSES	COVERED LONG TERM GAINS/LOSSES	NONCOVERED LONG TERM GAINS/LOSSES
18,726.21	0.00	18,954.89	109,622.66

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
BIG BROTHERS/SISTERS OF PUGET SOUND 1600 SOUTH GRAHAM ST SEATTLE, WA 98108	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	65,000.
BOYS AND GIRLS CLUBS OF BELLEVUE 209 100TH AVENUE NE BELLEVUE, WA 98004	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	50,000.
BRIDLE TRAILS PARK FOUNDATION 6619 132ND AVENUE NE #265 KIRKLAND, WA 98033	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	135,000.
CHALLENGE ASPEN P.O. BOX 6639 SNOWMASS VILLAGE, CO 81615	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	10,000.
CHILL FOUNDATION 9606 SANTA MONICA BLVD THIRD FLOOR BEVERLY HILLS, CA 90210	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	30,000.
CONSERVATION NORTHWEST 3600 15TH AVENUE WEST #101 SEATTLE, WA 98119	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	50,000.
DARTMOUTH COLLEGE 6066 DEVELOPMENT OFFICE HANOVER, NH 03755	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	150,000.
ENVIORNMENTAL AND ADVENTURE SCHOOL 8040 NE 132ND STREET KIRKLAND, WA 98034	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
ENVIRONMENTAL RESOURCE CENTER 471 WASHINGTON AVENUE N KETCHUM, ID 83340	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	30,000.
EXPLOYER WEST MIDDLE SCHOOL 10015 28TH AVENUE SW SEATTLE, WA 98146	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	30,000.
Total from continuation sheets				7,630,000.

ISLANDS FUND
C/O JOHN MUNN 91-1663838

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
FRIENDS OF NW AVALANCHE CENTER 15600 NE 8TH STREET #B1-711 BELLEVUE, WA 98008	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
FUTURE GENERATIONS HC 73 BOX 100 FRANKLIN, WV 26807	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	500,000.
GAR FOUNDATION 277 EAST MILL STREET AKRON, OH 44308	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	2,000,000.
HAMLIN ROBINSON SCHOOL 1700 EAST UNION STREET SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	25,000.
HIDDEN VILLA 26870 MOODY ROAD LOS ALTOS HILLS, CA 94022	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	40,000.
HOOKSUM OUTDOOR SCHOOL P.O. BOX 352 TOFINO, BRITISH COLUMBIA, CANADA V0R 2Z0	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
ISLANDWOOD 4450 BLAKELY AVENUE NE BAINBRIDGE ISLAND, WA 98110	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	35,000.
LAKESIDE SCHOOL 14050 1ST AVENUE NE SEATTLE, WA 98125-3099	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	25,000.
LITTLE BIT THERAPEUTIC RIDING CENTER 19802 NE 148TH STREET WOODINVILLE, WA 98077	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	30,000.
MUSEUM OF FLIGHT 9404 EAST MARGINAL WAY S. SEATTLE, WA 98108-4097	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	40,000.
Total from continuation sheets				

ISLANDS FUND
C/O JOHN MUNN 91-1663838

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
MUSEUM OF N.W. ART 121 SOUTH FIRST STREET LA CONNER, WA 98257	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	40,000.
NATURE BRIDGE 288 GEARY STREET, SUITE 650 SAN FRANCISCO, CA 94108	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
NATURE CONSORTIUM 4108 DELRIDGE WAY SW, SUITE 107 SEATTLE, WA 98106	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	25,000.
NEW SUMMIT ACADEMY EDUCACION NUEVA CUMBRE, APTDO #159-4013 ATENAS, ALEJUELA, COSTA RICA	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	50,000.
NEXSTAGE THEATER P.O. BOX 3092 SUN VALLEY, ID 83353	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	10,000.
NORTH CASCADES INSTITUTE 810 STATE ROUTE 20 SEDRO WOLLEY, WA 98284	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	100,000.
NUEVA SCHOOL 6565 SKYLINE BLVD. HILLSBOROUGH, CA 94010	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	50,000.
O'DEA HIGH SCHOOL 802 TERRY AVE. SEATTLE, WA 98104	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	125,000.
OPEN WINDOW SCHOOL 6128 168TH PL. SE BELLEVUE, WA 98006	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	200,000.
OUTDOORS FOR ALL FOUNDATION 2 NICKERSON STREET SUITE 101 SEATTLE, WA 98109-1652	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	225,000.
Total from continuation sheets				

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
PACIFIC SCIENCE CENTER 200 2ND AVENUE N SEATTLE, WA 98109-1652	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	100,000.
PERIGRINE FUND 5668 W. FLYING HAWK LN. BOISE, ID 83709	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	30,000.
PLANNED PARENTHOOD OF WESTERN WASHINGTON 2001 E. MADISON ST. SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	200,000.
PLANT AMNESTY 7400 SAND POINT WAY NE SEATTLE, WA 98115-0377	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
POWERFUL VOICES 1620 18TH AVENUE SUITE 100 SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	35,000.
PUGET SOUNDKEEPER ALLIANCE 5305 SHILSHOLE AVE. NW SUITE 150 SEATTLE, WA 98107	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
QQQ (EYES) PROJECTS SOCIETY BOX 786 BELLA BELLA, BRITISH COLUMBIA, CANADA V0T 1Z0	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	75,000.
RAINCOAST EDUCATION SOCIETY P.O. BOX 815 TOFINO, BRITISH COLUMBIA, CANADA V0R 2Z0	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE TO MEET TAX EXEMPT PURPOSE	25,000.
READING PARTNERS 106 LINDEN ST #202 OAKLAND, CA 94607	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	25,000.
ROARING FORK OUTDOOR VOLUNTEREERS P.O. BOX 1341 BASALT, CO 81623	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
Total from continuation sheets				

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
SEATTLE ACADEMY 1201 E. UNION STREET SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	300,000.
SEATTLE ACQUARIUM 1483 ALASKAN WAY SEATTLE, WA 98101	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	40,000.
SEATTLE ARBORETUM FOUNDATION 2300 ARBORETUM DRIVE E SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	45,000.
SEATTLE URBAN ACADEMY (CRISTA) 3800 S. OTHELLO STREET SEATTLE, WA 98118	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	85,000.
SECRET HARBOR SCHOOL 1809 COMMERCIAL AVENUE ANACORTES, WA 98221	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
SOS OUTREACH P.O. BOX 2020 AVON, CO 81620	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
SPECIAL OLYMPICS WASHINGTON 2150 N. 107TH STREET SUITE 220 SEATTLE, WA 98133-9009	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	210,000.
SPECTRUM DANCE THEATER 800 LAKE WASHINGTON BLVD. SEATTLE, WA 98122	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
STEPHENSON SCHOOL 3152 FOREST LAKE ROAD PEBBLE BEACH, CA 93953	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	25,000.
STUDENT CONSERVATION ASSOCIATION 689 RIVER ROAD CHARLESTOWN, NH 03603-0550	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	150,000.
Total from continuation sheets				

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
THE NATURE CONSERVANCY (CO) 4245 NORTH FAIRFAX DRIVE SUITE 100 ARLINGTON, VA 22203-1606	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	225,000.
THE NATURE CONSERVANCY (MT) 4245 NORTH FAIRFAX DRIVE SUITE 100 ARLINGTON, VA 22203-1606	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	200,000.
THE NATURE CONSERVANCY (WA) 4245 NORTH FAIRFAX DRIVE SUITE 100 ARLINGTON, VA 22203-1606	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	250,000.
THE ROCK SCHOOL 1101 SOUTH BROAD STREET PHILADELPHIA, PA 19147	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
THE SAN JUAN PRESERVATION TRUST P.O. BOX 327 LOPEZ ISLAND, WA 98261	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	420,000.
THE SIERRA CLUB FOUNDATION 85 SECOND STREET SUITE 750 SAN FRANCISCO, CA 94105	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
THE THACHER SCHOOL 5025 THACHER ROAD OJAI, CA 93023	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	100,000.
TRAILBLAZER CAMPS 45 EAST 20TH STREET 9TH FLOOR NEW YORK, NY 10003	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	325,000.
UCSC PREDATORY BIRD RESEARCH 100 SHAFFER ROAD SANTA CRUZ, CA 95060	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	15,000.
WASHINGTON BUSINESS WEEK 33305 1ST WAY S. SUITE B-212 FEDERAL WAY, WA 98003	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	100,000.
Total from continuation sheets				

ISLANDS FUND
C/O JOHN MUNN 91-1663838

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
WASHINGTON TRAILS ASSOCIATION 2019 THIRD AVENUE SUITE 100 SEATTLE, WA 98121	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	200,000.
WELLESLEY COLLEGE 106 CENTRAL STREET WELLESLEY, MA 02481	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	150,000.
WOODLAND PARK ZOO 601 N. 59TH STREET SEATTLE, WA 98103	N/A	501(C)(3)	TO MEET TAX EXEMPT PURPOSE	20,000.
Total from continuation sheets				

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
ACCRUED INTEREST PAID	<4,374.>	<4,374.>	
MERRILL LYNCH A/C 04014	586.	586.	
MERRILL LYNCH A/C 04308	579,246.	579,246.	
MERRILL LYNCH A/C 04308 (OID)	13,991.	13,991.	
MERRILL LYNCH A/C 04387	170.	170.	
MERRILL LYNCH A/C 04393	262.	262.	
MERRILL LYNCH A/C 04395	120.	120.	
MERRILL LYNCH A/C 04396	27,610.	27,610.	
MERRILL LYNCH A/C 04396 (OID)	27,546.	27,546.	
TOTAL TO PART I, LINE 3	645,157.	645,157.	

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
MERRILL LYNCH A/C 04014	1,913,460.	283,593.	1,629,867.	1,485,403.	
MERRILL LYNCH A/C 04308	1,383,455.	245,892.	1,137,563.	1,024,103.	
MERRILL LYNCH A/C 04387	211,011.	0.	211,011.	211,011.	
MERRILL LYNCH A/C 04393	114,472.	700.	113,772.	108,404.	
MERRILL LYNCH A/C 04395	218,801.	0.	218,801.	218,801.	
MERRILL LYNCH A/C 04396	29,143.	0.	29,143.	28,758.	
TO PART I, LINE 4	3,870,342.	530,185.	3,340,157.	3,076,480.	

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
CLASS ACTION SETTLEMENTS	1,116.	1,116.	
TOTAL TO FORM 990-PF, PART I, LINE 11	1,116.	1,116.	

FORM 990-PF LEGAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	20.	0.		0.
TO FM 990-PF, PG 1, LN 16A	20.	0.		0.

FORM 990-PF ACCOUNTING FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	13,595.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	13,595.	0.		0.

FORM 990-PF TAXES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX	25.	0.		0.
FOREIGN TAX ON DIVIDENDS	52,835.	52,835.		0.
TO FORM 990-PF, PG 1, LN 18	52,860.	52,835.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT MANAGEMENT FEES	356,963.	356,963.		0.
MANAGEMENT FEES	80,000.	0.		0.
MISC. INVESTMENT EXPENSES	899.	899.		0.
MISC. EXPENSES	621.	0.		621.
TO FORM 990-PF, PG 1, LN 23	438,483.	357,862.		621.

FORM 990-PF OTHER DECREASES IN NET ASSETS OR FUND BALANCES STATEMENT 8

DESCRIPTION	AMOUNT
AMORTIZATION/ACCRETION OF BOND PORTFOLIO	99,583.
ORIGINAL ISSUE DISCOUNT	41,537.
FEDERAL INCOME TAX PAYMENTS	113,213.
EXCESS OF FAIR MARKET VALUE OVER COST BASIS OF COMMON STOCK CONTRIBUTIONS	24,802,463.
MISCELLANEOUS BASIS AND DIVIDEND TIMING ADJUSTMENTS	221,540.
TOTAL TO FORM 990-PF, PART III, LINE 5	25,278,336.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 9

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
GOVERNMENT BONDS	X		2,559,323.	2,587,444.
TOTAL U.S. GOVERNMENT OBLIGATIONS			2,559,323.	2,587,444.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			2,559,323.	2,587,444.

FORM 990-PF CORPORATE STOCK STATEMENT 10

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
EQUITY SECURITIES	38,301,912.	72,421,119.
TOTAL TO FORM 990-PF, PART II, LINE 10B	38,301,912.	72,421,119.

FORM 990-PF CORPORATE BONDS STATEMENT 11

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS	10,630,822.	11,017,243.
TOTAL TO FORM 990-PF, PART II, LINE 10C	10,630,822.	11,017,243.

FORM 990-PF OTHER INVESTMENTS STATEMENT 12

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	COST	69,349,933.	80,916,416.
CD'S AND EQUIVALENT	COST	488,000.	502,191.
TOTAL TO FORM 990-PF, PART II, LINE 13		69,837,933.	81,418,607.

FORM 990-PF OTHER LIABILITIES STATEMENT 13

DESCRIPTION	BOY AMOUNT	EOY AMOUNT
OUTSTANDING GRANT CHECKS	135,000.	195,000.
OUTSTANDING EXPENSE CHECKS	723.	0.
TOTAL TO FORM 990-PF, PART II, LINE 22	135,723.	195,000.

FORM 990-PF LIST OF SUBSTANTIAL CONTRIBUTORS PART VII-A, LINE 10 STATEMENT 14

NAME OF CONTRIBUTOR	ADDRESS
SARAH R. WERNER	P.O. BOX 503 BELLEVUE, WA 98009

FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS TRUSTEES AND FOUNDATION MANAGERS STATEMENT 15

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
SARAH R. WERNER 6523 CALIFORNIA AVENUE SW, NO 137 SEATTLE, WA 98136	DIRECTOR 1.00	0.	0.	0.
RICK S. WERNER 6523 CALIFORNIA AVENUE SW, NO 137 SEATTLE, WA 98136	DIRECTOR 1.00	0.	0.	0.
GEORGE G. GULICK 6523 CALIFORNIA AVENUE SW, NO 137 SEATTLE, WA 98136	DIRECTOR 1.00	0.	0.	0.
E. LEEDS GULICK 6523 CALIFORNIA AVENUE SW, NO 137 SEATTLE, WA 98136	DIRECTOR 1.00	0.	0.	0.
JAMES FLAGGERT 6523 CALIFORNIA AVENUE SW, NO 137 SEATTLE, WA 98136	DIRECTOR 1.00	20,000.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		20,000.	0.	0.