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

2014

Open to Public Inspection

For calendar year 2014 or tax year beginning , 2014, and ending , 20

Name of foundation: THE DANIEL K THORNE FOUNDATION INC

A Employer identification number: 13-3857951

Number and street (or P O box number if mail is not delivered to street address): PO BOX 308 - STAR LAKE FARM

Room/suite:

B Telephone number (see instructions): ( ) -

City or town, state or province, country, and ZIP or foreign postal code: GEORGES MILLS, NH 03751

C If exemption application is pending, check here ▶ ☐

D 1. Foreign organizations, check here ▶ ☐

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

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

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

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

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

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶ $ 6,887,108.

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

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

	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 (attach schedule)				
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	453.	453.		ATCH 1
	4 Dividends and interest from securities	139,599.	131,445.		ATCH 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	366,530.			
	b Gross sales price for all assets on line 6a 2,116,794.				
	7 Capital gain net income (from Part IV, line 2)		366,530.		
	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) (attach schedule)				
	11 Other income (attach schedule) ATCH 3	3,687.	-5,779.		
	12 **Total.** Add lines 1 through 11	510,269.	492,649.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0			
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule) [4]	42,328.	31,323.		9,727.
	17 Interest ATCH 5	19,025.	19,025.		
	18 Taxes (attach schedule) (see instructions) [6]	2,439.	2,439.		
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	3,913.			3,913.
	22 Printing and publications	500.			500.
	23 Other expenses (attach schedule) ATCH 7	58,319.	52,450.		5,869.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	126,524.	105,237.		20,009.
	25 Contributions, gifts, grants paid	233,500.			233,500.
	26 **Total expenses and disbursements.** Add lines 24 and 25	360,024.	105,237.		253,509.
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	150,245.			
	b **Net investment income** (if negative, enter -0-)		387,412.		
	c **Adjusted net income** (if negative, enter -0-)				

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Part II Balance Sheets

		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (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	1,319,273.	683,100.	683,100.
	3	Accounts receivable ▶			
		Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶			
		Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10 a	Investments - U.S and state government obligations (attach schedule)			
	b	Investments - corporate stock (attach schedule)			
	c	Investments - corporate bonds (attach schedule)			
	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	12	Investments - mortgage loans			
	13	Investments - other (attach schedule) ATCH 8	2,741,015.	2,342,272.	2,446,916.
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶ ATCH 9)	2,697,460.	3,669,356.	3,757,092.
	16	**Total assets** (to be completed by all filers - see the instructions Also, see page 1, item I)	6,757,748.	6,694,728.	6,887,108.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, ▶ ☒ check here and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	6,757,748.	6,694,728.	
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances** (see instructions)	6,757,748.	6,694,728.	
	31	**Total liabilities and net assets/fund balances** (see instructions)	6,757,748.	6,694,728.	

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	6,757,748.
2	Enter amount from Part I, line 27a	2	150,245.
3	Other increases not included in line 2 (itemize) ▶ ATCH 10	3	3,500.
4	Add lines 1, 2, and 3	4	6,911,493.
5	Decreases not included in line 2 (itemize) ▶ ATCH 11	5	216,765.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	6,694,728.

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 PART IV SCHEDULE			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

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

	(i) 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				

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	366,530.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8	3	0

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))
2013	339,910.	6,708,670.	0.050667
2012	339,676.	6,532,175.	0.052000
2011	334,051.	6,810,832.	0.049047
2010	291,311.	6,513,076.	0.044727
2009	286,097.	6,068,559.	0.047144

2	**Total** of line 1, column (d)	2	0.243585
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.048717
4	Enter the net value of noncharitable-use assets for 2014 from Part X, line 5	4	6,807,831.
5	Multiply line 4 by line 3	5	331,657.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	3,874.
7	Add lines 5 and 6	7	335,531.
8	Enter qualifying distributions from Part XII, line 4	8	253,509.

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 ▶ ☐ and enter 1% of Part I, line 27b	1	7,748.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	7,748.
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	7,748.
6	Credits/Payments		
a	2014 estimated tax payments and 2013 overpayment credited to 2014 — 6a: 5,579.		
b	Exempt foreign organizations - tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c: 6,000.		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments Add lines 6a through 6d	7	11,579.
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	3,831.
11	Enter the amount of line 10 to be **Credited to 2015 estimated tax** ▶ 3,831. **Refunded** ▶	11	

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 ▶ $ ________ (2) On foundation managers ▶ $ ________			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ________			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ NY,			
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 2014 or the taxable year beginning in 2014 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

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

		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 ▶ DANIEL K THORNE Telephone no ▶

Located at ▶PO BOX 308 - STAR LAKE FARM GEORGES MILLS, NH ZIP+4 ▶ 03751

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

		Line	Yes	No
16	At any time during calendar year 2014, 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 FinCEN Form 114, (formerly 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)?	1b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2014?	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 2014, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2014? ☐ 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)	2b		X
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 2014 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 2014)*	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 2014?	4b		X

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

			Yes	No
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 4945(d)(4)(A)? (see instructions) ☐ Yes ☒ No			
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No			
b	If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	5b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No			
	If "Yes," attach the statement required by Regulations section 53 4945-5(d)			
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
	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?	7b		

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

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
ATCH 12		0	0	0

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

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

Total number of other employees paid over $50,000 ▶

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

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

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

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 N/A	
2	
3	
4	

Part IX-B **Summary of Program-Related Investments** (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 NONE	
2	
All other program-related investments See instructions	
3 NONE	
Total. Add lines 1 through 3 . . . . ▶	

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	6,911,504.
b	Average of monthly cash balances	1b	
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	6,911,504.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	6,911,504.
4	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	103,673.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	6,807,831.
6	**Minimum investment return.** Enter 5% of line 5	6	340,392.

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	340,392.
2a	Tax on investment income for 2014 from Part VI, line 5	2a	7,748.		
b	Income tax for 2014 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	7,748.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	332,644.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	332,644.
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	332,644.

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	253,509.
b	Program-related investments - total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	253,509.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	253,509.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

		(a) Corpus	(b) Years prior to 2013	(c) 2013	(d) 2014
1	Distributable amount for 2014 from Part XI, line 7				332,644.
2	Undistributed income, if any, as of the end of 2014				
a	Enter amount for 2013 only				
b	Total for prior years 20 12 ,20 11 ,20 10				
3	Excess distributions carryover, if any, to 2014				
a	From 2009				
b	From 2010				
c	From 2011				
d	From 2012 42,385.				
e	From 2013 21,729.				
f	**Total** of lines 3a through e	64,114.			
4	Qualifying distributions for 2014 from Part XII, line 4 ▶ $ 253,509.				
a	Applied to 2013, but not more than line 2a				
b	Applied to undistributed income of prior years (Election required - see instructions)				
c	Treated as distributions out of corpus (Election required - see instructions)				
d	Applied to 2014 distributable amount				253,509.
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2014 *(If an amount appears in column (d), the same amount must be shown in column (a))*	64,114.			64,114.
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b	Prior years' undistributed income Subtract line 4b from line 2b				
c	Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d	Subtract line 6c from line 6b Taxable amount - see instructions				
e	Undistributed income for 2013 Subtract line 4a from line 2a Taxable amount - see instructions				
f	Undistributed income for 2014 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2015				15,021.
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)				
8	Excess distributions carryover from 2009 not applied on line 5 or line 7 (see instructions)				
9	**Excess distributions carryover to 2015.** Subtract lines 7 and 8 from line 6a	0			
10	Analysis of line 9				
a	Excess from 2010				
b	Excess from 2011				
c	Excess from 2012				
d	Excess from 2013				
e	Excess from 2014				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) NOT APPLICABLE

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 2014, 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			(e) Total
	(a) 2014	(b) 2013	(c) 2012	(d) 2011	
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))

DANIEL K THORNE

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

NONE

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

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

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

ATCH 13

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

ATCH 14

c Any submission deadlines

NONE

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

ATCH 15

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*				
ATCH 16				
Total ▶ 3a				233,500.
b *Approved for future payment*				
Total ▶ 3b				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income (a) Business code	(b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	(d) Amount	(e) Related or exempt function income (See instructions)
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	140,052.	
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			01	3,687.	
8 Gain or (loss) from sales of assets other than inventory			18	366,530.	
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)				510,269.	

13 **Total.** Add line 12, columns (b), (d), and (e) . . . 13 510,269.

(See worksheet in line 13 instructions to verify calculations)

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

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

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		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 [X] No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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

Daniel K. Thorne by ... Atty-in-Fact | 11-9-15 | President

Signature of officer or trustee | Date | Title

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check [ ] if self-employed	PTIN
DONALD BROPHY	DONALD BROPHY	OCT 22 2015		P00237126

Firm's name ▶ CPI ASSOCIATES, INC. | Firm's EIN ▶ 11-3084080

Firm's address ▶ 32 EAST 57TH STREET, 14TH FLOOR NEW YORK, NY 10022 | Phone no 212-421-6600

ARLINGTON®
TRUST COMPANY

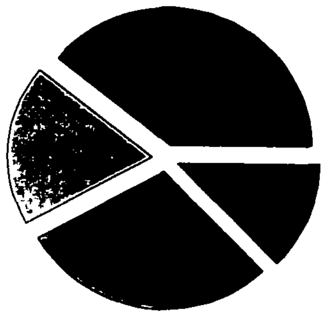
DECEMBER 01, 2013 TO DECEMBER 31, 2013
ACCOUNT NAME: THORNE DK FNDN M
ACCOUNT NUMBER: M83238

THE DANIEL K THORNE FOUNDATION
C/O DAN THORNE
PO BOX 308
STAR LAKE FARM
GEORGES MILLS, NH 03751

ACCOUNT NAME	**THE DANIEL K THORNE FOUNDATION MASTER ACCOUNT**
ACCOUNT NUMBER	**M83238**
CONTACT INFORMATION	**ARLINGTON TRUST COMPANY 205-488-4300**

INVESTMENT PORTFOLIO SUMMARY

	TAX COST	MARKET VALUE	PERCENT
ALTERNATIVE INVESTMENTS		2,692,964 69	39 1%
CASH EQUIVALENTS	1,306,852 13	1,306,852 13	19 0%
FIXED INCOME	2,024,337 74	2,002,351 78	29 0%
GLOBAL EQUITY	716,676 56	889,255 32	12 9%
TOTAL ASSETS		6,891 423 92	100 0%
ACCRUED INCOME			
EQUITIES	896 46	896 46	
CASH AND EQUIVALENTS	97 87	97 87	
OTHER	710 35	710 35	
TOTAL ACCRUED INCOME	1,704 68	1,704 68	
TOTAL ASSETS & ACCRUALS		6 893,128 60	



BEGINNING MARKET VALUE	6,996,062 70
ENDING MARKET VALUE	6,893,128 60

MARKET PRICES SHOWN HAVE BEEN OBTAINED FROM PRICING SOURCES WHICH WE BELIEVE ARE RELIABLE, HOWEVER, WE CANNOT GUARANTEE THEIR ACCURACY OR THAT SECURITIES CAN BE BOUGHT OR SOLD FOR THESE PRICES IN SOME INSTANCES, CERTAIN ILLIQUID ASSETS HAVE BEEN VALUED ACCORDING TO A CLIENT'S DIRECTION AND PRICES HAVE NOT BEEN OBTAINED FROM A THIRD PARTY WE WILL BE GLAD TO PROVIDE FURTHER DETAILS UPON REQUEST

COST BASIS AND RESULTING GAIN OR LOSS ON SALES OF PARTNERSHIP INTERESTS SHOULD NOT BE USED IN DETERMINING CAPITAL GAIN OR LOSS FOR TAX PURPOSES TAX PREPARERS SHOULD DETERMINE COST BASIS AND RESULTING GAIN OR LOSS ON PARTNERSHIP DISPOSITIONS BY A THOROUGH ANALYSIS OF THE K-1S FOR EACH YEAR THE CLIENT WAS INVESTED IN THE PARTNERSHIP

ARLINGTON® TRUST COMPANY

DECEMBER 01, 2013 TO DECEMBER 31, 2013

ACCOUNT NAME: THORNE DK FNDN M
ACCOUNT NUMBER: M83238

ACCOUNT ACTIVITY SUMMARY

	THIS PERIOD	YEAR TO DATE
BEGINNING MARKET VALUE	**6,996,062.70**	**6,611,523.26**
PRIOR ACCRUALS	3,079 97-	947 44-
CONTRIBUTIONS	475,257 34	507,068 27
INTEREST	49 03	1,213 37
DIVIDENDS	9,576 58	82,139 68
CASH DISTRIBUTIONS	600,049 50-	899,140 36-
NON CASH DISTRIBUTIONS	0 00	4,780 25-
REALIZED GAIN/LOSS	211,056 59	895,882 79
CHANGE IN MARKET VALUE	197,448 85-	301,535 40-
CURRENT ACCRUAL	1,704 68	1,704 68
ENDING MARKET VALUE	**6,893,128 60**	**6,893,128.60**

PORTFOLIO STATEMENT

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
CASH EQUIVALENTS				
MISCELLANEOUS				
80,583 580	CADENCE BANK MMA	80,583 58	0 05	80,583 58
249,000 000	RENASANT BANK MMDA	249,000 00	0 10	249,000 00
479,268 550	REGIONS BANK MMDA	479,268 55	0 15	479,268 55
249,000 000	IBERIA BANK	249,000 00	0 10	249,000 00
249,000 000	SERVIS FIRST BANK MMDA	249,000 00	0 10	249,000 00
TOTAL	MISCELLANEOUS	1 306,852 13	0 11	1,306,852 13
TOTAL	**CASH EQUIVALENTS**	1 306 852 13	0 11	1,306,852 13
FIXED INCOME				
CORE				
9,340 609	FPA NEW INCOME	95,928 05	3 60	99,610 52
10,217 053	PIMCO TOTAL RETURN INSTL	109,220 30	2 58	114,615 00
11,116 647	PIMCO UNCONSTRAINED BOND INST	123,283 62	0 87	127,586 24
5,607 477	GUGGENHEIM FLOATING RATE STRATEGIES FD INSTL CLASS	150,224 31	5 19	150,000 00
5,904 762	GUGGENHEIM TOTAL RETURN BOND FD INSTL SHS	154,586 67	5 58	155,000 00
9,536 785	PERFORMANCE TRUST STRATEGIC BOND	209,618 53	4 20	210,000 00
TOTAL	CORE	842,861 48	3 87	856,811 76
TAX FREE				
14,663 727	MANAGERS AMG GW&K MUNI ENHANCED YIELD I	131,533 63	4 41	133,000 00
10,622 000	PUTNAM MANAGED MUNICIPAL INCOME TRUST (CLOSED-END)	70,530 08	7 03	70,309 14
3,494 874	PERFORMANCE TRUST MUNICIPAL BOND INSTL	74,895 15	3 52	75,000 00
9,142 497	VANGUARD SHORT-TERM TX-EX ADM	144,908 58	0 95	145,000 00
TOTAL	TAX FREE	421,867 44	3 51	423,309 14
HIGH YIELD				
23,016 650	SHENKMAN SHORT DURATION HIGH INCOME INST	234,769 83	3 41	235,000 00
TOTAL	HIGH YIELD	234,769 83	3 41	235,000 00

ARLINGTON®
TRUST COMPANY

DECEMBER 01, 2013 TO DECEMBER 31, 2013
ACCOUNT NAME: THORNE DK FNDN M
ACCOUNT NUMBER: M83238

PORTFOLIO STATEMENT (CONTINUED)

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
SHORT DURATION				
7,969 432	FEDERATED ULTRASHORT BOND INSTL	72,920 30	1 38	73,000 00
7,504 513	PIMCO SHORT-TERM INSTL	73,919 45	1 06	74,070 00
960 000	PIMCO ENHANCED SHORT MATURITY ETF (MKT)	97,267 20	0 73	97,478 37
TOTAL	SHORT DURATION	244,106 95	1 02	244,548 37
MISCELLANEOUS				
8,357 123	PIMCO ALL ASSET INSTL	100,954 05	4 90	105,550 46
12,054 395	TEMPLETON GLOBAL BOND ADV	157,792 03	3 92	159,118 01
TOTAL	MISCELLANEOUS	258,746 08	4 30	264,668 47
TOTAL	**FIXED INCOME**	2,002,351 78	3 45	2,024,337 74
GLOBAL EQUITY				
DOMESTIC EQUITY				
325 000	ABBOTT LABORATORIES	12,457 25	2 30	10,904 95
235 000	ABBVIE INC COM	12,410 35	3 03	8,477 77
25 000	APPLE INC	14,025 50	2 17	9,994 62
155 000	AUTOMATIC DATA PROCESSING INC	12,523 85	2 38	7,451 71
225 000	BECTON DICKINSON & CO	24,860 25	1 97	16,197 00
105 000	BERKSHIRE HATHAWAY INC B	12,448 80	0 00	9,509 78
210 000	C H ROBINSON WORLDWIDE INC	12,253 50	2 40	12,011 77
1,150 000	CISCO SYSTEMS INC	25,794 50	3 03	21,899 86
220 000	COACH INC	12,348 60	2 41	11,358 21
600 000	COCA COLA CO	24,786 00	2 71	14,583 00
130 000	COGNIZANT TECHNOLOGY SOLUTIONS CORP CLASS A	13,127 40	0 00	4,770 85
185 000	COLGATE-PALMOLIVE CO	12,063 85	2 09	5,104 64
140 000	GENERAL DYNAMICS CORP	13,377 00	2 34	9,332 82
140 000	INTERNATIONAL BUSINESS MACHINES	26,259 80	2 03	29,398 99
260 000	JOHNSON AND JOHNSON	23,813 40	2 88	14,786 73
180 000	MCCORMICK & CO INC NON VOTING	12,405 60	2 15	7,794 47
255 000	MCDONALDS CORP	24,742 65	3 34	23,269 76
425 000	MEDTRONIC INC	24,390 75	1 95	18,648 60
850 000	MICROSOFT CORP	31,798 50	2 99	7,730 78
345 000	OMNICOM GROUP INC	25,657 65	2 15	17,994 38
920 000	ORACLE CORP	35,199 20	1 25	28,561 37
290 000	PROCTER & GAMBLE CO	23,608 90	2 96	20,091 49
165 000	STRYKER CORP	12,398 10	1 62	8,991 39
360 000	SYSCO CORP	12,996 00	3 21	8,003 15
255 000	3M CO	35,763 75	2 44	24,229 90
220 000	UNITED TECHNOLOGIES CORP	25,036 00	2 07	17,321 01
155 000	VARIAN MEDICAL SYSTEMS INC	12,041 95	0 00	9,427 07
305 000	WAL-MART STORES INC	24,000 45	2 39	16,242 14
TOTAL	DOMESTIC EQUITY	552,589 55	2 24	394 088 21
INTERNATIONAL				
7,074 637	DFA EMERGING MARKETS VALUE I	195,330 73	2 39	200,000 00
5,472 211	IVA INTERNATIONAL I	94,450 36	2 65	86,942 59
170 000	NESTLE S A SPONSORED ADR	12,482 08	2 47	5,603 20
115 000	NOVO NORDISK A/S SPONS ADR	21,247 40	1 23	19,078 38
160 000	ACCENTURE PLC A (ISIN #IE00B4BNMY34 SEDOL #B4BNMY3)	13,155 20	2 26	10,964 18
TOTAL	INTERNATIONAL	336,665 77	2 39	322,588 35
TOTAL	**GLOBAL EQUITY**	889,255 32	2 30	716,676 56

ARLINGTON® TRUST COMPANY

DECEMBER 01, 2013 TO DECEMBER 31, 2013
ACCOUNT NAME: THORNE DK FNDN M
ACCOUNT NUMBER: M83238

PORTFOLIO STATEMENT (CONTINUED)

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
ALTERNATIVE INVESTMENTS				
HEDGE FUNDS				
902 610	ARLINGTON DIVERSIFIED FND LLC	1,346,658 02	0 00	
TOTAL	HEDGE FUNDS	1,346,658 02	0 00	
GLOBAL EQUITY				
335 856	KABOUTER FUND I QP LLC	424,817 92	0 00	
5,496 687	ALLARD GROWTH FUND	334,084 40	0 00	
460 729	LAKEWOOD CAPITAL PARTNERS, LP	587,404 35	0 00	
TOTAL	GLOBAL EQUITY	1,346,306 67	0 00	
TOTAL	**ALTERNATIVE INVESTMENTS**	2,692,964 69	0 00	
GRAND TOTAL ASSETS		**6,891,423 92**	**1.32**	

ARLINGTON®
TRUST COMPANY

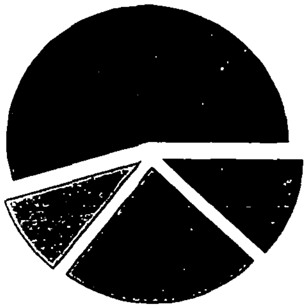
JANUARY 01, 2014 TO DECEMBER 31, 2014
ACCOUNT NAME: THORN FDN ALL
ACCOUNT NUMBER. M83238

THE DANIEL K THORNE FOUNDATION
C/O DAN THORNE
PO BOX 308
STAR LAKE FARM
GEORGES MILLS, NH 03751

ACCOUNT NAME	**THE DANIEL K THORNE FOUNDATION ALL ACCOUNTS**
ACCOUNT NUMBER	**M83238**
CONTACT INFORMATION	**ARLINGTON TRUST COMPANY 205-488-4300**

INVESTMENT PORTFOLIO SUMMARY

	TAX COST	MARKET VALUE	PERCENT
ALTERNATIVE INVESTMENTS		3, 757, 091 35	54 7%
CASH EQUIVALENTS	670, 789 99	670, 789 99	9 7%
FIXED INCOME	1, 642, 340 09	1, 631, 755 80	23 7%
GLOBAL EQUITY	699, 931 70	815, 159 51	11 9%
TOTAL ASSETS		6, 874, 796 65	100 0%
ACCRUED INCOME			
EQUITIES	473 23	473 23	
CASH AND EQUIVALENTS	55 74	55 74	
OTHER	414 08	414 08	
TOTAL ACCRUED INCOME	943 05	943 05	
TOTAL ASSETS & ACCRUALS		6, 875, 739 70	



BEGINNING MARKET VALUE	6, 893, 128 60
ENDING MARKET VALUE	6, 875, 739 70

MARKET PRICES SHOWN HAVE BEEN OBTAINED FROM PRICING SOURCES WHICH WE BELIEVE ARE RELIABLE, HOWEVER, WE CANNOT GUARANTEE THEIR ACCURACY OR THAT SECURITIES CAN BE BOUGHT OR SOLD FOR THESE PRICES IN SOME INSTANCES, CERTAIN ILLIQUID ASSETS HAVE BEEN VALUED ACCORDING TO A CLIENT'S DIRECTION AND PRICES HAVE NOT BEEN OBTAINED FROM A THIRD PARTY WE WILL BE GLAD TO PROVIDE FURTHER DETAILS UPON REQUEST

COST BASIS AND RESULTING GAIN OR LOSS ON SALES OF PARTNERSHIP INTERESTS SHOULD NOT BE USED IN DETERMINING CAPITAL GAIN OR LOSS FOR TAX PURPOSES TAX PREPARERS SHOULD DETERMINE COST BASIS AND RESULTING GAIN OR LOSS ON PARTNERSHIP DISPOSITIONS BY A THOROUGH ANALYSIS OF THE K-1S FOR EACH YEAR THE CLIENT WAS INVESTED IN THE PARTNERSHIP

ARLINGTON
TRUST COMPANY

JANUARY 01, 2014 TO DECEMBER 31, 2014
ACCOUNT NAME. THORN FDN ALL
ACCOUNT NUMBER M83238

ACCOUNT ACTIVITY SUMMARY

	THIS PERIOD	YEAR TO DATE
BEGINNING MARKET VALUE	**6,893,128 60**	**6,893,128.60**
PRIOR ACCRUALS	1,704 68-	1,704 68-
CONTRIBUTIONS	374,447 22	374,447 22
INTEREST	467 82	467 82
DIVIDENDS	78,369 41	78,369 41
CASH DISTRIBUTIONS	656,489 06-	656,489 06-
NON CASH DISTRIBUTIONS	691 20-	691 20-
REALIZED GAIN/LOSS	106,001 79	106,001 79
CHANGE IN MARKET VALUE	81,266 75	81,266 75
CURRENT ACCRUAL	943 05	943 05
ENDING MARKET VALUE	**6,875,739.70**	**6,875,739.70**

PORTFOLIO STATEMENT

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
CASH EQUIVALENTS				
MISCELLANEOUS				
397,321 050	IBERIA BANK	397,321 05	0 10	397,321 05
273,468 940	SERVIS FIRST BANK MMDA	273,468 94	0 10	273,468 94
TOTAL	MISCELLANEOUS	670,789 99	0 10	670,789 99
TOTAL	**CASH EQUIVALENTS**	670,789 99	0 10	670 789 99
FIXED INCOME				
CORE				
19,999 524	FPA NEW INCOME	202,395 18	2 82	209,610 52
7,780 231	GUGGENHEIM TOTAL RETURN BOND INSTL	209,910 63	4 85	205,000 00
6,425 734	PERFORMANCE TRUST STRATEGIC BOND	146,956 54	4 55	141,494 66
TOTAL	CORE	559,262 35	4 04	556,105 18
TAX FREE				
18,745 772	VANGUARD SHORT-TERM TX-EX ADM	296,933 03	0 80	297,500 00
TOTAL	TAX FREE	296,933 03	0 80	297,500 00
HIGH YIELD				
10,246 513	SHENKMAN SHORT DURATION HIGH INCOME INST	102,567 60	3 23	104,616 90
TOTAL	HIGH YIELD	102,567 60	3 23	104,616 90
SHORT DURATION				
30,590 513	ONE-YEAR FIXED INCOME PORTFOLIO	315,082 28	0 32	316,000 00
22,816 594	FEDERATED ULTRASHORT BOND INSTL	208,315 50	1 11	209,000 00
TOTAL	SHORT DURATION	523,397 78	0 63	525,000 00
MISCELLANEOUS				
12,054 395	TEMPLETON GLOBAL BOND ADV	149,595 04	3 41	159,118 01
TOTAL	MISCELLANEOUS	149,595 04	3 41	159,118 01
TOTAL	**FIXED INCOME**	1,631,755 80	2 25	1,642,340 09

ARLINGTON TRUST COMPANY

JANUARY 01, 2014 TO DECEMBER 31, 2014
ACCOUNT NAME: THORN FDN ALL
ACCOUNT NUMBER. M83238

PORTFOLIO STATEMENT (CONTINUED)

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
GLOBAL EQUITY				
DOMESTIC EQUITY				
155 000	ABBVIE INC COM	10,143 20	3 00	5,502 02
105 000	APPLE INC	11,589 90	1 70	5,996 77
115 000	BAXTER INTERNATIONAL INC	8,428 35	2 84	7,996 48
125 000	BECTON DICKINSON & CO	17,395 00	1 72	8,577 74
60 000	BERKSHIRE HATHAWAY INC B	9,009 00	0 00	5,428 97
145 000	C H ROBINSON WORLDWIDE INC	10,859 05	2 03	8,293 84
645 000	CISCO SYSTEMS INC	17,940 68	2 73	12,239 25
165 000	COACH INC	6,197 40	3 59	8,518 66
375 000	COCA COLA CO	15,832 50	2 89	7,977 59
160 000	COGNIZANT TECHNOLOGY SOLUTIONS CORP CLASS A	8,425 60	0 00	2,935 91
130 000	COLGATE-PALMOLIVE CO	8,994 70	2 08	3,587 04
190 000	EXPEDITORS INTERNATIONAL WASHINGTON INC	8,475 90	1 43	7,908 01
8,779 631	GOTHAM NEUTRAL INSTITUTIONAL	96,312 55	0 00	100,000 00
7,304 602	FUNDVANTAGE TR ABSOLUTE RETURN FD INSTL SHS	101,533 97	0 00	100,000 00
75 000	INTERNATIONAL BUSINESS MACHINES	12,033 00	2 74	15,749 46
150 000	JOHNSON AND JOHNSON	15,685 50	2 68	7,757 73
105 000	MCCORMICK & CO INC NON VOTING	7,801 50	2 15	4,546 77
150 000	MCDONALDS CORP	14,055 00	3 63	13,663 75
245 000	MEDTRONIC INC	17,689 00	1 69	10,685 35
420 000	MICROSOFT CORP	19,509 00	2 67	485 10
210 000	OMNICOM GROUP INC	16,268 70	2 58	10,900 87
415 000	ORACLE CORP	18,662 55	1 07	12,883 66
185 000	PROCTER & GAMBLE CO	16,851 65	2 83	12,797 86
100 000	STRYKER CORP	9,433 00	1 46	5,449 33
220 000	SYSCO CORP	8,731 80	3 02	4,809 89
110 000	3M CO	18,075 20	2 50	10,417 45
130 000	UNITED TECHNOLOGIES CORP	14,950 00	2 05	10,188 39
190 000	VARIAN MEDICAL SYSTEMS INC	16,436 90	0 00	12,368 28
190 000	WAL-MART STORES INC	16,317 20	2 24	9,055 38
TOTAL	DOMESTIC EQUITY	553,637 80	1 37	426 721 55
INTERNATIONAL				
26 752	ARTISAN INTERNATIONAL VALUE INSTL	917 59	1 82	1,000 00
7,074 637	EMERGING MARKETS VALUE I	182,171 90	2 63	200,000 00
3,407 314	IVA INTERNATIONAL I	55,982 17	3 16	54,750 84
330 000	NOVO NORDISK A/S SPONS ADR	13,965 60	1 43	10,949 33
95 000	ACCENTURE PLC A (ISIN #IE00B4BNMY34 SEDOL #B4BNMY3)	8,484 45	2 28	6,509 98
TOTAL	INTERNATIONAL	261,521 71	2 66	273,210 15
TOTAL	**GLOBAL EQUITY**	815,159 51	1 79	699,931 70
ALTERNATIVE INVESTMENTS				
HEDGE FUNDS				
902 610	ARLINGTON DIVERSIFIED FND LLC	1,379,413 73	0 00	
61 324	ANCHORAGE ILLIQUID OFFSHORE IV	64,348 59	0 00	
TOTAL	HEDGE FUNDS	1,443,762 32	0 00	
GLOBAL EQUITY				
335 858	KABOUTER FUND I QP LLC	430,895 37	0 00	
5,501 773	ALLARD GROWTH FUND	359,269 64	0 00	
540 236	ARLINGTON GLOBAL VALUE FUND LP	893,647 59	0 00	

ARLINGTON®
TRUST COMPANY

JANUARY 01, 2014 TO DECEMBER 31, 2014
ACCOUNT NAME. THORN FDN ALL
ACCOUNT NUMBER: M83238

PORTFOLIO STATEMENT (CONTINUED)

QUANTITY	DESCRIPTION	MARKET VALUE	YIELD TO MKT	COST BASIS
GLOBAL EQUITY				
460 737	LAKEWOOD CAPITAL PARTNERS, LP	629,516 43	0 00	
TOTAL	GLOBAL EQUITY	2,313,329 03	0 00	
TOTAL	**ALTERNATIVE INVESTMENTS**	3,757,091 35	0 00	
GRAND TOTAL ASSETS		6,874,796 65	0 75	

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL SHORT-TERM COMMON TRUST FUND AND PARTNERSHIP, S CORPORATION, AND OTHER ESTATES OR TRUST GAIN OR LOSS					31,967.	
		TOTAL LONG-TERM COMMON TRUST FUND AND PARTNERSHIP, S CORPORATION, AND OTHER ESTATES OR TRUST GAIN OR LOSS					232,735.	
		TOTAL CAPITAL GAIN DISTRIBUTIONS					2,367.	
		INVESTMENT SECURITIES						
1,113,077.		1,080,381.					32,696.	
		INVESTMENT SECURITIES						
671,957.		638,084.					33,873.	
		INVESTMENT SECURITIES						
64,691.		31,799.					32,892.	
TOTAL GAIN(LOSS)							366,530.	

FORM 990PF, PART I - INTEREST ON TEMPORARY CASH INVESTMENTS

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
ARLINGTON TRUST COMPANY		453.	453.
	TOTAL	453.	453.

ATTACHMENT 2

FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
ARLINGTON TRUST CO	79,459.	71,451.
PARTNERSHIP K-1S	60,140.	59,994.
TOTAL	139,599.	131,445.

FORM 990PF, PART I - OTHER INCOME

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
ALLARD GROWTH FUND	4,021.	4,021.
ARLINGTON DIVERSIFIED FUND	-13,281.	-13,281.
ARLINGTON GLOBAL VALUE FUND LP	5,081.	5,081.
KABOUTER FUND I QP LLC	5,371.	5,371.
LAKEWOOD CAPITAL PTRS	-6,971.	-6,971.
FEDERAL TAX REFUNDS	9,466.	
TOTALS	3,687.	-5,779.

ATTACHMENT 4

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	CHARITABLE PURPOSES
CUSTODY FEES	9,321.	8,955.	
INVESTMENT MANAGEMENT FEES	23,277.	22,365.	
ADR FEE	3.	3.	
TAX PREPARATION	9,727.		9,727.
TOTALS	42,328.	31,323.	9,727.

ATTACHMENT 5

FORM 990PF, PART I - INTEREST EXPENSE

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
ARLINGTON DIVERSIED FUND LLC	8,887.	8,887.
ARLINGTON GLOBAL VALUE FUND LP	515.	515.
KABOUTER FUND I QP LLC	16.	16.
LAKEWOOD CAPITAL PARTNERS	9,607.	9,607.
TOTALS	19,025.	19,025.

FORM 990PF, PART I - TAXES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
FOREIGN W/H TAX	2,439.	2,439.
TOTALS	2,439.	2,439.

ATTACHMENT 7

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	CHARITABLE PURPOSES
AIO IV AIV LP	48.	48.	
ARLINGTON DIVERSIFIED FD LLC	27,967.	27,967.	
ARLINGTON GLOBAL VALUE FUND LP	13,214.	13,214.	
KABOUTER FD I QP LLC	5,352.	5,352.	
MICROEDGE (OFFICE EXPENSE)	11,738.	5,869.	5,869.
TOTALS	58,319.	52,450.	5,869.

ATTACHMENT 8

FORM 990PF, PART II - OTHER INVESTMENTS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
ARLINGTON TRUST COMPANY	2,342,272.	2,446,916.
TOTALS	2,342,272.	2,446,916.

ATTACHMENT 9

FORM 990PF, PART II - OTHER ASSETS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
ALLARD GROWTH FD	329,503.	359,270.
ANCHORAGE ILLIQUIL OFFSHORE	7,933.	64,349.
ARLINGTON DIVERSIFIED FUND LLC	1,380,539.	1,379,414.
ARLINGTON GLOBAL VALUE FD LP	890,773.	893,648.
KABOUTER FD I (QP) LLC	431,010.	430,895.
LAKEWOOD CAPITAL PTRS	629,598.	629,516.
TOTALS	3,669,356.	3,757,092.

ATTACHMENT 10

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION		AMOUNT
YEAR-END TIMING ADJUSTMENTS		3,500.
	TOTAL	3,500.

ATTACHMENT 11

FORM 990PF, PART III - OTHER DECREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION	AMOUNT
1) LP & LLC BOOK TO TAX DIFFERENCES	162,838.
2) ALLARD BASIS ADJUSTMENT	88.
3) AIO IV AIV LP: CAPITAL CONTRIBUTION NOT RECORDED ON PARTNERSHIP BOOKS	53,839.
TOTAL	216,765.

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

ATTACHMENT 12

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION
DANIEL K THORNE PO BOX 308 STAR LAKE FARM GEORGES MILLS, NH 03751	DIRECTOR & PRESIDENT
ALEXANDRA T THORNE 135 MIANUS RIVER RD BEDFORD, NY 10506	DIRECTOR
JOSIAH HORNBLOWER 3317 BOWMAN AVE AUSTIN, TX 78703	DIRECTOR
ROBERT LYNCH P.O BOX 2119 GALVESTON, TX 77553	DIRECTOR
MICHAEL S FORSMAN 110 WEST 7TH ST - SUITE 900 TULSA, OK 74119	DIRECTOR
DAVID W LOWDEN C/O STROOCK STROOCK & LAVAN 180 MAIDEN LN NEW YORK, NY 10038	SECRETARY

ATTACHMENT 13

FORM 990PF, PART XV - NAME, ADDRESS AND PHONE FOR APPLICATIONS

DANIEL K THORNE
PO BOX 308 - STAR LAKE FARM
GEORGES MILLS, NH 03751

ATTACHMENT 14

990PF, PART XV - FORM AND CONTENTS OF SUBMITTED APPLICATIONS

A WRITTEN REQUEST DESCRIBING THE PETITIONING ORGANIZATION AND THE PURPOSE FOR WHICH A GRANT IS BEING SOLICITED

ATTACHMENT 15

990PF, PART XV - RESTRICTIONS OR LIMITATIONS ON AWARDS

ELIGIBLE RECIPIENTS ARE LIMITED TO PUBLIC CHARITIES AND PRIVATE OPERATING FOUNDATIONS

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 16

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
PRESERVATION TRUST OF VERMONT 104 CHURCH STREET BURLINGTON, VT 05401	NONE PC	GENERAL SUPPORT	5,000.
GLOBAL HERITAGE FUND 625 EMERSON STREET - SUITE 200 PALO ALTO, CA 94301	NONE PC	GENERAL SUPPORT	100,000.
NEW HAMPSHIRE PRESERVATION ALLIANCE 7 EAGLE SQUARE PO BOX 268 CONCORD, NH 03302	NONE PC	GENERAL SUPPORT	5,000.
OCEAN CLASSROOM FDN PO BOX 7843 PORTLAND, ME 04112	NONE PC	GENERAL SUPPORT	31,000.
BANNEMAN CASTLE TRUST PO BOX 843 GLENHAM, NY 12527	NONE PC	GENERAL SUPPORT	2,500.
DIANA FOSSEY GORILLA FD 800 CHEROKEE AVE SE ATLANTA, GA 30315	NONE PC	GENERAL SUPPORT	40,000.

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 16 (CONT'D)

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
NATURE CONSERVANCY 14 MAINE STREET #401 BRUNSWICK, ME 04011	NONE PC	GENERAL SUPPORT	50,000.
		TOTAL CONTRIBUTIONS PAID	233,500.