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

2014

Department of the Treasury
Internal Revenue Service

▶ 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.

Open to Public Inspection

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

Lily Lai Foundation
4227 Mancilla Ct
San Diego, CA 92130-2203

A Employer identification number
27-1159623

B Telephone number (see instructions)
(858) 537-7130

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

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

H Check type of organization

Section 501(c)(3) exempt private foundation
 Section 4947(a)(1) nonexempt charitable trust Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, column (c), line 16)
▶ \$ 13,105,252.

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))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received (attach schedule)					
2 Ck ▶ <input checked="" type="checkbox"/> if the foundn is not required to attach Sch B					
3 Interest on savings and temporary cash investments		2,020.	2,020.	N/A	
4 Dividends and interest from securities		257,705.	257,705.		
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		1,145,633.			
b Gross sales price for all assets on line 6a		4,093,025.			
7 Capital gain net income (from Part IV, line 2)			1,145,633.		
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)					
See Statement 1		12,424.	990.		
12 Total. Add lines 1 through 11		1,417,782.	1,406,348.		
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 sch)					
c Other prof. fees (attach sch)					
17 Interest					
18 Taxes (attach schedule) (see instrs) See Stm 2		29,384.	15,475.		
19 Depreciation (attach sch) and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses (attach schedule)					
See Statement 3		662.			
24 Total operating and administrative expenses. Add lines 13 through 23		30,046.	15,475.		
25 Contributions, gifts, grants paid Part XV		545,400.			545,400.
26 Total expenses and disbursements. Add lines 24 and 25		575,446.	15,475.		545,400.
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements		842,336.			
b Net investment income (if negative, enter -0)			1,390,873.		
c Adjusted net income (if negative, enter -0)					

SEARCHED AUG 19 2015

REVENUE

ADMINISTRATIVE AND EXPENSES

SEARCHED AUG 19 2015

See Stm 2

See Statement 3

Part XV

6714

0

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)			
		Beginning of year	End of year		
		(a) Book Value	(b) Book Value	(c) Fair Market Value	
ASSETS	1	Cash – non-interest-bearing	36,089.	80,109.	80,109.
	2	Savings and temporary cash investments	3,367,116.	1,680,303.	1,680,303.
	3	Accounts receivable			
		Less allowance for doubtful accounts			
	4	Pledges receivable			
		Less allowance for doubtful accounts			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach sch)			
		Less allowance for doubtful accounts			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	27,035.	21,548.	21,548.
	10a	Investments – US and state government obligations (attach schedule)			
	b	Investments – corporate stock (attach schedule) Statement 4	8,814,408.	11,323,292.	11,323,292.
	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)				
14	Land, buildings, and equipment basis				
	Less accumulated depreciation (attach schedule)				
15	Other assets (describe)				
16	Total assets (to be completed by all filers – see the instructions Also, see page 1, item I)	12,244,648.	13,105,252.	13,105,252.	
LIABILITIES	17	Accounts payable and accrued expenses	12,343.	424.	
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe)			
	23	Total liabilities (add lines 17 through 22)	12,343.	424.	
NET ASSETS OR FUND BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input checked="" type="checkbox"/>				
	24	Unrestricted	12,232,305.	13,104,828.	
	25	Temporarily restricted			
	26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>				
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	Total net assets or fund balances (see instructions)	12,232,305.	13,104,828.	
	31	Total liabilities and net assets/fund balances (see instructions)	12,244,648.	13,105,252.	

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	12,232,305.
2	Enter amount from Part I, line 27a	2	842,336.
3	Other increases not included in line 2 (itemize) <u>See Statement 5</u>	3	32,188.
4	Add lines 1, 2, and 3	4	13,106,829.
5	Decreases not included in line 2 (itemize) <u>See Statement 6</u>	5	2,001.
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	13,104,828.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1 a Publicly Traded Securities	P		
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 4,093,025.		2,947,392.	1,145,633.
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			1,145,633.
b			
c			
d			
e			

2 Capital gain net income or (net capital loss). [If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7]	2	1,145,633.
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	1,145,633.

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
 If 'Yes,' the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see the instructions before making any entries	(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
	2013	466,422.	11,044,143.	0.042233
	2012	477,000.	9,797,701.	0.048685
	2011		9,494,384.	
	2010		779,728.	
	2009			

2 Total of line 1, column (d)	2	0.090918
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	0.022730
4 Enter the net value of noncharitable-use assets for 2014 from Part X, line 5	4	12,778,384.
5 Multiply line 4 by line 3	5	290,453.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	13,909.
7 Add lines 5 and 6	7	304,362.
8 Enter qualifying distributions from Part XII, line 4	8	545,400.

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

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

1 a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary – see instrs)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here. <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	13,909.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (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	13,909.
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	13,909.
6	Credits/Payments		
a	2014 estimated tax pmts and 2013 overpayment credited to 2014	6 a	35,457.
b	Exempt foreign organizations – tax withheld at source	6 b	
c	Tax paid with application for extension of time to file (Form 8868)	6 c	
d	Backup withholding erroneously withheld	6 d	
7	Total credits and payments Add lines 6a through 6d	7	35,457.
8	Enter any penalty for underpayment of estimated tax Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8	
9	Tax due If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0.
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	21,548.
11	Enter the amount of line 10 to be Credited to 2015 estimated tax <input type="checkbox"/> 21,548. <input checked="" type="checkbox"/> Refunded	11	0.

Part VII-A Statements Regarding Activities

	Yes	No
1 a		X
1 b		X
<i>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</i>		
1 c		X
d		
e		
2		X
3		X
4 a		X
4 b		N/A
5		X
6	X	
7	X	
8 a		
8 b	X	
9		X
10		X

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes', attach schedule (see instructions)			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)			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ N/A		X	
14	The books are in care of ▶ <u>George Lai</u> Telephone no ▶ <u>(858) 537-7130</u> Located at ▶ <u>4227 Mancilla Ct San Diego CA</u> ZIP + 4 ▶ <u>92130-2203</u>			
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	N/A		
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? 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 ▶		Yes	No
		16		X

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

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

		Yes	No
1 a	During the year did the foundation (either directly or indirectly)		
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6)	Agree to pay money or property to a government official? (Exception. Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is 'Yes' to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>	1 b	N/A
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?	1 c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a	At the end of tax year 2014, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2014? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years ▶ 20 __ , 20 __ , 20 __ , 20 __		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer 'No' and attach statement – see instructions)	2 b	N/A
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20 __ , 20 __ , 20 __ , 20 __		
3 a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)	3 b	N/A
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2014?	4 b	X

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	1 a	9,745,149.
b	Average of monthly cash balances	1 b	3,227,830.
c	Fair market value of all other assets (see instructions)	1 c	
d	Total (add lines 1a, b, and c)	1 d	12,972,979.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1 e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	12,972,979.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	194,595.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	12,778,384.
6	Minimum investment return. Enter 5% of line 5	6	638,919.

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	638,919.
2a	Tax on investment income for 2014 from Part VI, line 5	2 a	13,909.
b	Income tax for 2014 (This does not include the tax from Part VI)	2 b	
c	Add lines 2a and 2b	2 c	13,909.
3	Distributable amount before adjustments Subtract line 2c from line 1	3	625,010.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	625,010.
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	625,010.

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	1 a	545,400.
b	Program-related investments – total from Part IX-B	1 b	
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)	3 a	
b	Cash distribution test (attach the required schedule)	3 b	
4	Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	545,400.
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	13,909.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	531,491.

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				625,010.
2 Undistributed income, if any, as of the end of 2014				
a Enter amount for 2013 only			530,370.	
b Total for prior years 20 __, 20 __, 20 __		0.		
3 Excess distributions carryover, if any, to 2014				
a From 2009				
b From 2010				
c From 2011				
d From 2012				
e From 2013				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2014 from Part XII, line 4 ▶ \$ 545,400.				
a Applied to 2013, but not more than line 2a			530,370.	
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 2014 distributable amount				15,030.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2014 (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	0.			
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 2013 Subtract line 4a from line 2a Taxable amount – see instructions			0.	
f Undistributed income for 2014 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2015				609,980.
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)	0.			
8 Excess distributions carryover from 2009 not applied on line 5 or line 7 (see instructions)	0.			
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) N/A

<p>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 ▶</p> <p>b Check box to indicate whether the foundation is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)</p> <p>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</p> <p>b 85% of line 2a</p> <p>c Qualifying distributions from Part XII, line 4 for each year listed</p> <p>d Amounts included in line 2c not used directly for active conduct of exempt activities</p> <p>e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c</p> <p>3 Complete 3a, b, or c for the alternative test relied upon</p> <p>a 'Assets' alternative test – enter</p> <p>(1) Value of all assets</p> <p>(2) Value of assets qualifying under section 4942(j)(3)(B)(i)</p> <p>b 'Endowment' alternative test – enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed</p> <p>c 'Support' alternative test – enter</p> <p>(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)</p> <p>(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)</p> <p>(3) Largest amount of support from an exempt organization</p> <p>(4) Gross investment income</p>	Tax year	Prior 3 years			
	(a) 2014	(b) 2013	(c) 2012	(d) 2011	(e) Total

Part XV Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year – see instructions.)

- 1 Information Regarding Foundation Managers:**
- a** List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))
- None
-
- b** List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest
- None
-
- 2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc, Programs:**
- Check here if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d
- a** The name, address, and telephone number or e-mail address of the person to whom applications should be addressed
-
- 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 <i>Paid during the year</i> See Statement 8				
Total				▶ 3 a 545,400.
b <i>Approved for future payment</i>				
Total				▶ 3 b

Lily Lai Foundation

27-1159623

Statement 1
Form 990-PF, Part I, Line 11
Other Income

	(a) Revenue per Books	(b) Net Investment Income	(c) Adjusted Net Income
Federal Tax Refund	\$ 12,424.	\$ 990.	
Total	<u>\$ 12,424.</u>	<u>\$ 990.</u>	<u>\$ 0.</u>

Statement 2
Form 990-PF, Part I, Line 18
Taxes

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Federal Tax Form 990-PF	\$ 13,909.			
Foreign Tax on Dividends	15,475.	\$ 15,475.		
Total	<u>\$ 29,384.</u>	<u>\$ 15,475.</u>		<u>\$ 0.</u>

Statement 3
Form 990-PF, Part I, Line 23
Other Expenses

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Postage	\$ 33.			
State Filing Fee Form 199	10.			
State Registration Fee Form RRF-1	150.			
Tax Preparation Software	395.			
Tax Preparation Software REP Fee	74.			
Total	<u>\$ 662.</u>	<u>\$ 0.</u>		<u>\$ 0.</u>

Statement 4
Form 990-PF, Part II, Line 10b
Investments - Corporate Stocks

Corporate Stocks	Valuation Method	Book Value	Fair Market Value
AFL	Mkt Val	\$ 54,981.	\$ 54,981.
ALTR	Mkt Val	33,246.	33,246.
AMZN	Mkt Val	589,665.	589,665.
AMX	Mkt Val	292,776.	292,776.
APA	Mkt Val	87,738.	87,738.
AAPL	Mkt Val	695,394.	695,394.
T	Mkt Val	53,744.	53,744.
AN	Mkt Val	60,410.	60,410.
BIDU	Mkt Val	159,579.	159,579.

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Statement 4 (continued)
Form 990-PF, Part II, Line 10b
Investments - Corporate Stocks

Corporate Stocks	Valuation Method	Book Value	Fair Market Value
BAC	Mkt Val	\$ 150,276.	\$ 150,276.
BHP	Mkt Val	85,176.	85,176.
CAT	Mkt Val	54,918.	54,918.
CBS	Mkt Val	55,340.	55,340.
CVX	Mkt Val	44,872.	44,872.
CSCO	Mkt Val	325,436.	325,436.
C	Mkt Val	119,042.	119,042.
KO	Mkt Val	173,102.	173,102.
GLW	Mkt Val	82,548.	82,548.
DE	Mkt Val	17,694.	17,694.
DKS	Mkt Val	292,935.	292,935.
EMC	Mkt Val	520,450.	520,450.
ESRX	Mkt Val	194,741.	194,741.
F	Mkt Val	148,800.	148,800.
FOSL	Mkt Val	166,110.	166,110.
GE	Mkt Val	25,270.	25,270.
GM	Mkt Val	349,100.	349,100.
GG	Mkt Val	44,448.	44,448.
GS	Mkt Val	174,447.	174,447.
GOOG	Mkt Val	368,480.	368,480.
HPQ	Mkt Val	357,157.	357,157.
HMC	Mkt Val	115,128.	115,128.
INTC	Mkt Val	268,546.	268,546.
IBM	Mkt Val	240,660.	240,660.
JOY	Mkt Val	79,084.	79,084.
MCD	Mkt Val	243,620.	243,620.
MET	Mkt Val	59,499.	59,499.
KORS	Mkt Val	217,790.	217,790.
MS	Mkt Val	77,600.	77,600.
NTAP	Mkt Val	62,175.	62,175.
ORCL	Mkt Val	238,341.	238,341.
PNRA	Mkt Val	524,400.	524,400.
PNR	Mkt Val	53,136.	53,136.
PBR/A	Mkt Val	262,268.	262,268.
POT	Mkt Val	593,093.	593,093.
RIO	Mkt Val	59,878.	59,878.
SLB	Mkt Val	42,705.	42,705.
SIEGY	Mkt Val	56,000.	56,000.
SCCO	Mkt Val	53,580.	53,580.
TEVA	Mkt Val	506,088.	506,088.
TM	Mkt Val	62,740.	62,740.
RIG	Mkt Val	21,996.	21,996.
URBN	Mkt Val	31,617.	31,617.
VALE/P	Mkt Val	180,774.	180,774.
VZ	Mkt Val	51,458.	51,458.
WFM	Mkt Val	110,924.	110,924.
YUM	Mkt Val	50,995.	50,995.
JPM	Mkt Val	995,022.	995,022.
VALE	Mkt Val	286,300.	286,300.
	Total	\$ 11,323,292.	\$ 11,323,292.

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Statement 5
Form 990-PF, Part III, Line 3
Other Increases

Net Unrealized Gains or Losses on Investments	\$ 32,188.
Total	<u>\$ 32,188.</u>

Statement 6
Form 990-PF, Part III, Line 5
Other Decreases

Contribution check issued in 2013 but cleared in 2014	\$ 2,000.
Rounding Error	1.
Total	<u>\$ 2,001.</u>

Statement 7
Form 990-PF, Part VIII, Line 1
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen- sation	Contri- bution to EBP & DC	Expense Account/ Other
George Lai 4227 Mancilla Ct San Diego, CA 92130	President 1.00	\$ 0.	\$ 0.	\$ 0.
Edwin Luwa 4227 Mancilla Ct San Diego, CA 92130	Secretary 1.00	0.	0.	0.
Doreen Young 4227 Mancilla Ct San Diego, CA 92130	Treasurer 1.00	0.	0.	0.
Antoinette Haskel 4227 Mancilla Ct San Diego, CA 92130	Director 1.00	0.	0.	0.
Ching Huang 4227 Mancilla Ct San Diego, CA 92130	Director 1.00	0.	0.	0.
Total		<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

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Statement 8
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
UC San Diego Foundation 9500 Gilman Drive San Diego, CA 92093	N/A	PC	Program/General Support	\$ 110,000.
San Diego Public Library Foundation 330 Park Boulevard San Diego, CA 92101	N/A	PC	Program/General Support	60,000.
Monarch School Project 1625 Newton Avenue San Diego, CA 92113	N/A	PC	Program/General Support	30,000.
YWCA of San Diego County 1012 C Street San Diego, CA 92101	N/A	PC	Program/General Support	60,000.
Feeding America San Diego 9455 Waples Street, Suite 135 San Diego, CA 92121	N/A	PC	Program/General Support	60,000.
Children's Alopecia Project 906 Penn Avenue Wyomissing, PA 19610	N/A	PC	Program/General Support	2,400.
Voices for Children 2851 Meadow Lark Drive San Diego, CA 92123	N/A	PC	Program/General Support	100,000.
Casa de Amparo 325 Buena Creek Road San Marcos, CA 92069	N/A	PC	Program/General Support	50,000.
Encinitas Union School District 101 South Rancho Santa Fe Road Encinitas, CA 92024	N/A	PC	Program/General Support	3,000.
Just in Time for Foster Youth P.O. Box 81292 San Diego, CA 92138	N/A	PC	Program/General Support	10,000.
A Reason to Survive 200 E 12th Street National City, CA 91950	N/A	PC	Program/General Support	10,000.

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Statement 8 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Reality Changers 3910 University Avenue Suite 300-RC San Diego, CA 92105	N/A	PC	Program/General Support	\$ 10,000.
Community Resource Center 650 Second Steet Encinitas, CA 92024	N/A	PC	Program/General Support	10,000.
Computers 2 SD Kids 8324 Miramar Mall San Diego, CA 92121	N/A	PC	Program/General Support	10,000.
Promises2Kids 9400 Ruffin Court, Suite A San Diego, CA 92123	N/A	PC	Program/General Support	10,000.
Women's Resource Center 1963 Apple Steet Oceanside, CA 92054	N/A	PC	Program/General Support	10,000.
Total				<u>\$ 545,400.</u>