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 , and ending

Name of foundation PATHWAYS FOUNDATION	A Employer identification number 45-6643839
Number and street (or P O box number if mail is not delivered to street address) 26055 NORTHPOINTE — Room/suite	B Telephone number 248-476-1949
City or town, state or province, country, and ZIP or foreign postal code FARMINGTON HILLS, MI 48331	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) ▶$ 10,033,946. 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	5,000,585.		N/A	
	2	Check ▶ ☐ if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments				
	4	Dividends and interest from securities	222,406.	219,369.		STATEMENT 1
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	125,665.			
	b	Gross sales price for all assets on line 6a 2,234,788.				
	7	Capital gain net income (from Part IV, line 2)		125,665.		
	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	270.	270.		STATEMENT 2
	12	**Total.** Add lines 1 through 11	5,348,926.	345,304.		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	0.	0.		0.
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees				
	b	Accounting fees STMT 3	9,629.	4,815.		4,814.
	c	Other professional fees				
	17	Interest				
	18	Taxes STMT 4	100,221.	1,521.		0.
	19	Depreciation and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses STMT 5	31,386.	31,386.		0.
	24	**Total operating and administrative expenses.** Add lines 13 through 23	141,236.	37,722.		4,814.
	25	Contributions, gifts, grants paid	125,000.			125,000.
	26	**Total expenses and disbursements.** Add lines 24 and 25	266,236.	37,722.		129,814.
	27	Subtract line 26 from line 12:				
	a	Excess of revenue over expenses and disbursements	5,082,690.			
	b	**Net investment income** (if negative, enter -0-)		307,582.		
	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	10.	10.	10.
	2 Savings and temporary cash investments	821,310.	668,191.	668,191.
	3 Accounts receivable ▶ 19,324.			
	Less: allowance for doubtful accounts ▶	13,680.	19,324.	19,324.
	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			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 6	4,432,064.	9,662,229.	9,346,421.
	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)	5,267,064.	10,349,754.	10,033,946.
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 ▶)			
	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 ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	4,961,729.	9,962,313.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	305,335.	387,441.	
	30 Total net assets or fund balances	5,267,064.	10,349,754.	
	31 Total liabilities and net assets/fund balances	5,267,064.	10,349,754.	

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	5,267,064.
2 Enter amount from Part I, line 27a	2	5,082,690.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	10,349,754.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	10,349,754.

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	UBS - SHORT TERM	P	VARIOUS	VARIOUS
b	UBS - LONG TERM	P	VARIOUS	VARIOUS
c	CAPITAL GAINS DIVIDENDS			
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	1,211,990.		1,157,508.	54,482.
b	1,022,661.		951,615.	71,046.
c	137.			137.
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				54,482.
b				71,046.
c				137.
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	125,665.
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))
2013	33,272.	3,460,661.	.009614
2012	11,460.	918,906.	.012471
2011	0.	3,479.	.000000
2010			
2009			

2 Total of line 1, column (d)	2	.022085
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	.007362
4 Enter the net value of noncharitable-use assets for 2014 from Part X, line 5	4	5,726,249.
5 Multiply line 4 by line 3	5	42,157.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	3,076.
7 Add lines 5 and 6	7	45,233.
8 Enter qualifying distributions from Part XII, line 4	8	129,814.

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	3,076.
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	3,076.
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	3,076.
6 Credits/Payments:				
a 2014 estimated tax payments and 2013 overpayment credited to 2014	6a	5,391.		
b Exempt foreign organizations - tax withheld at source	6b			
c Tax paid with application for extension of time to file (Form 8868)	6c	57,600.		
d Backup withholding erroneously withheld	6d			
7 Total credits and payments. Add lines 6a through 6d			7	62,991.
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	59,915.
11 Enter the amount of line 10 to be: **Credited to 2015 estimated tax** ▶		59,915. 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) ▶ MI			
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)*

			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 ▶ TODD R. WATSON Telephone no. ▶ 248-476-1949

Located at ▶ 26055 NORTHPOINTE, FARMINGTON HILLS, MI ZIP+4 ▶ 48331

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

			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.		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.) 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 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.)* 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 2014?	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 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)?	N/A	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? N/A	☐ 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?	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
TODD R. WATSON 26055 NORTHPOINTE FARMINGTON HILLS, MI 48331	TRUSTEE 0.00	0.	0.	0.
JILL WATSON 26055 NORTHPOINTE FARMINGTON HILLS, MI 48331	TRUSTEE 0.00	0.	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.

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	5,084,716.
b	Average of monthly cash balances	1b	709,411.
c	Fair market value of all other assets	1c	19,324.
d	**Total** (add lines 1a, b, and c)	1d	5,813,451.
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	5,813,451.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	87,202.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	5,726,249.
6	**Minimum investment return.** Enter 5% of line 5	6	286,312.

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	286,312.
2a	Tax on investment income for 2014 from Part VI, line 5 — 2a: 3,076.		
b	Income tax for 2014. (This does not include the tax from Part VI.) — 2b:		
c	Add lines 2a and 2b	2c	3,076.
3	Distributable amount before adjustments Subtract line 2c from line 1	3	283,236.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	283,236.
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	283,236.

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	129,814.
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	129,814.
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	3,076.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	126,738.

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				283,236.
2 Undistributed income, if any, as of the end of 2014				
a Enter amount for 2013 only			68,357.	
b Total for prior years: ______ , ______ , ______		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: ▶ $ 129,814.				
a Applied to 2013, but not more than line 2a			68,357.	
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				61,457.
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 instr.			0.	
f Undistributed income for 2014. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2015				221,779.
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	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

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			
	(a) 2014	(b) 2013	(c) 2012	(d) 2011	(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).)

JILL WATSON

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*				
DEVRY EDUCATION GROUP SCHOLARSHIP FUND 3005 HIGHLAND PARKWAY DOWNERS GROVE, IL 60515		PC	SCHOLARSHIP PROGRAM	125,000.
Total			▶ 3a	125,000.
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		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
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	222,406.	
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			14	270.	
8 Gain or (loss) from sales of assets other than inventory			18	125,665.	
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)		0.		348,341.	0.
13 **Total.** Add line 12, columns (b), (d), and (e)				13	348,341.

(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).

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

Signature of officer or trustee: [signature] Date: 7/14/15 Title: Trustee

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
JENNIFER B. HALL	Jennifer B. Hall	07/13/15		P00122082
Firm's name ▶ DELOITTE TAX LLP			Firm's EIN ▶ 86-1065772	
Firm's address ▶ 200 RENAISSANCE CENTER, SUITE 3900 DETROIT, MI 48243-1313			Phone no. 313-396-3000	

Form 990-PF (2014)

423622
11-24-14

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

2014

Name of the organization: PATHWAYS FOUNDATION

Employer identification number: 45-6643839

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, contributions totaling $5,000 or more (in money or property) from any one contributor. Complete Parts I and II See instructions for determining a contributor's total contributions.

Special Rules

☐ For an organization described in section 501(c)(3) 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), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions 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 an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc , purposes, but no such contributions totaled 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 totaling $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
PATHWAYS FOUNDATION	45-6643839

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	JILL WATSON 26055 NORTHPOINTE FARMINGTON HILLS, MI 48331	$ 5,000,585.	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.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions.)

Name of organization: PATHWAYS FOUNDATION

Employer identification number: 45-6643839

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	34,150 SHARES OF CREDIT ACCEPTANCE CORPORATION(CACC)	$ 5,000,585.	11/03/14

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

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

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

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

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

Name of organization: PATHWAYS FOUNDATION

Employer identification number: 45-6643839

Part III *Exclusively* religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than $1,000 for the year from any one contributor. 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 info 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

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
UBS FINANCIAL SERVICE INC.	226,895.	137.	226,758.	226,758.	
UBS FINANCIAL SERVICE INC. ACCRUED INTEREST	-4,352.	0.	-4,352.	-7,389.	
TO PART I, LINE 4	222,543.	137.	222,406.	219,369.	

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
UBS #Y6 11611 PX	270.	270.	
TOTAL TO FORM 990-PF, PART I, LINE 11	270.	270.	

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX PREPARATION AND ADVISORY SERVICES	9,629.	4,815.		4,814.
TO FORM 990-PF, PG 1, LN 16B	9,629.	4,815.		4,814.

FORM 990-PF TAXES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FEDERAL TAXES	98,700.	0.		0.
FOREIGN TAXES	1,521.	1,521.		0.
TO FORM 990-PF, PG 1, LN 18	100,221.	1,521.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT MANAGAMENT FEES	31,386.	31,386.		0.
TO FORM 990-PF, PG 1, LN 23	31,386.	31,386.		0.

FORM 990-PF OTHER INVESTMENTS STATEMENT 6

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
UBS INVESTMENTS - SEE ATTACHED	COST	9,662,229.	9,346,421.
TOTAL TO FORM 990-PF, PART II, LINE 13		9,662,229.	9,346,421.

PATHWAYS FOUNDATION **45-6643839**

THE FORM 990-PF FOR THE TAX YEAR ENDING DECEMBER 31, 2014 WAS DUE MAY 15, 2015. AS IN PRIOR YEARS, THE FOUNDATION NEEDED AN EXTENSION OF TIME TO FILE IN ORDER TO GATHER THE INFORMATION REQUIRED TO FILE A COMPLETE AND ACCURATE TAX RETURN. FORM 8868 FOR THE 2014 FORM 990-PF WAS PREPARED AND SENT TO THE FOUNDATION FOR FILING. THE FOUNDATION OPERATED UNDER THE MISTAKEN IMPRESSION THAT THE 2014 FORM 990-PF EXTENSION WAS FILED BY THE PAID PREPARER, AS THE PAYMENT DUE WITH FORM 8868 WAS MADE ELECTRONICALLY PRIOR TO THE DUE DATE OF MAY 15, 2015. AS SOON AS THE TAXPAYER REALIZED THAT FORM 8868 WAS NOT FILED BY THE PAID PREPARER, THE FORM 8868 WAS MAILED TO THE INTERNAL REVENUE SERVICE. IN ALL FUTURE YEARS, THE FORM 8868 WILL BE FILED ON BEHALF OF THE FOUNDATION BY THE PAID PREPARER IN ORDER TO PREVENT THIS FROM HAPPENING AGAIN.

THE FOUNDATION HAS A HISTORY OF FILING TIMELY AND MISTAKENLY BELIEVED THE 2014 FORM 990-PF EXTENSION HAD BEEN TIMELY FILED. FURTHER, THE TAX PAYMENT DUE WITH THE FORM 8868 WAS PAID ELECTRONICALLY AS REQUIRED ON TIME. THE FOUNDATION RESPECTFULLY REQUESTS THAT THE PENALTY FOR LATE FILING BE ABATED DUE TO REASONABLE CAUSE.

PATHWAYS FOUNDATION

[redacted] **Realized Gain/(Loss) - Tax Basis**

December 31, 2014

NOTE: This schedule has been included to reconcile the difference between the 1099 and the 990-PF for the taxable bond account since the taxpayer did not elect to amortize bond premiums.

Short-term Transactions (Covered):

	Proceeds	Original Basis	Tax Gain/(Loss)	1099 Gain/(Loss)	Tax Adjustment
Hertz	$ 3,093.75	$ 3,153.75	$ (60 00)	$ (56.56)	$ (3.44)
Limited	$ 4,450.00	$ 4,435.00	$ 15.00	$ 37.50	$ (22.50)
Total ST (covered)	$ 7,543.75	$ 7,588.75	$ (45.00)	$ (19.06)	$ (25.94)

Short-term Transactions (Non-Covered):

	Proceeds	Original Basis	Tax Gain/(Loss)	1099 Gain/(Loss)	Tax Adjustment
Best Buy	$ 34,343.75	$ 33,888.75	$ 455.00	$ 455.00	$ -
Brinker	$ 13,924.20	$ 14,178.75	$ (254.55)	$ (254.55)	$ 0.00
Davita	$ 31,314.00	$ 31,657.50	$ (343.50)	$ (101.09)	$ (242.41)
RR Donnelley	$ 3,540.00	$ 3,345.00	$ 195.00	$ 230.40	$ (35.40)
HCA Inc	$ 22,425.00	$ 21,570 00	$ 855.00	$ 950.84	$ (95.84)
Intl Game Technology	$ 14,882.53	$ 15,060.50	$ (177.97)	$ 107.89	$ (285.86)
Scotts Miracle Gro	$ 32,325.00	$ 31,912.50	$ 412.50	$ 510.02	$ (97.52)
Total ST (non-covered)	$ 152,754.48	$ 151,613.00	$ 1,141.48	$ 1,898.51	$ (757.03)
Total ST			$ 1,096.48	$ 1,879.45	$ (782.97)

Long-term Transactions (Non-Covered):

	Proceeds	Original Basis	Tax Gain/(Loss)	1099 Gain/(Loss)	Tax Adjustment
Hertz	$ 20,675.00	$ 21,605.00	$ (930.00)	$ (639.21)	$ (290.79)
Humana	$ 34,240.20	$ 34,687.50	$ (447.30)	$ 749.61	$ (1,196.91)
Limited Inc	$ 22,250.00	$ 22,575.00	$ (325.00)	$ 485.60	$ (810.60)
Seagate	$ 32,995.10	$ 33,495.00	$ (499.90)	$ 1,005.79	$ (1,505.69)
Valmont	$ 22,868.78	$ 21,560.25	$ 1,308.53	$ 1,695.01	$ (386 48)
Willis	$ 32,708.10	$ 33,405.00	$ (696.90)	$ 464.32	$ (1,161.22)
Xerox	$ 34,680.30	$ 34,477.50	$ 202.80	$ 1,134.25	$ (931.45)
Total LT (non-covered)	$ 200,417.48	$ 201,805.25	$ (1,387.77)	$ 4,895.37	$ (6,283.14)

Account name: JILL FOSS WATSON & TODD R
Friendly account name: Pathways Cash
Account number: [redacted]

Your Financial Advisor:
PROPHIT/GOODENOUGH
310-734-2400/888-843-6991

Your assets

Some prices, income and current values shown may be approximate. As a result, gains and losses may not be accurately reflected See *Important information about your statement* at the end of this document for more information.

Cash

Cash and money balances

Cash and money balances may include available cash balances, UBS Bank USA deposit account balances, UBS AG Stamford Branch deposit account balances and money market mutual fund sweep balances

UBS Bank USA deposit account balances are insured by the FDIC within applicable limits, but are not protected by SIPC UBS AG Stamford Branch deposit account balances are not insured by FDIC and are not protected by SIPC. Money market sweep balances are protected by SIPC but are not insured by the FDIC. See the *Important information about your statement* at the end of this document for details about those balances.

Holding	Opening balance on Dec 1 ($)	Closing balance on Dec 31 ($)	Price per share on Dec 31 ($)	Average rate	Dividend/Interest period	Days in period	Cap amount ($)
UBS BANK USA DEP ACCT	250,000.00	250,000 00					250,000.00
UBS AG DEPOSIT ACCOUNT	149,968 67	149,377.98					
Total	**$399,968.67**	**$399,377.98**					

Equities

Common stock

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
CREDIT ACCEP CORP MICH Symbol: CACC Exchange: OTC		34,150.000	—This information was unavailable—		136.410	4,658,401.50		

Your total assets

		Value on Dec 31 ($)	Percentage of your account	Cost basis ($)	Estimated annual income ($)	Unrealized gain or loss ($)
Cash	**Cash and money balances**	**399,377.98**	**7.90%**	**399,377.98**		
Equities	*** Common stock**	**4,658,401.50**	**92.10%**			
Total		**$5,057,779.48**	**100.00%**	**$399,377.98**		

* Missing cost basis information.

Your assets

Some prices, income and current values shown may be approximate. As a result, gains and losses may not be accurately reflected. See *Important information about your statement* at the end of this document for more information.

Cash

Cash and money balances

Cash and money balances may include available cash balances, UBS Bank USA deposit account balances, UBS AG Stamford Branch deposit account balances and money market mutual fund sweep balances

UBS Bank USA deposit account balances are insured by the FDIC within applicable limits, but are not protected by SIPC UBS AG Stamford Branch deposit account balances are not insured by FDIC and are not protected by SIPC. Money market sweep balances are protected by SIPC but are not insured by the FDIC. See the *Important information about your statement* at the end of this document for details about those balances.

Holding	Opening balance on Dec 1 ($)	Closing balance on Dec 31 ($)	Price per share on Dec 31 ($)	Average rate	Dividend/Interest period	Days in period	Cap amount ($)
Cash	0.00	1,133.00					
UBS BANK USA DEP ACCT	85,116.07	93,549.24					250,000.00
Total	**$85,116.07**	**$94,682.24**					

Cash alternatives

Money market funds

Money market funds are neither insured nor guaranteed by the Federal Deposit Insurance Corporation or any other government agency Although money market funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in these funds.

Total reinvested is the total of all reinvested dividends. It does not include any cash dividends. It is not a tax lot for the purposes of determining holding periods or cost basis. The shares you receive each time you reinvest dividends become a separate tax lot.

Cost basis is the total purchase cost of the security, including reinvested dividends. The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes.

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date. The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes.

Investment return is the current value minus the amount you invested. It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss It also does not include cash dividends that were not reinvested.

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Investment return ($)	Holding period
UBS SELECT PRIME INSTITUTIONAL FUND									
	60,231.290	1.000	60,231.29	60,231.29	1.000	60,231.29			

EAI. $18 Current yield: 0.03%

Your assets (continued)

Fixed income

Closed end funds & Exchange traded products

Total reinvested is the total of all reinvested dividends. It does not include any cash dividends. It is not a tax lot for the purposes of determining holding periods or cost basis. The shares you receive each time you reinvest dividends become a separate tax lot.

Cost basis is the total purchase cost of the security, including reinvested dividends. The cost basis may need to be adjusted for return of capital payments in order to determine the adjusted cost basis for tax reporting purposes.

Unrealized (tax) gain or loss is the difference between the current value and the cost basis and would generally be your taxable gain or loss if the security was sold on this date. The unrealized (tax) gain or loss may need to be adjusted for return of capital payments in order to determine the realized gain or loss for tax reporting purposes.

Investment return is the current value minus the amount you invested. It does not include shares that are not reflected on your statement, including shares that have been realized as either a gain or a loss. It also does not include cash dividends that were not reinvested.

Holding	Number of shares	Purchase price/ Average price per share ($)	Client investment ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized (tax) gain or loss ($)	Investment return ($)	Holding period
BLACKSTONE / GSO STRATEGIC									
Symbol BGB									
Trade date: Oct 9, 13	14,000.000	17.759	248,639.77	248,639.77	16.480	230,720.00	-17,919.77	-17,919.77	LT
EAI: $17,640 Current yield: 7.65%									
BROOKFIELD MTG OPPORTUNITY									
INCOME FD INC									
Symbol. BOI									
Trade date. Jun 25, 13	14,000.000	17.769	248,770.73	248,770.73	16.440	230,160.00	-18,610.73	-18,610.73	LT
EAI: $21,350 Current yield: 9.28%									
DOUBLELINE INCOME SOLUTIONS FD									
Symbol: DSL									
Trade date· Jun 25, 13	11,000.000	22.527	247,800 05	247,800.05	19.900	218,900.00	-28,900.05	-28,900.05	LT
EAI· $19,800 Current yield. 9.05%									
GUGGENHEIM CR ALLOCATION FD									
Symbol· GGM									
Trade date. Jun 25, 13	10,000.000	25.000	250,000 00	250,000.00	21.540	215,400.00	-34,600.00	-34,600.00	LT
EAI· $21,760 Current yield: 10.10%									
PIMCO DYNAMIC INCOME FD									
Symbol. PDI									
Trade date: Jun 25, 13	9,000.000	28.758	258,828.51	258,828.51	30 740	276,660.00	17,831.49	17,831.49	LT
EAI: $20,628 Current yield: 7.46%									
Total			**$1,254,039.06**	**$1,254,039.06**		**$1,171,840.00**	**-$82,199.06**	**-$82,199.06**	

Total estimated annual income: $101,178

Account name: JILL FOSS WATSON & TODD R
Friendly account name: Pathways Brok
Account number: [redacted]

Your Financial Advisor:
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Your assets (continued)

Your total assets

		Value on Dec 31 ($)	Percentage of your account	Cost basis ($)	Estimated annual income ($)	Unrealized gain or loss ($)
Cash	**Cash and money balances**	**94,682.24**	**7.14%**	**94,682.24**		
Cash alternatives	**Money market funds**	**60,231.29**	**4.54%**	**60,231.29**	**18.00**	
Fixed income	**Closed end funds & Exchange traded products**	**1,171,840.00**	**88.32%**	**1,254,039.06**	**101,178.00**	**-82,199.06**
Total		**$1,326,753.53**	**100.00%**	**$1,408,952.59**	**$101,196.00**	**-$82,199.06**

Account activity this month

	Date	Activity	Description	Amount ($)
Dividend and interest income				
Taxable dividends	Dec 1	Dividend	PIMCO DYNAMIC INCOME FD PAID ON 9000	1,719.00
	Dec 10	St Cap Gain	UBS SELECT PRIME INSTITUTIONAL FUND	0.18
	Dec 29	Dividend	BROOKFIELD MTG OPPORTUNITY INCOME FD INC PAID ON 14000	1,779.40
	Dec 30	Dividend	BLACKSTONE / GSO STRATEGIC PAID ON 14000	1,470.00
	Dec 30	Dividend	DOUBLELINE INCOME SOLUTIONS FD PAID ON 11000	1,650.00
	Dec 30	Dividend	GUGGENHEIM CR ALLOCATION FD PAID ON 10000	1,813.00
	Dec 31	Dividend	UBS SELECT PRIME INSTITUTIONAL FUND	1.66
	Dec 31	Dividend	DOUBLELINE INCOME SOLUTIONS FD	1,133.00
	Total taxable dividends			**$9,566.24**
Taxable interest	Dec 5	Interest	UBS BANK USA DEPOSIT ACCOUNT AS OF 12/04/14	1.77
	Total taxable interest			**$1.77**
	Total dividend and interest income			**$9,568.01**

Your assets

Some prices, income and current values shown may be approximate. As a result, gains and losses may not be accurately reflected. See *Important information about your statement* at the end of this document for more information.

Cash

Cash and money balances

Cash and money balances may include available cash balances, UBS Bank USA deposit account balances, UBS AG Stamford Branch deposit account balances and money market mutual fund sweep balances

UBS Bank USA deposit account balances are insured by the FDIC within applicable limits, but are not protected by SIPC UBS AG Stamford Branch deposit account balances are not insured by FDIC and are not protected by SIPC. Money market sweep balances are protected by SIPC but are not insured by the FDIC. See the *Important information about your statement* at the end of this document for details about those balances.

Holding	Opening balance on Dec 1 ($)	Closing balance on Dec 31 ($)	Price per share on Dec 31 ($)	Average rate	Dividend/Interest period	Days in period	Cap amount ($)
UBS BANK USA DEP ACCT	59,541.08	99,101.66					250,000.00

Equities

Common stock

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
AFLAC INC								
Symbol AFL Exchange: NYSE								
EAI. $936 Current yield 2.55%	Jul 29, 13	150.000	60.663	9,099.54	61.090	9,163.50	63 96	LT
	Aug 27, 13	150.000	58.591	8,788.73	61.090	9,163.50	374.77	LT
	Jan 10, 14	200.000	64.756	12,951.26	61.090	12,218.00	-733.26	ST
	Aug 28, 14	100.000	61.417	6,141.70	61.090	6,109.00	-32 70	ST
Security total		600.000	61.635	36,981.23		36,654.00	-327.23	
BOEING COMPANY								
Symbol: BA Exchange: NYSE								
EAI. $1,019 Current yield: 2 80%	Jul 29, 13	80 000	104.946	8,395.74	129.980	10,398.40	2,002.66	LT
	Oct 8, 13	70 000	116.460	8,152.20	129.980	9,098.60	946.40	LT
	Jan 29, 14	100.000	130.710	13,071.00	129.980	12,998.00	-73.00	ST
	Feb 5, 14	30.000	119.140	3,574.20	129.980	3,899.40	325.20	ST

continued next page

Your assets › Equities › Common stock (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
Security total		280.000	118.547	33,193.14		36,394.40	3,201.26	
COLGATE PALMOLIVE CO Symbol: CL Exchange. NYSE EAI. $792 Current yield. 2 08%	Jul 29, 13	150 000	59.966	8,995.02	69 190	10,378.50	1,383 48	LT
	Aug 22, 13	160.000	58.372	9,339.60	69 190	11,070.40	1,730 80	LT
	Jan 24, 14	190.000	62.546	11,883.91	69.190	13,146 10	1,262.19	ST
	Jan 29, 14	50 000	61.800	3,090.00	69.190	3,459.50	369.50	ST
Security total		550.000	60.561	33,308.53		38,054 50	4,745 97	
DIAGEO PLC NEW GB SPON ADR Symbol. DEO Exchange: NYSE EAI: $927 Current yield· 2.95%	Jul 29, 13	70.000	122.789	8,595.29	114.090	7,986.30	-608.99	LT
	Oct 8, 13	70.000	124.400	8,708.00	114.090	7,986.30	-721.70	LT
	Nov 22, 13	135.000	128.168	17,302.68	114.090	15,402.15	-1,900 53	LT
Security total		275.000	125.840	34,605.97		31,374.75	-3,231.22	
DOMINION RESOURCES INC VA (NEW) Symbol. D Exchange NYSE EAI. $1,320 Current yield: 3.12%	Feb 27, 14	250.000	69.447	17,361.78	76.900	19,225.00	1,863.22	ST
	May 30, 14	300.000	68.706	20,611.86	76 900	23,070.00	2,458.14	ST
Security total		550.000	69.043	37,973.64		42,295.00	4,321.36	
EMERSON ELECTRIC CO Symbol. EMR Exchange: NYSE EAI. $940 Current yield: 3.05%	Jul 29, 13	150.000	59.685	8,952.83	61.730	9,259.50	306.67	LT
	Oct 8, 13	140.000	63.450	8,883.00	61.730	8,642.20	-240.80	LT
	Jan 24, 14	210.000	65.406	13,735.32	61.730	12,963.30	-772.02	ST
Security total		500.000	63.142	31,571.15		30,865.00	-706.15	
ILLINOIS TOOL WORKS INC Symbol. ITW Exchange: NYSE EAI: $854 Current yield· 2.05%	Jul 29, 13	120.000	71.711	8,605.38	94.700	11,364.00	2,758.62	LT
	Oct 8, 13	120.000	74.682	8,961.90	94 700	11,364 00	2,402.10	LT
	Feb 4, 14	200.000	76.587	15,317.40	94.700	18,940.00	3,622.60	ST
Security total		440.000	74.738	32,884.68		41,668.00	8,783 32	

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Account name: JILL FOSS WATSON & TODD WATSON
Friendly account name: Pathways DVD R
Account number: [redacted]

Your Financial Advisor:
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Your assets › Equities › Common stock (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
INTEL CORP								
Symbol: INTC Exchange OTC								
EAI: $1,260 Current yield: 2.48%	Jul 29, 13	400.000	23.146	9,258.68	36.290	14,516.00	5,257.32	LT
	Aug 22, 13	400.000	22.220	8,888.00	36.290	14,516.00	5,628.00	LT
	Nov 22, 13	600 000	24.026	14,415.66	36 290	21,774.00	7,358 34	LT
Security total		1,400.000	23.259	32,562.34		50,806.00	18,243.66	
INVESCO LTD								
Symbol· IVZ Exchange: NYSE								
EAI. $1,000 Current yield: 2.53%	Feb 21, 14	500.000	33.437	16,718.66	39.520	19,760.00	3,041.34	ST
	May 15, 14	500.000	34.556	17,278.10	39 520	19,760.00	2,481.90	ST
Security total		1,000 000	33.997	33,996.76		39,520.00	5,523.24	
JOHNSON & JOHNSON COM								
Symbol: JNJ Exchange. NYSE								
EAI: $1,050 Current yield: 2.68%	Jul 29, 13	100.000	92.949	9,294.99	104.570	10,457.00	1,162.01	LT
	Aug 22, 13	100.000	88.142	8,814.25	104.570	10,457.00	1,642 75	LT
	Oct 8, 13	100.000	86.465	8,646.55	104.570	10,457.00	1,810.45	LT
	Dec 12, 13	75 000	91.260	6,844.50	104.570	7,842.75	998.25	LT
Security total		375.000	89.601	33,600.29		39,213.75	5,613.46	
MEDTRONIC INC								
Symbol: MDT Exchange: NYSE								
EAI: $732 Current yield: 1.69%	Jul 29, 13	160 000	55.266	8,842.69	72 200	11,552.00	2,709 31	LT
	Aug 27, 13	160.000	51.735	8,277.68	72.200	11,552.00	3,274.32	LT
	Dec 12, 13	280.000	55.707	15,598.10	72.200	20,216.00	4,617.90	LT
Security total		600.000	54.531	32,718.47		43,320.00	10,601.53	
MICROSOFT CORP								
Symbol: MSFT Exchange. OTC								
EAI: $1,147 Current yield: 2.67%	Dec 10, 13	850.000	38.259	32,520.92	46.450	39,482.50	6,961.58	LT
	Jan 10, 14	75 000	35.939	2,695.49	46.450	3,483.75	788.26	ST
Security total		925.000	38.072	35,216.41		42,966.25	7,749 84	
NEXTERA ENERGY INC COM								
Symbol: NEE Exchange. NYSE								
EAI· $1,015 Current yield: 2.73%	Jul 29, 13	100.000	85.265	8,526.55	106.290	10,629.00	2,102.45	LT
	Aug 22, 13	100.000	80.893	8,089 36	106.290	10,629.00	2,539.64	LT

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Your assets › Equities › Common stock (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
	Oct 8, 13	100.000	80.543	8,054.34	106.290	10,629.00	2,574.66	LT
	Aug 28, 14	50.000	97.433	4,871.66	106.290	5,314.50	442.84	ST
Security total		350.000	84.405	29,541.91		37,201.50	7,659 59	
NORDSTROM INC Symbol. JWN Exchange. NYSE EAI: $792 Current yield: 1.66%	Aug 22, 13	300.000	56.805	17,041.53	79.390	23,817.00	6,775 47	LT
	Feb 4, 14	300.000	55.956	16,786.86	79.390	23,817.00	7,030.14	ST
Security total		600.000	56.381	33,828.39		47,634.00	13,805 61	
NORTHEAST UTILITIES Symbol. NU Exchange· NYSE EAI· $1,217 Current yield: 2.93%	Jul 29, 13	210.000	44.047	9,249.96	53.520	11,239.20	1,989.24	LT
	Aug 22, 13	190.000	41.253	7,838.18	53 520	10,168.80	2,330 62	LT
	Oct 8, 13	200.000	41.226	8,245.24	53.520	10,704.00	2,458.76	LT
	Jan 24, 14	175.000	42.486	7,435.10	53.520	9,366.00	1,930.90	ST
Security total		775.000	42.282	32,768.48		41,478.00	8,709.52	
NOVARTIS AG SPON ADR Symbol: NVS Exchange: NYSE EAI. $994 Current yield 2 52%	Jul 29, 13	130.000	71.464	9,290.42	92 660	12,045.80	2,755 38	LT
	Oct 8, 13	120.000	74.465	8,935.86	92 660	11,119 20	2,183 34	LT
	Dec 12, 13	175.000	76.500	13,387.50	92.660	16,215.50	2,828 00	LT
Security total		425.000	74.385	31,613.78		39,380.50	7,766.72	
OCCIDENTAL PETROLEUM CRP Symbol· OXY Exchange: NYSE EAI $1,008 Current yield: 3.57%	Jul 29, 13	100.000	86.451	8,645.19	80 610	8,061.00	-584.19	LT
	Aug 22, 13	100.000	83.470	8,347.01	80 610	8,061.00	-286.01	LT
	Jan 10, 14	150.000	90.193	13,528.98	80.610	12,091.50	-1,437 48	ST
Security total		350.000	87.203	30,521.18		28,213.50	-2,307.68	
PEARSON PLC SPON ADR Symbol: PSO Exchange: NYSE EAI. $1,426 Current yield: 4.42%	Jul 29, 13	460.000	20.142	9,265.41	18 450	8,487.00	-778 41	LT
	Aug 29, 13	440.000	19.773	8,700.55	18.450	8,118.00	-582.55	LT
	Dec 4, 13	700.000	21.251	14,875.98	18.450	12,915.00	-1,960.98	LT
	Jan 29, 14	150.000	18.270	2,740.50	18.450	2,767.50	27.00	ST

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Your Financial Advisor:
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Your assets › Equities › Common stock (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
Security total		1,750.000	20.333	35,582.44		32,287.50	-3,294 94	
QUALCOMM INC Symbol: QCOM Exchange: OTC EAI· $739 Current yield 2.26%	May 6, 14	440.000	79.356	34,916.86	74.330	32,705.20	-2,211.66	ST
ROCHE HLDG LTD SPONS ADR SWITZ ADR Symbol: RHHBY Exchange: OTC EAI. $869 Current yield· 2.69%	Mar 13, 14	950.000	36.753	34,915.45	33.990	32,290.50	-2,624.95	ST
STANLEY BLACK & DECKER INC COM Symbol: SWK Exchange: NYSE EAI: $915 Current yield: 2.16%	Aug 27, 13	200.000	85.355	17,071.01	96 080	19,216.00	2,144.99	LT
	Oct 16, 13	100.000	77.665	7,766.55	96.080	9,608.00	1,841.45	LT
	Jan 10, 14	100.000	80.502	8,050.28	96 080	9,608.00	1,557.72	ST
	Feb 5, 14	40.000	75.284	3,011.38	96.080	3,843.20	831.82	ST
Security total		440.000	81.589	35,899.22		42,275.20	6,375.98	
TORONTO DOMINION BK NEW CANADA CAD Symbol· TD Exchange NYSE EAI. $1,158 Current yield: 3 46% CAD Exchange rate: 1.15825	Sep 24, 14	350.000	50.838	17,793.37	47.780	16,723.00	-1,070.37	ST
	Sep 25, 14	350.000	49.810	17,433.50	47.780	16,723.00	-710.50	ST
Security total		700.000	50.324	35,226.87		33,446.00	-1,780.87	
TRAVELERS COS INC/THE Symbol: TRV Exchange: NYSE EAI. $880 Current yield: 2.08%	Feb 10, 14	400.000	81.987	32,795.04	105.850	42,340.00	9,544.96	ST
UNION PACIFIC CORP Symbol· UNP Exchange· NYSE EAI: $720 Current yield: 1.68%	Apr 15, 14	360.000	91.939	33,098.38	119.130	42,886.80	9,788.42	ST
UNITED PARCEL SERVICE INC CL B Symbol· UPS Exchange: NYSE EAI: $884 Current yield· 2.41%	Jul 29, 13	100.000	86.873	8,687.35	111.170	11,117.00	2,429.65	LT
	Oct 8, 13	100.000	89.826	8,982.68	111.170	11,117.00	2,134 32	LT
	Jan 14, 14	130.000	99.936	12,991.71	111.170	14,452.10	1,460.39	ST

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Your assets › Equities › Common stock (continued)

Holding	Trade date	Number of shares	Purchase price/ Average price per share ($)	Cost basis ($)	Price per share on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
Security total		330.000	92.914	30,661.74		36,686.10	6,024.36	
UNTD TECHNOLOGIES CORP								
Symbol: UTX Exchange: NYSE								
EAI: $708 Current yield: 2 05%	Jul 29, 13	80 000	104 740	8,379.20	115.000	9,200.00	820.80	LT
	Aug 27, 13	90.000	101.070	9,096.30	115.000	10,350.00	1,253.70	LT
	Jan 24, 14	130.000	112.123	14,576.09	115.000	14,950.00	373.91	ST
Security total		300.000	106.839	32,051.59		34,500.00	2,448 41	
VF CORP								
Symbol: VFC Exchange: NYSE								
EAI: $768 Current yield. 1.71%	Jul 29, 13	160.000	49.272	7,883.60	74.900	11,984.00	4,100.40	LT
	Aug 22, 13	200.000	47.567	9,513.50	74.900	14,980.00	5,466.50	LT
	Feb 4, 14	240.000	56.471	13,553.09	74.900	17,976.00	4,422.91	ST
Security total		600.000	51.584	30,950.19		44,940.00	13,989 81	
YUM! BRANDS INC								
Symbol: YUM Exchange: NYSE								
EAI: $820 Current yield. 2.25%	Nov 11, 13	450.000	71.875	32,343.89	72.850	32,782.50	438.61	LT
	Jan 24, 14	50.000	68.980	3,449.00	72.850	3,642.50	193.50	ST
Security total		500.000	71.586	35,792 89		36,425.00	632.11	
Total				**$938,777.02**		**$1,077,821.45**	**$139,044.43**	

Total estimated annual income: $26,890

Your total assets

		Value on Dec 31 ($)	Percentage of your account	Cost basis ($)	Estimated annual income ($)	Unrealized gain or loss ($)
Cash	**Cash and money balances**	**99,101.66**	**8.42%**	**99,101.66**		
Equities	**Common stock**	**1,077,821.45**	**91.58%**	**938,777.02**	**26,890.00**	**139,044.43**
Total		**$1,176,923.11**	**100.00%**	**$1,037,878.68**	**$26,890.00**	**$139,044.43**

Account activity this month

	Date	Activity	Description		Amount ($)
Dividend and interest income					
Taxable dividends	Dec 1	Dividend	AFLAC INC PAID ON	600	234.00

continued next page

Your assets

Some prices, income and current values shown may be approximate. As a result, gains and losses may not be accurately reflected See *Important information about your statement* at the end of this document for more information

Account statement is included to report the fair market value of the account as of December 31, 2014 only. The taxpayer did not elect to amortize bond premiums and a separate schedule is included to report the cost basis of the investments as of December 31, 2014.

Cash

Cash and money balances

Cash and money balances may include available cash balances, UBS Bank USA deposit account balances, UBS AG Stamford Branch deposit account balances and money market mutual fund sweep balances

UBS Bank USA deposit account balances are insured by the FDIC within applicable limits, but are not protected by SIPC UBS AG Stamford Branch deposit account balances are not insured by FDIC and are not protected by SIPC. Money market sweep balances are protected by SIPC but are not insured by the FDIC. See the *Important information about your statement* at the end of this document for details about those balances.

Holding	Opening balance on Dec 1 ($)	Closing balance on Dec 31 ($)	Price per share on Dec 31 ($)	Average rate	Dividend/Interest period	Days in period	Cap amount ($)
UBS BANK USA DEP ACCT	33,060.13	57,301.30					250,000.00

Cash alternatives

Money market instruments

Holding	Trade date	Quantity	Purchase price ($)	Cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
U S TREASURY BILL MATURES 02/26/15 CUSIP 912796EW5	Nov 17, 14	19,000 000	99.995	18,999.16	99.997	18,999.43	0.27	ST

Your assets (continued)

Fixed income

Corporate bonds and notes

Prices are obtained from independent quotation bureaus that use computerized valuation formulas to calculate current values. Actual market values may vary and thus gains/losses may not be accurately reflected. Cost basis has been adjusted for accreted original issue discount (OID). Cost basis has been automatically adjusted for amortization of bond premium using the constant yield method. If you have made a tax election to deduct the premium amortization on taxable debt securities, you may request UBS adjust cost basis for the bond premium amortization.

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
AVNET INC NTS								
OBP								
RATE 06 625% MATURES 09/15/16								
ACCRUED INTEREST $585.20								
CUSIP 053807AN3								
Moody: Baa3 S&P: BBB-								
EAI: $1,988 Current yield: 6.13%								
Original cost basis $33,825 00	Jul 31, 13	30,000 000	107.059	32,117 83	108.077	32,423.10	305 27	LT
JARDEN CORP								
R SUB NTS								
RATE 07.500% MATURES 05/01/17								
ACCRUED INTEREST $287.50								
CUSIP 471109AB4								
Moody: B1 S&P: BB-								
EAI $1,725 Current yield: 6 85%								
Original cost basis. $11,537 50	Feb 27, 14	10,000.000	111.385	11,138.55	109.500	10,950.00	-188.55	ST
Original cost basis. $7,892.50	Jul 21, 14	7,000.000	110 754	7,752.82	109.500	7,665.00	-87.82	ST
Original cost basis: $6,630 00	Sep 25, 14	6,000 000	109 446	6,566.79	109.500	6,570.00	3.21	ST
Security total		23,000.000		25,458 16		25,185.00	-273.16	
JANUS CAPITAL GROUP INC								
CALL@MW+25BP								
RATE 06.700% MATURES 06/15/17								
ACCRUED INTEREST $89.33								
CUSIP 47102XAF2								
Moody: Baa3 S&P: BBB-								
EAI· $2,010 Current yield: 6 06%								
Original cost basis: $33,637.50	Jul 31, 13	30,000 000	107.886	32,365 90	110.643	33,192.90	827.00	LT

continued next page

Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
ADT CORP NTS B/E CALL@MW+25BP RATE 02 250% MATURES 07/15/17 ACCRUED INTEREST $311.25 CUSIP 00101JAE6 Moody: Ba2 S&P: BB- EAI $675 Current yield: 2.33%	Oct 23, 13	30,000.000	97.062	29,118.75	96.750	29,025.00	-93.75	LT
FISERV INC NTS B/E 0BP FC052008 RATE 06.800% MATURES 11/20/17 ACCRUED INTEREST $232.33 CUSIP 337738AG3 Moody: Baa2 S&P: BBB EAI· $2,040 Current yield· 6.01% Original cost basis. $34,807.50	Jul 31, 13	30,000 000	110 982	33,294 69	113.238	33,971.40	676.71	LT
R R DONNELLEY & SONS CO WHOLE T+50BP RATE 07.250% MATURES 05/15/18 ACCRUED INTEREST $138.95 CUSIP 257867AX9 Moody: Ba3 S&P: BB- EAI: $1,088 Current yield: 6.56% Original cost basis: $7,805.00	Sep 11, 13	7,000.000	108.516	7,596.13	110.500	7,735.00	138.87	LT
Original cost basis. $8,868.00	Oct 02, 14	8,000.000	110.144	8,811.56	110.500	8,840.00	28.44	ST
Security total		15,000 000		16,407.69		16,575.00	167.31	
LEXMARK INTL INC NTS CALL@MW+40BP RATE 06 650% MATURES 06/01/18 ACCRUED INTEREST $166 25 CUSIP 529772AE5 Moody: Baa3 S&P. BBB- EAI: $1,995 Current yield: 5.99% Original cost basis. $32,962 50	Jul 31, 13	30,000 000	107.202	32,160.70	111.091	33,327.30	1,166.60	LT

continued next page

Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
ALTRIA GROUP INC RATE 09.700% MATURES 11/10/18 ACCRUED INTEREST $192.38 CUSIP 02209SAD5 Moody: Baa1 S&P· BBB+ EAI. $1,358 Current yield: 7.64%								
Original cost basis: $13,195 00	Aug 20, 13	10,000.000	124.110	12,411.07	126.981	12,698.10	287.03	LT
Original cost basis: $5,150.72	Nov 07, 14	4,000.000	127.842	5,113 70	126.981	5,079.24	-34.46	ST
Security total		14,000.000		17,524 77		17,777.34	252 57	
IAC INTERACTIVECORP NTS B/ECALL@MW+50BP RATE 04.875% MATURES 11/30/18 ACCRUED INTEREST $24.37 CUSIP 44919PAF9 Moody: Ba1 S&P: BB+ EAI· $293 Current yield· 4 79%								
Original cost basis: $6,330.00	May 20, 14	6,000.000	104.800	6,288.03	101.750	6,105.00	-183 03	ST
INTL GAME TECHNOLOGY B/E RATE 07 500% MATURES 06/15/19 ACCRUED INTEREST $96.66 CUSIP 459902AR3 Moody: Baa2 S&P· BBB- EAI: $2,175 Current yield: 6.93%								
Original cost basis $13,902.00	Aug 23, 13	12,000 000	112.490	13,498 88	108.289	12,994 68	-504.20	LT
Original cost basis· $18,322 26	Dec 15, 14	17,000.000	107.705	18,309 85	108.289	18,409.13	99.28	ST
Security total		29,000 000		31,808.73		31,403.81	-404.92	
L-3 COMM CORP NTS B/E RATE 05.200% MATURES 10/15/19 ACCRUED INTEREST $329 33 CUSIP 502413AY3 Moody: Baa3 S&P: BBB- EAI $1,560 Current yield: 4 73%								
Original cost basis: $32,487.60	Jul 31, 13	30,000 000	106.552	31,965 85	109.832	32,949.60	983.75	LT

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Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
ARROW ELECTRONICS INC 0BP NTS B/E RATE 06.000% MATURES 04/01/20 ACCRUED INTEREST $450.00 CUSIP 042735BA7 Moody: Baa3 S&P. BBB- EAI: $1,800 Current yield: 5.34% Original cost basis. $32,857.50	Jul 31, 13	30,000.000	107.713	32,313.95	112.292	33,687.60	1,373.65	LT
VALMONT INDUSTRIES INC +45BP RATE 06 625% MATURES 04/20/20 ACCRUED INTEREST $143 72 CUSIP 920253AD3 Moody: Baa2 S&P· BBB+ EAI: $729 Current yield· 5 64% Original cost basis. $12,482 25	Jul 31, 13	11,000.000	110 931	12,202.51	117.363	12,909.93	707.42	LT
XEROX CORP NTS B/E CALL@MW+20 BP RATE 02.800% MATURES 05/15/20 ACCRUED INTEREST $107.33 CUSIP 984121CH4 Moody: Baa2 S&P: BBB EAI. $840 Current yield. 2.85% Original cost basis $30,048.30	Aug 19, 14	30,000.000	100.151	30,045.40	98.230	29,469.00	-576.40	ST
R R DONNELLEY & SONS CO +65BP RATE 07.625% MATURES 06/15/20 ACCRUED INTEREST $16.94 CUSIP 257867AW1 Moody: Ba3 S&P· BB- EAI: $381 Current yield: 6.95% Original cost basis. $5,681.25	Jul 09, 14	5,000.000	112.660	5,633 01	109.750	5,487.50	-145.51	ST

continued next page

Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
CHEVRON CORP NTS B/E								
CALL@MW+10BP								
RATE 02.427% MATURES 06/24/20								
CALLABLE								
ACCRUED INTEREST $14.62								
CUSIP 166764AG5								
Moody: Aa1 S&P: AA								
EAI $752 Current yield 2 42%								
Original cost basis. $6,005.22	Feb 05, 14	6,000.000	100.075	6,004.52	100.483	6,028.98	24.46	ST
Original cost basis $17,076.67	Mar 18, 14	17,000.000	100.397	17,067.62	100.483	17,082.11	14.49	ST
Original cost basis $8,113.04	Jul 17, 14	8,000.000	101.310	8,104.81	100.483	8,038.64	-66.17	ST
Security total		31,000.000		31,176.95		31,149.73	-27.22	
ALCOA INC								
RATE 06.150% MATURES 08/15/20								
ACCRUED INTEREST $696.99								
CUSIP 013817AU5								
Moody: Ba1 S&P: BBB-								
EAI. $1,845 Current yield: 5.47%								
Original cost basis $31,058 10	Jul 31, 13	30,000 000	102 918	30,875.66	112.436	33,730.80	2,855.14	LT
EXPEDIA INC NTS B/E								
CALL@MW+50BP								
RATE 05.950% MATURES 08/15/20								
ACCRUED INTEREST $674.33								
CUSIP 30212PAH8								
Moody: Ba1 S&P. BBB-								
EAI. $1,785 Current yield: 5 32%								
Original cost basis $31,537 50	Jul 31, 13	30,000 000	104.229	31,268 80	111.747	33,524.10	2,255.30	LT
AMER TOWERS INC NTS B/E								
RATE 05.050% MATURES 09/01/20								
ACCRUED INTEREST $471.33								
CUSIP 029912BC5								
Moody: Baa3 S&P: BBB-								
EAI $1,414 Current yield: 4.65%								
Original cost basis. $20,568.83	Jan 10, 14	19,000 000	107.160	20,360.40	108.494	20,613.86	253.46	ST
Original cost basis. $9,804.15	Feb 04, 14	9,000 000	107 813	9,703.25	108.494	9,764.46	61.21	ST
Security total		28,000.000		30,063.65		30,378.32	314.67	

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Account name: JILL FOSS WATSON & TODD WATSON
Friendly account name: Pathways Dolan
Account number: [redacted]

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Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
BALL CORP NTS B/E RATE 06 750% MATURES 09/15/20 ACCRUED INTEREST $596 25 CUSIP 058498AP1 Moody: Ba1 S&P: BB+ EAI: $2,025 Current yield: 6 49% Original cost basis: $32,512.50	Jul 31, 13	30,000.000	106.941	32,082.36	104.000	31,200.00	-882.36	LT
MICROSOFT CORP NTS RATE 03 000% MATURES 10/01/20 ACCRUED INTEREST $67.50 CUSIP 594918AH7 Moody: Aaa S&P: AAA EAI: $270 Current yield: 2.88% Original cost basis. $9,334.80	Apr 04, 14	9,000.000	103.321	9,298.92	104.255	9,382.95	84.03	ST
H J HEINZ CO NTS B/E CALL@MW+50BP RATE 04.250% MATURES 10/15/20 CALLABLE ACCRUED INTEREST $224 30 CUSIP 423074AR4 Moody: B1 S&P: BB- EAI: $1,063 Current yield: 4.21%	Oct 15, 14	25,000 000	99.250	24,812 50	101.000	25,250.00	437.50	ST
COCA-COLA CO NTS B/E CALL@MW+10BP RATE 02.450% MATURES 11/01/20 ACCRUED INTEREST $126.58 CUSIP 191216BG4 Moody: Aa3 S&P: AA EAI. $760 Current yield: 2.42%	Jan 16, 14	12,000.000	98.655	11,838.60	101.297	12,155.64	317.04	ST
	Jan 23, 14	19,000.000	98.756	18,763.64	101.297	19,246.43	482.79	ST
Security total		31,000 000		30,602 24		31,402.07	799.83	

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Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
DAVITA INC B/E OBP RATE 06.625% MATURES 11/01/20 ACCRUED INTEREST $276.04 CUSIP 23918KAM0 Moody: B1 S&P. B+ EAI: $1,656 Current yield: 6.31%								
Original cost basis. $23,540 00	Jun 04, 14	22,000 000	106 458	23,420 93	105.000	23,100.00	-320 93	ST
Original cost basis: $3,180.00	Aug 19, 14	3,000.000	105.693	3,170 80	105.000	3,150.00	-20.80	ST
Security total		25,000.000		26,591 73		26,250.00	-341 73	
DELUXE CORP NTS B/E CALL@MW+50BP RATE 06 000% MATURES 11/15/20 ACCRUED INTEREST $230.00 CUSIP 248019AS0 Moody: Ba2 S&P: BB EAI. $1,800 Current yield: 5 81%								
Original cost basis· $31,350 00	Jul 30, 13	30,000 000	103 882	31,164.81	103.250	30,975.00	-189 81	LT
R R DONNELLEY & SONS CO CALL@MW+50BP RATE 07.875% MATURES 03/15/21 ACCRUED INTEREST $92.75 CUSIP 74978DAA2 Moody: Ba3 S&P. BB- EAI: $315 Current yield· 7.13%								
Original cost basis: $4,530.00	Sep 18, 14	4,000.000	112.750	4,510.01	110.500	4,420.00	-90.01	ST
WILLIS GROUP HLDGS PUB OBP RATE 05.750% MATURES 03/15/21 ACCRUED INTEREST $507.91 CUSIP 97063PAB0 Moody: Baa3 S&P: BBB- EAI: $1,725 Current yield: 5.15%								
Original cost basis· $33,484 80	Nov 13, 14	30,000 000	111 392	33,417.69	111.692	33,507.60	89.91	ST

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Account name: JILL FOSS WATSON & TODD WATSON
Friendly account name: Pathways Dolan
Account number: [redacted]

Your Financial Advisor:
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Your assets › Fixed income › Corporate bonds and notes (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
GAP INC CALL@MW T+40BP RATE 05 950% MATURES 04/12/21 ACCRUED INTEREST $391.70 CUSIP 364760AK4 Moody: Baa3 S&P. BBB- EAI· $1,785 Current yield: 5 23% Original cost basis: $33,539.10	Jul 31, 13	30,000.000	109.885	32,965.77	113.801	34,140.30	1,174.53	LT
VERISK ANALYTICS INC B/E 0BP RATE 05.800% MATURES 05/01/21 ACCRUED INTEREST $290.00 CUSIP 92345YAA4 Moody: Baa3 S&P. BBB- EAI $1,740 Current yield. 5.15% Original cost basis· $33,195 00	Jul 31, 13	30,000.000	108.940	32,682.10	112.668	33,800.40	1,118.30	LT
CENTURYLINK INC NTS B/E CALL@MW +50BP RATE 06 450% MATURES 06/15/21 ACCRUED INTEREST $86.00 CUSIP 156700AR7 Moody: Ba2 S&P BB EAI. $1,935 Current yield: 6.01% Original cost basis: $31,771.20	Jul 31, 13	30,000.000	105 014	31,504.49	107.250	32,175.00	670.51	LT
MASCO CORP B/E 0BP RATE 05.950% MATURES 03/15/22 ACCRUED INTEREST $508.06 CUSIP 574599BH8 Moody: Ba3 S&P: BBB EAI $1,726 Current yield: 5 36% Original cost basis. $28,730.00	Nov 19, 14	26,000.000	110.352	28,691.60	111.000	28,860.00	168.40	ST
Original cost basis: $3,300.00	Dec 12, 14	3,000 000	109 934	3,298 02	111.000	3,330.00	31.98	ST
Security total		29,000.000		31,989.62		32,190.00	200.38	

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Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
URS CORP NTS B/E								
LL CALL@MW+50BP								
RATE 05.000% MATURES 04/01/22								
CALLABLE								
ACCRUED INTEREST $375 00								
CUSIP 903243AC7								
Moody: WR S&P: BB-								
EAI: $1,500 Current yield: 5.32%								
Original cost basis: $16,248.32	Feb 14, 14	16,000.000	101.410	16,225.65	94.000	15,040.00	-1,185.65	ST
Original cost basis: $14,158.48	Feb 19, 14	14,000.000	101.030	14,144.25	94.000	13,160.00	-984.25	ST
Security total		30,000.000		30,369.90		28,200.00	-2,169.90	
IAC INTERACTIVECORP NTS								
CALL@MW+50BP								
RATE 04 750% MATURES 12/15/22								
CALLABLE								
ACCRUED INTEREST $42.22								
CUSIP 44919PAC6								
Moody: Ba1 S&P BB+								
EAI: $950 Current yield: 4.88%	Nov 15, 13	10,000.000	93.750	9,375.00	97 250	9,725.00	350 00	LT
	Jul 08, 14	7,000.000	98.750	6,912.50	97 250	6,807.50	-105 00	ST
	Sep 10, 14	3,000 000	98.250	2,947.50	97.250	2,917.50	-30.00	ST
Security total		20,000 000		19,235 00		19,450.00	215 00	
CA INC NTS B/E								
CALL@MW+30BP								
RATE 04.500% MATURES 08/15/23								
CALLABLE								
ACCRUED INTEREST $510 00								
CUSIP 12673PAE5								
Moody: Baa2 S&P. BBB+								
EAI: $1,350 Current yield: 4.29%								
Original cost basis: $30,166.16	Jan 08, 14	30,000.000	100 507	30,152.19	104.799	31,439.70	1,287.51	ST

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Your assets › **Fixed income** › **Corporate bonds and notes** (continued)

Holding	Trade date	Total face value at maturity ($)	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
DIRECTV HOLDINGS/FING CALL@MW+30BP RATE 03.950% MATURES 01/15/25 INTEREST EARNED FROM 12/11/14 1ST INTEREST PAYMENT 07/15/15 CALLABLE ACCRUED INTEREST $70.22 CUSIP 25460CAA1 Moody: Baa2 S&P: BBB EAI $1,264 Current yield: 3.92% Original cost basis: $32,072.32	Dec 03, 14	32,000.000	100.224	32,071.98	100.787	32,251.84	179 86	ST
Total		**$877,000.000**		**$925,542.34**		**$938,307.29**	**$12,764.95**	

Total accrued interest: $9,423.34

Total estimated annual income: $48,317

Government securities

Prices are obtained from independent quotation bureaus that use computerized valuation formulas to calculate current values. Actual market values may vary and thus gains/losses may not be accurately reflected. Cost basis has been adjusted for accreted original issue discount (OID). Cost basis has been automatically adjusted for amortization of bond premium using the constant yield method. If you have made a tax election to deduct the premium amortization on taxable debt securities, you may request that UBS adjust cost basis for the bond premium amortization.

Holding	Trade date	Quantity	Purchase price ($)	Adjusted cost basis ($)	Price on Dec 31 ($)	Value on Dec 31 ($)	Unrealized gain or loss ($)	Holding period
U S TREASURY NOTE RATE 0.6250% MATURES 07/15/16 ACCRUED INTEREST $114.80 CUSIP 912828VL1 EAI. $250 Current yield: 0 62% Original cost basis: $40,007.81	Jul 31, 13	40,000.000	100.010	40,004 07	100.195	40,078.00	73.93	LT

Your assets (continued)

Your total assets

		Value on Dec 31 ($)	Percentage of your account	Cost basis ($)	Estimated annual income ($)	Unrealized gain or loss ($)
Cash	**Cash and money balances**	**57,301.30**	**5.38%**	**57,301.30**		
Cash alternatives	**Money market instruments**	**18,999.43**	**1.79%**	**18,999.16**		**0.27**
Fixed income	Corporate bonds and notes	938,307.29		925,542.34	48,317.00	12,764 95
	Government securities	40,078.00		40,004 07	250.00	73.93
	Total accrued interest	9,538.14				
	Total fixed income	**987,923.43**	**92.83%**	**965,546.41**	**48,567.00**	**12,838.88**
Total		**$1,064,224.16**	**100.00%**	**$1,041,846.87**	**$48,567.00**	**$12,839.15**

Account activity this month

	Date	Activity	Description	Amount ($)
Dividend and interest income				
Taxable interest	Dec 1	Interest	IAC INTERACTIVECORP NTS 04 875% 113018 DTD111513FC053014 B/ECALL@MW+50BP PAID ON 6000 AS OF 11/30/14 CUSIP: 44919PAF9	146.25
	Dec 1	Interest	LEXMARK INTL INC NTS 06.650% 060118 DTD052208FC120108 CALL@MW+40BP PAID ON 30000 CUSIP: 529772AE5	997.50
	Dec 5	Interest	UBS BANK USA DEPOSIT ACCOUNT AS OF 12/04/14	1.08
	Dec 15	Interest	CENTURYLINK INC NTS B/E 06.450% 061521 DTD061611FC121511 CALL@MW +50BP PAID ON 30000 CUSIP: 156700AR7	967.50
	Dec 15	Interest	JANUS CAPITAL GROUP INC 06.700% 061517 DTD061407CALL@MW+25BP PAID ON 30000 CUSIP. 47102XAF2	1,005.00
	Dec 15	Interest	R R DONNELLEY & SONS CO 07.625% 061520 DTD062110CALL @ MW +65BP PAID ON 5000 CUSIP: 257867AW1	190.63
	Dec 15	Interest	INTL GAME TECHNOLOGY B/E 07.500% 061519 DTD061509FC121509 PAID ON 12000 CUSIP· 459902AR3	450.00
	Dec 15	Interest	IAC INTERACTIVECORP NTS 04.750% 121522 DTD061513FC121513 CALL@MW+50BP PAID ON 20000 CUSIP: 44919PAC6	475.00

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Dolan McEnıry Capital Management

AMORTIZATION AND ACCRETION

UBS /, THE PATHWAYS FOUNDATION

Y6-11611-PX

December 31, 2014

Purchase Information						Amortization/Accretion Information			
Symbol	Par Value	Lot	Trade Date	Price	Total Cost	Year To Date	Total To Date	Balance	Adjusted Cost
FIXED INCOME ()									
US TREASURY BILL 0 000% Due 11-14-13									
912796AE9	20,000	1	08-09-13	99 988	0 00	0 00	0 00	0	0 00
912796AE9	60,000	1	08-09-13	99 988	0 00	0 00	0 00	0	0 00
	80,000				0 00	0 00	0 00	0 00	0 00
US TREASURY BILL 0 000% Due 02-13-14									
912796BY4	5,000	1	11-15-13	99 983	0 00	0 00	0 00	0	0 00
912796BY4	10,000	1	11-15-13	99 983	0 00	0 00	0 00	0	0 00
912796BY4	41,000	1	11-15-13	99 983	0 00	0 00	0 00	0	0 00
	56,000				0 00	0 00	0 00	0 00	0 00
US TREASURY BILL 0 000% Due 04-17-14									
912796CH0	12,000	1	01-17-14	99 995	0 00	0 00	0 00	0	0 00
US TREASURY BILL 0 000% Due 07-24-14									
912796BT5	26,000	1	04-23-14	99 997	0 00	0 00	0 00	0	0 00
US TREASURY BILL 0 000% Due 11-06-14									
912796ED7	24,000	1	07-25-14	99 992	0 00	0 00	0 00	0	0 00
US TREASURY BILL 0 000% Due 02-26-15									
912796EW5	19,000	1	11-17-14	99 996	18,999 16	0 00	0 00	0 00	18,999 16
912796EW5	5,000	1	11-17-14	99 996	0 00	0 00	0 00	0	0 00
	24,000				18,999 16	0 00	0 00	0 00	18,999 16
US TREASURY NOTE 0 625% Due 07-15-16									
912828VL1	40,000	1	07-31-13	100 020	40,007 81	0 00	0 00	0 00	40,007 81
AVNET INC 6 625% Due 09-15-16									
053807AN3	30,000	1	07-31-13	112 750	33,825 00	(1,224 53)	(1,741 18)	(2,083 82)	32,083 82
SEAGATE TECHNOLOGY HDD 6 800% Due 10-01-16									
81180RAE2	30,000	1	07-31-13	111 650	0 00	(1,081 60)	(1,546 87)	0	0 00
DONNELLEY (R R) & SONS 6 125% Due 01-15-17									
257867AT8	28,000	1	07-31-13	106 925	0 00	0 00	(41 49)	0	0 00
257867AT8	2,000	1	07-31-13	106 925	0 00	0 00	(4 17)	0	0 00
	30,000				0 00	0 00	(45 66)	0 00	0 00
WILLIS GROUP/ WILLIS NORTH AMERICA INC 6 200% Due 03-28-17									
970648AD3	30,000	1	07-31-13	111 350	0 00	(808 29)	(1,200 96)	0	0 00
JARDEN CORP 7 500% Due 05-01-17									
471109AB4	10,000	1	02-27-14	115 375	11,537 50	(407 97)	(407 97)	(1,129 53)	11,129 53
471109AB4	7,000	2	07-21-14	112 750	7,892 50	(144 27)	(144 27)	(748 23)	7,748 23
471109AB4	6,000	3	09-25-14	110.500	6,630 00	(65 00)	(65 00)	(565 00)	6,565 00
	23,000				26,060 00	(617 25)	(617 25)	(2,442 75)	25,442 75

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Symbol	Par Value	Lot	Trade Date	Price	Total Cost	Year To Date	Total To Date	Balance	Adjusted Cost
JANUS CAPITAL GROUP INC 6 700% Due 06-15-17									
47102XAF2	30,000	1	07-31-13	112 125	33,637 50	(939 04)	(1,335 23)	(2,302 27)	32,302 27
ADT CORP 2 250% Due 07-15-17									
00101JAE6	30,000	1	10-23-13	97 063	29,118 75	236 36	281 68	599 57	29,400 43
L BRANDS INC 6 900% Due 07-15-17									
532716AM9	10,000	1	07-30-13	112 875	0 00	0 00	(20 49)	0	0 00
532716AM9	20,000	1	07-30-13	112 875	0 00	(575 48)	(851 63)	0	0 00
532716AM9	4,000	2	09-25-14	110 875	0 00	(23 78)	(23 78)	0	0 00
	34,000				0 00	(599 26)	(895 90)	0 00	0 00
FISERV INC 6 800% Due 11-20-17									
337738AG3	30,000	1	07-31-13	116 025	34,807 50	(1,117 05)	(1,588 35)	(3,219 15)	33,219 15
XEROX CORPORATION 6 350% Due 05-15-18									
984121BW2	30,000	1	07-31-13	114 925	0 00	(591 55)	(985 91)	0	0 00
DONNELLEY (R R) & SONS 7 250% Due 05-15-18									
257867AX9	7,000	1	09-11-13	111 500	7,805 00	(172 10)	(224 91)	(580 09)	7,580 09
257867AX9	8,000	2	10-02-14	110 850	8,868 00	(59 81)	(59 81)	(808 19)	8,808 19
257867AX9	3,000	1	09-11-13	111 500	0 00	(15 96)	(38 60)	0	0 00
	18,000				16,673 00	(247 88)	(323 32)	(1,388 28)	16,388 28
LEXMARK INTL INC 6 650% Due 06-01-18									
529772AE5	30,000	1	07-31-13	109 875	32,962 50	(612 59)	(871 05)	(2,091 45)	32,091 45
HUMANA INC 6 300% Due 08-01-18									
444859AU6	30,000	1	07-31-13	115 625	0 00	(870 25)	(1,265 59)	0	0 00
DAVITA INC 6 375% Due 11-01-18									
23918KAL2	22,000	1	07-31-13	105 525	0 00	(98 27)	(195 90)	0	0 00
23918KAL2	8,000	1	07-31-13	105 525	0 00	(40 34)	(75 85)	0	0 00
	30,000				0 00	(138 61)	(271 75)	0.00	0 00
ALTRIA GROUP INC 9 700% Due 11-10-18									
02209SAD5	10,000	1	08-20-13	131 950	13,195 00	(611 70)	(836 27)	(2,358 73)	12,358 73
02209SAD5	4,000	2	11-07-14	128 768	5,150 72	(43 26)	(43 26)	(1,107 46)	5,107 46
02209SAD5	5,000	1	08-20-13	131 950	0 00	0 00	(82 96)	0	0 00
	19,000				18,345 72	(654 97)	(962 49)	(3,466 18)	17,466 18
IAC/INTERACTIVECORP 4 875% Due 11-30-18									
44919PAF9	6,000	1	05-20-14	105 500	6,330 00	(45 11)	(45 11)	(284 89)	6,284 89
HERTZ CORP 6 750% Due 04-15-19									
428040CJ6	10,000	1	07-31-13	108 025	0 00	0 00	(41 22)	0	0 00
428040CJ6	4,000	1	07-31-13	108 025	0 00	(39 91)	(63 64)	0	0 00
428040CJ6	3,000	1	07-31-13	108 025	0 00	(31 55)	(49 35)	0	0 00
428040CJ6	3,000	1	07-31-13	108 025	0 00	(31 67)	(49 47)	0	0 00
428040CJ6	10,000	1	07-31-13	108 025	0 00	(105 94)	(165 27)	0	0 00

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428040CJ6	3,000	2	08-20-14	105 125	0 00	(3 98)	(3 98)	0	0 00
	33,000				0 00	(213 06)	(372 94)	0.00	0 00
INTL GAME TECHNOLOGY 7 500% Due 06-15-19									
459902AR3	12,000	1	08-23-13	115 850	13,902 00	(327 26)	(444 72)	(1,457 28)	13,457 28
459902AR3	17,000	2	12-15-14	107 778	18,322 26	(13 69)	(13 69)	(1,308 57)	18,308 57
459902AR3	13,000	1	08-23-13	115 850	0 00	(191 35)	(318 60)	0	0 00
	42,000				32,224 26	(532 30)	(777 00)	(2,765 85)	31,765 85
L-3 COMMUNICATIONS CORP 5 200% Due 10-15-19									
502413AY3	30,000	1	07-31-13	108 292	32,487 60	(400 77)	(569 87)	(1,917 73)	31,917 73
HCA INC 6 500% Due 02-15-20									
404121AC9	20,000	1	09-04-13	107 850	0 00	(33 36)	(112 77)	0	0 00
ARROW ELECTRONICS INC 6 000% Due 04-01-20									
042735BA7	30,000	1	07-31-13	109 525	32,857 50	(428 45)	(609 22)	(2,248 28)	32,248 28
VALMONT INDUSTRIES 6 625% Due 04-20-20									
920253AD3	11,000	1	07-31-13	113 475	12,482 25	(220 56)	(313 62)	(1,168 63)	12,168 63
920253AD3	19,000	1	07-31-13	113 475	0 00	(276 59)	(437 33)	0	0 00
	30,000				12,482 25	(497 15)	(750 94)	(1,168 63)	12,168 63
XEROX CORPORATION 2 800% Due 05-15-20									
984121CH4	30,000	1	08-19-14	100 161	30,048 30	(3 11)	(3 11)	(45 19)	30,045 19
DONNELLEY (R R) & SONS 7 625% Due 06-15-20									
257867AW1	5,000	1	07-09-14	113 625	5,681 25	(55 37)	(55 37)	(625 88)	5,625 88
CHEVRON CORP 2 427% Due 06-24-20									
166764AG5	6,000	1	02-05-14	100 087	6,005 22	(0 74)	(0 74)	(4 48)	6,004 48
166764AG5	17,000	2	03-18-14	100 451	17,076 67	(9 69)	(9 69)	(66 98)	17,066 98
166764AG5	8,000	3	07-17-14	101 413	8,113 04	(8 77)	(8 77)	(104 27)	8,104 27
	31,000				31,194 93	(19 19)	(19 19)	(175 74)	31,175 74
ALCOA INC 6 150% Due 08-15-20									
013817AU5	30,000	1	07-31-13	103 527	31,058 10	(150 29)	(213 70)	(844 40)	30,844 40
EXPEDIA INC 5 950% Due 08-15-20									
30212PAH8	30,000	1	07-31-13	105 125	31,537 50	(218 38)	(310 53)	(1,226 97)	31,226 97
AMERICAN TOWER CORP 5 050% Due 09-01-20									
029912BC5	19,000	1	01-10-14	108 257	20,568 83	(230 36)	(230 36)	(1,338 47)	20,338 47
029912BC5	9,000	2	02-04-14	108 935	9,804 15	(110 91)	(110 91)	(693 24)	9,693 24
	28,000				30,372 98	(341 26)	(341 26)	(2,031 72)	30,031 72
BALL CORP 6 750% Due 09-15-20									
058498AP1	30,000	1	07-31-13	108 375	32,512 50	(352 70)	(501 51)	(2,010 99)	32,010 99
MICROSOFT CORP 3 000% Due 10-01-20									
594918AH7	9,000	1	04-04-14	103 720	9,334 80	(38 43)	(38 43)	(296 37)	9,296 37

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HJ HEINZ CO 4 250% Due 10-15-20									
423074AR4	25,000	1	10-15-14	99 250	24,812 50	6 68	6 68	180 82	24,819 18
COCA-COLA CO 2 450% Due 11-01-20									
191216BG4	12,000	1	01-16-14	98 655	11,838 60	22 78	22 78	138 62	11,861 38
191216BG4	19,000	2	01-23-14	98 756	18,763 64	32 79	32 79	203 57	18,796 43
	31,000				30,602 24	55 57	55 57	342 19	30,657 81
DAVITA INC 6 625% Due 11-01-20									
23918KAM0	22,000	1	06-04-14	107 000	23,540 00	(138 91)	(138 91)	(1,401 09)	23,401 09
23918KAM0	3,000	2	08-19-14	106 000	3,180 00	(10 74)	(10 74)	(169 26)	3,169 26
	25,000				26,720 00	(149 65)	(149 65)	(1,570 35)	26,570 35
DELUXE CORP 6 000% Due 11-15-20									
248019AS0	30,000	1	07-30-13	104 500	31,350 00	(185 11)	(263 72)	(1,086 28)	31,086 28
SCOTTS MIRACLE-GRO CO/TH 6 625% Due 12-15-20									
810186AK2	30,000	1	07-31-13	106 375	0 00	(9 95)	(119 38)	0	0 00
BEST BUY CO INC 5 500% Due 03-15-21									
086516AL5	18,000	1	07-31-13	96 825	0 00	8 63	40 25	0	0 00
086516AL5	17,000	1	07-31-13	96 825	0 00	14 74	44 61	0	0 00
	35,000				0 00	23 37	84 87	0 00	0 00
WILLIS GROUP/ WILLIS NORTH AMERICA INC 5 750% Due 03-15-21									
97063PAB0	30,000	1	11-13-14	111 616	33,484 80	(73 80)	(73 80)	(3,411 00)	33,411 00
DONNELLEY (R R) & SONS 7 875% Due 03-15-21									
74978DAA2	4,000	1	09-18-14	113 250	4,530 00	(23 49)	(23 49)	(506 51)	4,506 51
GAP INC/THE 5 950% Due 04-12-21									
364760AK4	30,000	1	07-31-13	111 797	33,539 10	(459.69)	(653 64)	(2,885 46)	32,885 46
VERISK ANALYTICS INC 5 800% Due 05-01-21									
92345YAA4	30,000	1	07-31-13	110 650	33,195 00	(412 12)	(585 99)	(2,609 01)	32,609 01
CENTURYLINK INC 6 450% Due 06-15-21									
156700AR7	30,000	1	07-31-13	105 904	31,771 20	(224 95)	(319 86)	(1,451 34)	31,451 34
MASCO CORP 5 950% Due 03-15-22									
574599BH8	26,000	1	11-19-14	110 500	28,730 00	(43 92)	(43 92)	(2,686 08)	28,686 08
574599BH8	3,000	2	12-12-14	110 000	3,300 00	(2 26)	(2 26)	(297 74)	3,297 74
	29,000				32,030 00	(46 19)	(46 19)	(2,983 81)	31,983 81
AECOM TECHNOLOGY INC/ URS CORP 5 000% Due 04-01-22									
903243AC7	16,000	1	02-14-14	101 552	16,248 32	(26 86)	(26.86)	(221.46)	16,221 46
903243AC7	14,000	2	02-19-14	101 132	14,158 48	(16 90)	(16 90)	(141 58)	14,141 58
	30,000				30,406 80	(43 76)	(43 76)	(363 04)	30,363 04
IAC/INTERACTIVECORP 4 750% Due 12-15-22									
44919PAC6	10,000	1	11-15-13	93 750	9,375 00	68 81	77 67	547 33	9,452 67

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44919PAC6	7,000	2	07-08-14	98 750	6,912 50	5 03	5 03	82 47	6,917 53
44919PAC6	3,000	3	09-10-14	98 250	2,947 50	1 97	1 97	50 53	2,949 47
	20,000				19,235 00	75 80	84 66	680 34	19,319 66
BRINKER INTERNATIONAL 3 875% Due 05-15-23									
109641AG5	15,000	1	07-31-13	94 525	0.00	7 12	42 52	0	0 00
CA INC 4 500% Due 08-15-23									
12673PAE5	30,000	1	01-08-14	100 554	30,166 20	(16 98)	(16 98)	(149 22)	30,149 22
DIRECTV HOLDINGS 3 950% Due 01-15-25									
25460CAA1	32,000	1	12-03-14	100 226	32,072 32	(0 57)	(0 57)	(71 75)	32,071 75
FN MA0575 4 500% Due 11-01-30									
31417YT98	35,000	1	08-01-13	107 000	0 00	0 00	0 00	0	0 00
FNR 2011-140 P 4 000% Due 09-25-41									
3136A3CK5	35,000	1	08-01-13	102 750	0 00	0 00	0 00	0	0 00
Total					996,474 07	(14,073 14)	(20,113 51)	(47,921 41)	983,928 39
GRAND TOTAL					**996,474.07**	**(14,073.14)**	**(20,113.51)**	**(47,921.41)**	**983,928.39**

Original cost basis of investments held as of December 31, 2014, without amortization. Some of the investments held are being amortized by the broker, however, this should not be taken into consideration. The Pathways Foundation did not elect to amortize taxable bond premium and this report is being included to indicate the original basis of the investments held in the account. The December 31, 2014 statement from UBS is being included to report the fair market value of the account.