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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

2015

Open to Public Inspection

For calendar year 2015 or tax year beginning , 2015, and ending , 20

Name of foundation: MICHELSON MEDICAL RESEARCH FOUNDATION, INC

A Employer identification number: 95-4551615

Number and street (or P O box number if mail is not delivered to street address): 11755 WILSHIRE BLVD , SUITE 1400

Room/suite:

B Telephone number (see instructions): (310) 806-9700

City or town, state or province, country, and ZIP or foreign postal code: LOS ANGELES, CA 90025

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: [X] 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) ▶ $ 115,606,519

J Accounting method ☐ Cash [X] 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) (see instructions).)*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)	10,027,441			
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	3,342,094	3,342,094		ATCH 1
	4 Dividends and interest from securities	552,584	600,685		ATCH 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	8,226,273			
	b Gross sales price for all assets on line 6a 21,399,026				
	7 Capital gain net income (from Part IV, line 2)		11,980,141		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less: Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule) ATCH 3	1,841,636	1,346,634		
	12 **Total.** Add lines 1 through 11	23,990,028	17,269,554	0	
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0			
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule) ATCH 4	3,534			3,534
	b Accounting fees (attach schedule) ATCH 5	88,792	44,396		44,396
	c Other professional fees (attach schedule) [6]	133,829	133,829		
	17 Interest				
	18 Taxes (attach schedule) (see instructions) [7]	117,943	11,423		75
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) ATCH 8	21,922	240,728		2,673
	24 **Total operating and administrative expenses.** Add lines 13 through 23	366,026	430,376		50,678
	25 Contributions, gifts, grants paid	9,275,302			9,275,302
	26 **Total expenses and disbursements.** Add lines 24 and 25	9,641,328	430,376	0	9,325,980
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	14,348,700			
	b **Net investment income** (if negative, enter -0-)		16,839,178		
	c **Adjusted net income** (if negative, enter -0-)			0	

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Part II Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
1	Cash - non-interest-bearing			
2	Savings and temporary cash investments	12,124,124.	42,132,174.	42,132,174.
3	Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
4	Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
5	Grants receivable			
6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
7	Other notes and loans receivable (attach schedule) ▶			
	Less allowance for doubtful accounts ▶			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges ATCH 9		150,349.	150,349.
10a	Investments - U S and state government obligations (attach schedule)			
b	Investments - corporate stock (attach schedule) ATCH 10	4,175,643.	7,681,501.	7,681,501.
c	Investments - corporate bonds (attach schedule) ATCH 11	7,595,091.	7,836,119.	7,836,119.
11	Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
12	Investments - mortgage loans			
13	Investments - other (attach schedule) ATCH 12	66,697,059.	56,976,286.	56,976,286.
14	Land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶ ATCH 13)	22,393,564.	830,090.	830,090.
16	Total assets (to be completed by all filers - see the instructions Also, see page 1, item I)	112,985,481.	115,606,519.	115,606,519.
17	Accounts payable and accrued expenses			
18	Grants payable			
19	Deferred revenue			
20	Loans from officers, directors, trustees, and other disqualified persons			
21	Mortgages and other notes payable (attach schedule)			
22	Other liabilities (describe ▶ ATCH 14)	1,316,434.	337,935.	
23	Total liabilities (add lines 17 through 22)	1,316,434.	337,935.	
	Foundations that follow SFAS 117, check here ▶ [X] and complete lines 24 through 26 and lines 30 and 31.			
24	Unrestricted	111,669,047.	115,268,584.	
25	Temporarily restricted			
26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ [ ]			
27	Capital stock, trust principal, or current funds			
28	Paid-in or capital surplus, or land, bldg, and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds			
30	Total net assets or fund balances (see instructions)	111,669,047.	115,268,584.	
31	Total liabilities and net assets/fund balances (see instructions)	112,985,481.	115,606,519.	

Lines 1–16: Assets; lines 17–23: Liabilities; lines 24–31: Net Assets or Fund Balances

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	111,669,047.
2	Enter amount from Part I, line 27a	2	14,348,700.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	126,017,747.
5	Decreases not included in line 2 (itemize) ▶ ATCH 15	5	10,749,163.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	115,268,584.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	SEE PART IV SCHEDULE			
b				
c				
d				
e				

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

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				
b				
c				
d				
e				

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	11,980,141.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8	3	0.

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2014	13,943,765.	112,582,187.	0.123854
2013	7,513,125.	113,856,470.	0.065988
2012	5,415,354.	107,482,679.	0.050384
2011	4,616,978.	108,611,644.	0.042509
2010	4,756,591.	98,794,327.	0.048146

2	**Total** of line 1, column (d)	2	0.330881
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.066176
4	Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	4	111,143,626.
5	Multiply line 4 by line 3	5	7,355,041.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	168,392.
7	Add lines 5 and 6	7	7,523,433.
8	Enter qualifying distributions from Part XII, line 4	8	9,325,980.

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	168,392.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	168,392.
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	168,392.
6	Credits/Payments		
a	2015 estimated tax payments and 2014 overpayment credited to 2015 — 6a: 431,674.		
b	Exempt foreign organizations - tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c:		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments Add lines 6a through 6d	7	431,674.
8	Enter any **penalty** for underpayment of estimated tax. Check here [ ] if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	263,282.
11	Enter the amount of line 10 to be **Credited to 2016 estimated tax** ▶ 263,282. **Refunded** ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?	1b		X
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ ______ (2) On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ CA,			
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 2015 or the taxable year beginning in 2015 (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 ▶ KARLIN ASSET MANAGEMENT Telephone no ▶ 310-806-9700
Located at ▶ 11755 WILSHIRE BLVD., SUITE 1400 LOS ANGELES, CA ZIP+4 ▶ 90025

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

			Yes	No
16	At any time during calendar year 2015, 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 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		
	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 2015?	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 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015? ☐ Yes ☒ No			
	If "Yes," list the years ▶ ____, ____, ____, ____			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions)	2b		
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 2015 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 2015)*	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 2015?	4b		X

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

		Yes	No
5a	During the year did the foundation pay or incur any amount to		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? [ ] Yes [X] 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 [X] No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes? [ ] Yes [X] No		
	(4) Provide a grant to an organization other than a charitable, etc, organization described in section 4945(d)(4)(A)? (see instructions) [X] 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 [X] No		
b	If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	5b	X
	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? ATCH 16 [X] 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 [X] 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 [X] No		
b	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	7b	

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
ATCH 17		0.	0.	0.

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

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

Total number of other employees paid over $50,000 ▶ 0.

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

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

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
ATCH 18		211,621.
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 (see instructions)

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

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes		
a	Average monthly fair market value of securities	1a	51,049,747.
b	Average of monthly cash balances	1b	30,544,692.
c	Fair market value of all other assets (see instructions)	1c	31,241,730.
d	**Total** (add lines 1a, b, and c)	1d	112,836,169.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	112,836,169.
4	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	1,692,543.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	111,143,626.
6	**Minimum investment return.** Enter 5% of line 5	6	5,557,181.

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	5,557,181.
2a	Tax on investment income for 2015 from Part VI, line 5	2a	168,392.		
b	Income tax for 2015 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	168,392.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	5,388,789.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	5,388,789.
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	5,388,789.

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

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc - total from Part I, column (d), line 26	1a	9,325,980.
b	Program-related investments - total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	9,325,980.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	168,392.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	9,157,588.

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 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7				5,388,789.
2 Undistributed income, if any, as of the end of 2015				
a Enter amount for 2014 only				
b Total for prior years 20 13 ,20 12 ,20 11				
3 Excess distributions carryover, if any, to 2015				
a From 2010				
b From 2011				
c From 2012				
d From 2013				
e From 2014 5,889,846.				
f **Total** of lines 3a through e	5,889,846.			
4 Qualifying distributions for 2015 from Part XII, line 4 ▶ $ 9,325,980.				
a Applied to 2014, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)				
c Treated as distributions out of corpus (Election required - see instructions)				
d Applied to 2015 distributable amount				5,388,789.
e Remaining amount distributed out of corpus	3,937,191.			
5 Excess distributions carryover applied to 2015 *(If an amount appears in column (d), the same amount must be shown in column (a).)*				
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	9,827,037.			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount - see instructions				
e Undistributed income for 2014 Subtract line 4a from line 2a Taxable amount - see instructions				
f Undistributed income for 2015 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2016				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)				
8 Excess distributions carryover from 2010 not applied on line 5 or line 7 (see instructions)				
9 **Excess distributions carryover to 2016.** Subtract lines 7 and 8 from line 6a	9,827,037.			
10 Analysis of line 9				
a Excess from 2011				
b Excess from 2012				
c Excess from 2013				
d Excess from 2014 5,889,846.				
e Excess from 2015 3,937,191.				

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2015, 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) 2015	(b) 2014	(c) 2013	(d) 2012	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test- enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942 (j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

GARY KARLIN MICHELSON, M.D.

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

NOT APPLICABLE

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

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

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

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

c Any submission deadlines

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

Part XV Supplementary Information *(continued)*

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
ATCH 19				
Total ▶ **3a**				9,275,302.
b *Approved for future payment*				
Total ▶ **3b**				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income (See instructions)
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	3,342,094.	
4 Dividends and interest from securities			14	552,584.	
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					
8 Gain or (loss) from sales of assets other than inventory			18	8,226,273.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b ATCH 20				1,841,636.	
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)				13,962,587.	

13 **Total.** Add line 12, columns (b), (d), and (e) . . . . . . 13 13,962,587.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
	N/A		N/A

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
FOUND ANIMALS LEGISLATIVE FUND INC	§501(C)(4)	SAME FOUNDER

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 | Date 11/10/16 | Title CFO

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check [ ] if self-employed	PTIN
ROBIN M PAULE	Robin M Paule	11/10/16		P00358939

Firm's name ▶ HOLTHOUSE CARLIN & VAN TRIGT LLP | Firm's EIN ▶ 95-4345526

Firm's address ▶ 3011 TOWNSGATE ROAD, SUITE 400 WESTLAKE VILLAGE, CA 91361 | Phone no 805-374-8555

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

2015

Name of the organization	**Employer identification number**
MICHELSON MEDICAL RESEARCH FOUNDATION, INC.	95-4551615

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 MICHELSON MEDICAL RESEARCH FOUNDATION, INC.

Employer identification number 95-4551615

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	KARLIN HOLDINGS, L.P. 11755 WILSHIRE BLVD., SUITE 1400 LOS ANGELES, CA 90025	$ 10,027,441.	Person [X] 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 MICHELSON MEDICAL RESEARCH FOUNDATION, INC.

Employer identification number 95-4551615

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	90,110 SHARES OF EQUIFAX INC. STOCK	$ 10,027,441.	12/18/2015
		$	
		$	
		$	
		$	
		$	

Name of organization MICHELSON MEDICAL RESEARCH FOUNDATION, INC.

Employer identification number 95-4551615

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 information once. See instructions) ▶ $ ______
Use duplicate copies of Part III if additional space is needed.

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

(e) Transfer of gift

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

(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 - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL CAPITAL GAIN DISTRIBUTIONS					8,994.	
		21,750 SHS ISHARES MTG REAL ESTATE CAP E PROPERTY TYPE: SECURITIES				P	09/17/2014	06/26/2015
233,959.		271,943.					-37,984.	
		90,110 SHS EQUIFAX INC. PROPERTY TYPE: SECURITIES				D	VARIOUS	12/31/2015
10097687.		5,534,497.					4,563,190.	
		CITI GROUP INC. (SECURITY LITIGATION) PROPERTY TYPE: SECURITIES				P	VARIOUS	10/07/2015
100.							100.	
		SANOFI AVENTIS SECURITIES (SECURITY LITI PROPERTY TYPE: SECURITIES				P	VARIOUS	05/31/2015
252.							252.	
		BLUEKNIGHT ENERGY PARTNERS, LP (SECURIT PROPERTY TYPE: SECURITIES				P	VARIOUS	06/16/2015
362.							362.	
		NATIONAL CITY CORPORATION (SECURITY LITI PROPERTY TYPE: SECURITIES				P	VARIOUS	10/07/2015
110.							110.	
		BANK OF AMERICA CLASS ACTION SETTLEMENT PROPERTY TYPE: SECURITIES				P	VARIOUS	10/31/2015
585.							585.	
		BLUEKNIGHT ENERGY PARTNERS, LP PROPERTY TYPE: SECURITIES				P	VARIOUS	10/07/2015
187.							187.	
		784.230689 SHS PALO ALTO HEALTHCARE OFFS PROPERTY TYPE: SECURITIES				P	VARIOUS	05/31/2015
4,000,000.		1,574,054.					2,425,946.	
		GMO QUALITY FUND PROPERTY TYPE: SECURITIES				P	VARIOUS	07/09/2015
37,068.							37,068.	
		GMO QUALITY FUND PROPERTY TYPE: SECURITIES				P	VARIOUS	VARIOUS
976,695.							976,695.	
		4,000 SHS ISHARES MTG REAL ESTATE CAP ET				P	10/09/2014	06/26/2015

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

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		PROPERTY TYPE: SECURITIES						
43,027.		48,789.					-5,762.	
		18,113.20 SHS KENSICO OFFSHORE FUND LTD				P	VARIOUS	04/01/2015
		PROPERTY TYPE: SECURITIES						
6,000,000.		1,989,602.					4,010,398.	
TOTAL GAIN(LOSS)							11980141.	

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

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
INTEREST INCOME		392,618.	392,618.
MMRF INVESTMENT I, LLC		2,949,476.	2,949,476.
	TOTAL	3,342,094.	3,342,094.

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

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
DIVIDEND INCOME	552,584.	552,584.
INTEREST INCOME - SCI, LP		6,982.
IAM SLP LTD		3,563.
IAM CREDIT OPPORTUNITIES OFFSHORE FUND		37,556.
TOTAL	552,584.	600,685.

FORM 990PF, PART I - OTHER INCOME

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME
OTHER INVESTMENT INCOME	775,678.	775,678.	
OID AMORTIZATION	570,956.	570,956.	
REVERSAL OF LOAN LOSS RESERVE	482,412.		
STATE TAX REFUND	12,590.		
TOTALS	1,841,636.	1,346,634.	

ATTACHMENT 4

FORM 990PF, PART I - LEGAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
LEGAL FEES	3,534.			3,534.
TOTALS	3,534.			3,534.

ATTACHMENT 5

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
ACCOUNTING FEES	88,792.	44,396.		44,396.
TOTALS	88,792.	44,396.		44,396.

ATTACHMENT 6

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
ADVISORY FEES	71,071.	71,071.
REAL ESTATE ADVISORY FEES	62,758.	62,758.
TOTALS	133,829.	133,829.

ATTACHMENT 7

FORM 990PF, PART I - TAXES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	CHARITABLE PURPOSES
UNITED STATES TREASURY	99,651.		
FRANCHISE TAX BOARD	6,800.		
CA REGISTRY	75.		75.
FOREIGN TAX	11,423.	11,423.	
TOTALS	117,949.	11,423.	75.

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	CHARITABLE PURPOSES
INSURANCE EXPENSE	2,403.		2,403.
PORTFOLIO DEDUCTIONS - SCI, LP		240,728.	
MISCELLANEOUS EXPENSES	19,249.		
BANK CHARGES	270.		270.
TOTALS	21,922.	240,728.	2,673.

ATTACHMENT 9

FORM 990PF, PART II - PREPAID EXPENSES AND DEFERRED CHARGES

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
PREPAID EXCISE TAX	150,349.	150,349.
TOTALS	150,349.	150,349.

ATTACHMENT 10

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
HARDING LOEVNER	3,619,885.	3,619,885.
CALAMOS STRATEGIC TOTL R	82,170.	82,170.
PIMCO DYNAMIC CREDIT INC	279,465.	279,465.
NEUBERGER BERMAN MLP INC FUND	1,216,215.	1,216,215.
VANECK VECTORS RUSSIA ETF	1,538,250.	1,538,250.
NEUBERGER BERMAN MLP INCOME	945,516.	945,516.
TOTALS	7,681,501.	7,681,501.

ATTACHMENT 11

FORM 990PF, PART II - CORPORATE BONDS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
CHARLES SCHWAB-ATTACHMENT 11A	7,836,119.	7,836,119.
TOTALS	7,836,119.	7,836,119.

charles SCHWAB

Schwab One® Account of
GARY KARLIN MICHELSON MD
CHARITABLE FOUNDATION INC

Statement Period
December 1-31, 2015

Investment Detail - Fixed Income

CMO & Asset Backed Securities	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
AMERICAN HOME MOR 6.2%36	**300,000.0000**	**49.8574**	**105,030.51**
REMIC DUE 06/25/36 -062A- CUSIP. 02660YAU6 MOODY'S: Ca S&P: CCC FACTOR= 702206109 REMAIN PRIN=$210,661 83	300,000 0000	61 3820	129,308 63
BANC AMER FDG 0.5921%36	**1,445,000.0000**	**77.1237**	**309,674.96**
REMIC DUE 10/20/36 -06HA- CUSIP 05950PAU7 MOODY'S. Caa3 S&P· CCC FACTOR= 277875579 REMAIN PRIN=$401,530 21	1,445,000 0000	48 4999	194,742.14
BANC AMER FDG 20 5.75%37	**1,545,000.0000**	**91.4978**	**168,022.95**
REMIC DUE 01/25/37 -071B- CUSIP 05951FBQ6 MOODY'S Caa2 S&P NR FACTOR= 118858284 REMAIN PRIN=$183,636 05	1,545,000 0000	84 6666	155,478 41

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par / Units Purchased	Market Price / Cost Per Unit	Market Value / Cost Basis
BANC AMER FDG 20 6.25%36	**385,000.0000**	**94.8837**	**26,300.31**
REMIC DUE 08/25/36 -066- CUSIP: 05950RAB5 MOODY'S Caa1 S&P D FACTOR= 071996034 REMAIN PRIN=$27,718.47	385,000 0000	97 7215	27,086 92
BANC AMER FDG 2007- 6%37	**700,000.0000**	**79.3791**	**417,369.75**
REMIC DUE 07/25/37 -075- CUSIP 059523BJ8 MOODY'S· Caa3 S&P D FACTOR= 751132863 REMAIN PRIN=$525,793 00	700,000 0000	48 5000	255,009 63
CHASE MTG FIN SER 6%36	**1,850,000.0000**	**82.0713**	**107,198.24**
REMIC DUE 12/25/36 -06S4- CALLABLE 07/25/17 AT 100 00000 CUSIP 16162YAP0 MOODY'S. Caa3 S&P: D FACTOR= 070603236 REMAIN PRIN=$130,615.99	1,850,000.0000	84 1703	109,939 96

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
CHL MORTGAGE PASS-T 6%36	**930,000.0000**	**86.6337**	**229,019.62**
REMIC DUE 12/25/36	930,000 0000	89 1024	235,545.86
-0617- CUSIP 17025AAF9 MOODY'S NR S&P. D FACTOR= .284251571 REMAIN PRIN=$264,353 96			
CHL MTG PASSTHRU 6%37	**130,000.0000**	**92.2812**	**51,213.38**
REMIC DUE 03/25/37	130,000.0000	77 4999	43,010.26
-071- CUSIP 170255AR4 S&P: NR FACTOR= 426900656 REMAIN PRIN=$55,497.09			
CITI MTG SEC SER 6%36	**94,000.0000**	**99.8146**	**4,549.84**
REMIC DUE 06/25/36	94,000 0000	86 5000	3,942 92
-063- CUSIP 17310BAN4 MOODY'S. Ba3 FACTOR= .048492437 REMAIN PRIN=$4,558.29			

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par / Units Purchased	Market Price / Cost Per Unit	Market Value / Cost Basis
CITI MTG SEC T 2006 6%36	**110,000.0000**	**99.6932**	**0.00**
REMIC DUE 04/25/36 -062- CUSIP. 17310AAM8 MOODY'S. Ba1 FACTOR= .000000000 REMAIN PRIN=$0 00			
CSMC MB T SER 2007-5%37	**2,955,000.0000**	**90.4147**	**109,390.27**
REMIC DUE 03/25/37 -072- CUSIP 126384AW6 MOODY'S. Caa2 S&P. D FACTOR= .040943237 REMAIN PRIN=$120,987.27	2,955,000.0000	93.8750	113,576.82
CSMC MBS TR 20 1.0516%36	**550,000.0000**	**63.3590**	**99,537.58**
REMIC DUE 08/25/36 -067- CUSIP 22942KBQ2 MOODY'S: Ca S&P D FACTOR= 285638072 REMAIN PRIN=$157,100.94	550,000.0000	58 7500	92,296 81

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
CSMC MBS TR 20 5.9889%37	**445,000.0000**	**51.3291**	**164,056.52**
REMIC DUE 02/25/37 -071A- CUSIP 126378AG3 MOODY'S. Ca S&P. D FACTOR= 718240418 REMAIN PRIN=$319,616.99	445,000.0000	56.4999	180,583.60
CWABS, INC. 4.8161%36	**205,000.0000**	**89.0091**	**182,468.66**
REMIC DUE 02/25/36 -0511- CUSIP 126670CK2 MOODY'S Caa2 S&P: CCC FACTOR=1 000000000 REMAIN PRIN=$205,000.00	205,000.0000	48 5000	99,425.00
CWMBS INC. 6%36	**130,000.0000**	**95.8257**	**40,573.00**
REMIC DUE 04/25/36 -06J2- CUSIP. 126694H50 S&P NR FACTOR= 325695471 REMAIN PRIN=$42,340.41	130,000 0000	77 0000	32,602 11

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par / Units Purchased	Market Price / Cost Per Unit	Market Value / Cost Basis
CWMBS INC. 4.5%35 REMIC DUE 09/25/35 -05J3- CUSIP: 12669G4V0 S&P CC FACTOR= 210985319 REMAIN PRIN=$51,691 40	**245,000.0000** 245,000.0000	**95.2844** 77.2499	**49,253.84** 39,931.63
CWMBS INC. 5.5%34 REMIC DUE 12/26/34 -04J8- CUSIP 12669GDU2 S&P: B FACTOR= .211680595 REMAIN PRIN=$20,744.70	**98,000.0000** 98,000 0000	**100.4140** 91 5000	**20,830.58** 18,981.41
CWMBS INC. 5.5%35 REMIC DUE 10/25/35 -0521- CUSIP 126694DR6 MOODY'S Caa1 FACTOR= .400263886 REMAIN PRIN=$104,068 61	**260,000.0000** 260,000 0000	**93.0725** 94 6249	**96,859.26** 98,474 92

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
CWMBS INC. 5.5%35	**101,000.0000**	**91.2887**	**54,496.56**
REMIC DUE 10/25/35	66,000 0000	79 5000	31,012.85
-0521-	35,000 0000	76.5000	15,825 59
CUSIP· 126694CZ9			
MOODY'S Caa2			
FACTOR= 591058801			
REMAIN PRIN=$59,696 94			
Cost Basis			*46,838 44*
CWMBS INC. 5.5%35	**215,000.0000**	**94.4332**	**124,104.77**
REMIC DUE 11/25/35	130,000 0000	76 8476	61,066 00
-0526-	85,000 0000	73 0000	37,928 62
CUSIP. 126694MN5			
S&P· D			
FACTOR= .611259064			
REMAIN PRIN=$131,420 70			
Cost Basis			*98,994 62*
CWMBS INC. 5.75%35	**175,000.0000**	**95.8385**	**86,588.29**
REMIC DUE 10/25/35	175,000 0000	94 2499	85,153 05
-0520-			
CUSIP 126694FQ6			
S&P: D			
FACTOR= .516275028			
REMAIN PRIN=$90,348.13			

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
DEUTSCHE ALT-B 0.6116%36	**840,000.0000**	**60.9857**	**147,995.11**
REMIC DUE 12/25/36 -06AR4- CUSIP 25150PAB5 MOODY'S Caa3 S&P CCC FACTOR= 288895027 REMAIN PRIN=$242,671 82	840,000 0000	44 9145	108,995.02
GS MTG SEC CORP 5.5%20	**1,625,000.0000**	**102.2247**	**82,904.31**
REMIC DUE 10/25/20 -058F- CUSIP: 362341WJ4 S&P D FACTOR= .049907738 REMAIN PRIN=$81,100.08	1,625,000 0000	98 1371	79,589 34
GS MTG SEC CORP 5.5%21	**217,000.0000**	**95.9879**	**9,504.65**
REMIC DUE 01/25/21 -062F- CUSIP 362334DS0 S&P D FACTOR= 045630992 REMAIN PRIN=$9,901.93	217,000 0000	94.4999	9,357 32

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
GS MTG SEC CORP 5.5%35	**414,000.0000**	**102.0737**	**178,970.62**
REMIC DUE 03/25/35	414,000 0000	102 0625	178,950.98
-053F-			
CALLABLE 04/25/20 AT 100.00000			
CUSIP· 36242DD26			
MOODY'S· B3			
FACTOR= .423513772			
REMAIN PRIN=$175,334.70			
GSAA HOME EQUITY 6.5%37	**130,000.0000**	**77.5212**	**42,191.47**
REMIC DUE 11/25/37	129,802 2100	69 5000	37,768 35
-0710-	2 9200	100 0000	1 22
CUSIP 3622NDAC8	105.8800	100 0000	44 33
S&P. D	76 5300	100 0000	32 04
FACTOR= 418659338	12.4600	100.0000	5 22
REMAIN PRIN=$54,425.71			
Cost Basis			*37,851 16*

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
GSR MTG LOAN 200 6.25%36	**85,000.0000**	**80.8165**	**31,149.66**
REMIC DUE 08/25/36	84,990 3500	83.0000	31,987 64
-067F-	9.6500	100 0000	4 38
CUSIP 36298NAW4			
MOODY'S· Caa3 S&P: NR			
FACTOR= 453455173			
REMAIN PRIN=$38,543.69			
Cost Basis			*31,992 02*
HSI ASSET SEC 0.7916%36	**125,000.0000**	**95.8533**	**119,816.63**
REMIC DUE 01/25/36	125,000.0000	61 2500	76,562.50
-06OPT2-			
CUSIP. 40430HEA2			
MOODY'S Baa3 S&P BB+			
FACTOR=1.000000000			
REMAIN PRIN=$125,000 00			
INDYMAC MBS IN 2.5816%35	**255,000.0000**	**83.7338**	**54,191.28**
REMIC DUE 09/25/35	255,000 0000	72 1250	46,678.25
-05AR15-			
CUSIP 45660LVM8			
MOODY'S: Caa2 S&P· D			
FACTOR= .253798151			
REMAIN PRIN=$64,718.53			

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
INDYMAC MBS IN 2.7122%35	**1,750,000.0000**	**93.0382**	**53,368.20**
REMIC DUE 04/25/35	1,750,000 0000	88.4999	50,765 01
-05AR3-			
CUSIP 45660LFJ3			
MOODY'S· Caa2 S&P. CCC			
FACTOR= 032778054			
REMAIN PRIN=$57,361.60			
INDYMAC MBS INC. 6%36	**360,000.0000**	**76.3633**	**70,766.01**
REMIC DUE 05/25/36	360,000 0000	66 8749	61,973 19
-06A2-			
CUSIP 45661EBT0			
MOODY'S. Caa3 S&P· NR			
FACTOR= 257417167			
REMAIN PRIN=$92,670.18			
J P MORGAN ALT LN 5.5%35	**2,225,000.0000**	**86.1564**	**477,130.29**
REMIC DUE 12/25/35	1,325,000 0000	84 4999	278,671.16
-05S1-	900,000 0000	84 5000	189,286.06
CUSIP 46627MAB3			
S&P D			
FACTOR= 248896865			
REMAIN PRIN=$553,795 52			
Cost Basis			*467,957.22*

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
JP MORGAN MTG 2 5.875%21	**100,000.0000**	**95.7232**	**6,927.65**
REMIC DUE 06/25/21 -06S2- CUSIP· 46628YBB5 MOODY'S Caa1 FACTOR= 072371672 REMAIN PRIN=$7,237 17	100,000.0000	92.9999	6,730.57
MASTR ADJ RATE 2.6791%35	**800,000.0000**	**94.3050**	**112,464.59**
REMIC DUE 02/25/35 -05ARM1- CUSIP. 576433XE1 MOODY'S. Caa1 S&P. B- FACTOR= 149070287 REMAIN PRIN=$119,256 23	800,000.0000	76 0000	90,634 73
MORGAN STANLEY M 5.75%35	**135,000.0000**	**92.9907**	**61,123.42**
REMIC DUE 12/25/35 -0510- CUSIP 61748HRT0 MOODY'S. Caa3 S&P D FACTOR= 486893948 REMAIN PRIN=$65,730.68	135,000 0000	72.7500	47,819 08

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
MORGAN STANLEY MT 5.5%36	**630,000.0000**	**86.7844**	**271,910.18**
REMIC DUE 02/25/36 -062- CUSIP 61748HVU2 MOODY'S Caa3 S&P D FACTOR= 497328399 REMAIN PRIN=$313,316 89	630,000.0000	68 0000	213,055.47
MORGAN STANLEY MT 5.5%47	**504,000.0000**	**100.2853**	**49,276.80**
REMIC DUE 02/25/47 -076XS- CUSIP 61751JAB7 MOODY'S B3 S&P CCC FACTOR= .097493282 REMAIN PRIN=$49,136.61	504,000.0000	80 9999	39,800 63
MORGAN STANLEY 0.8116%35	**115,000.0000**	**94.2150**	**108,347.25**
REMIC DUE 11/25/35 -05HE6- CUSIP. 61744CVX1 MOODY'S Ba1 S&P A+ FACTOR=1 000000000 REMAIN PRIN=$115,000 00	115,000 0000	60 7500	69,862 50

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charles SCHWAB

Schwab One® Account of
GARY KARLIN MICHELSON MD
CHARITABLE FOUNDATION INC

Statement Period
December 1-31, 2015

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
MORGAN STANLEY 5.7634%47	**520,000.0000**	**58.8248**	**215,714.52**
REMIC DUE 01/25/47	520,000.0000	55.9999	205,355.78
-073XS-			
CUSIP. 61752RAM4			
MOODY'S. Ca S&P D			
FACTOR= 705205307			
REMAIN PRIN=$366,706 76			
PHH ALT MTG SER 200 6%37	**455,000.0000**	**84.0494**	**125,212.09**
REMIC DUE 02/25/37	455,000 0000	66 5000	99,067.96
-071B-			
CUSIP 69337BAH7			
MOODY'S. NR S&P. D			
FACTOR= 327416271			
REMAIN PRIN=$148,974 40			
RALI SER 2006- 0.6116%36	**1,510,000.0000**	**78.6256**	**257,771.57**
REMIC DUE 07/25/36	1,497,793 9400	41.0000	133,330.66
-06QA6-	12,206.0600	100 0000	2,650.14
CUSIP 74922MAA9			
MOODY'S· Caa3			
FACTOR= 217117135			
REMAIN PRIN=$327,846 87			
Cost Basis			*135,980.80*

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
RES ACCREDIT L 3.6133%35	**1,040,000.0000**	**84.2343**	**236,372.93**
REMIC DUE 09/25/35 -05QA10- CUSIP: 761118GE2 MOODY'S: Caa3 S&P. D FACTOR= 269820798 REMAIN PRIN=$280,613.63	1,040,000.0000	64.5000	180,995 80
RES ACCREDIT L 3.6326%35	**900,000.0000**	**82.9588**	**226,873.94**
REMIC DUE 09/25/35 -05QA10- CUSIP 761118GD4 MOODY'S. Caa3 S&P. D FACTOR= 303864279 REMAIN PRIN=$273,477 85	900,000.0000	70 5000	192,801 89
RES ACCREDIT LO 1.645%45	**900,000.0000**	**86.4129**	**170,681.17**
REMIC DUE 09/25/45 -05QO2- CUSIP· 761118HU5 MOODY'S Caa3 S&P. CCC FACTOR= .219464616 REMAIN PRIN=$197,518 15	900,000 0000	81.5937	164,918 81

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
RES ACCREDIT LOA 5.75%35	**90,825.0000**	**87.5368**	**64,101.11**
REMIC DUE 09/25/35 -05QS13- CUSIP 761118HE1 MOODY'S Caa3 S&P. D FACTOR= 806249520 REMAIN PRIN=$73,227.61	90,825 0000	81 0625	59,360 13
RES ACCREDIT LOAN 6%35	**545,000.0000**	**85.6491**	**76,001.72**
REMIC DUE 12/25/35 -05QS17- CUSIP 761118PZ5 MOODY'S Caa3 S&P NR FACTOR= 162818629 REMAIN PRIN=$88,736.15	545,000 0000	83 7499	74,316.51
RES ACCREDIT LOAN 5.5%35	**150,000.0000**	**88.3291**	**28,289.40**
REMIC DUE 09/25/35 -05QS13- CUSIP· 761118GX0 MOODY'S. Caa3 FACTOR= 213515129 REMAIN PRIN=$32,027.27	150,000.0000	80.9253	25,918.17

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
RESIDENTIAL ASSET 6%37	**140,000.0000**	**79.6526**	**64,396.03**
REMIC DUE 07/25/37	140,000 0000	75 1249	60,735.64
-07A7-			
CUSIP 76114QAC9			
S&P: D			
FACTOR= 577472196			
REMAIN PRIN=$80,846.11			
RESIDENTIAL ASSET 6.5%36	**352,962.0000**	**60.7605**	**83,393.40**
REMIC DUE 07/25/36	351,095 6500	56.3127	76,880.15
-06A7CB-	1,576.8800	100 0000	613 17
CUSIP· 76113NAG8	102 9500	100 0000	40 03
MOODY'S. Ca S&P. NR	1 9000	100 0000	0 74
FACTOR= 388850266	184.6200	100.0000	71 79
REMAIN PRIN=$137,249 37			
Cost Basis			*77,605 88*
RESIDENTIAL ASSET 6.5%36	**515,000.0000**	**71.8537**	**103,107.43**
REMIC DUE 09/25/36	514,792 7000	70.5000	101,124.21
-06A10-	85 3900	100 0000	23 79
CUSIP 76113LAD9	121 9100	100.0000	33.97
MOODY'S NR S&P NR			
FACTOR= 278633680			
REMAIN PRIN=$143,496.35			
Cost Basis			*101,181.97*

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
RFMSI SER 2006-S 6.25%36 REMIC DUE 08/25/36 -06S7- CUSIP: 74958AAC8 MOODY'S. Caa2 S&P NR FACTOR= 084008219 REMAIN PRIN=$37,803.70	**450,000.0000** 450,000 0000	**91.1241** 88.0000	**34,448.28** 33,267 25
RFMSI SER 2006-S 6.25%36 REMIC DUE 09/25/36 -06S9- CUSIP 749577AA0 MOODY'S· Caa2 S&P. D FACTOR= 475071128 REMAIN PRIN=$346,801.92	**730,000.0000** 730,000 0000	**90.0194** 78.0625	**312,189.01** 270,722.24
RFMSI SER 2006-S10 6%36 REMIC DUE 10/25/36 -06S10- CUSIP 74958DAF5 S&P D FACTOR= 405501345 REMAIN PRIN=$40,550 13	**100,000.0000** 100,000.0000	**89.8398** 80 5000	**36,430.16** 32,642 86

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
RFMSI SER 2007-S2 T 6%37	**235,000.0000**	**88.3058**	**91,785.62**
REMIC DUE 02/25/37	235,000.0000	79.6250	82,762.73
-07S2-			
CUSIP 749583AB6			
MOODY'S NR S&P. D			
FACTOR= .442300642			
REMAIN PRIN=$103,940 65			
RFMSI SER 2007-S2 T 6%37	**350,000.0000**	**88.3058**	**136,701.99**
REMIC DUE 02/25/37	150,000.0000	87.0000	57,720 25
-07S2-	200,000 0000	81 0000	71,652 69
CUSIP: 749583AE0			
MOODY'S· NR S&P D			
FACTOR= 442300642			
REMAIN PRIN=$154,805.22			
Cost Basis			*129,372 94*
RFMSI SER 2007-S4 T 6%37	**525,000.0000**	**89.1796**	**207,735.16**
REMIC DUE 04/25/37	525,000 0000	88 2499	205,569 74
-07S4-			
CALLABLE 09/25/20 AT 100 00000			
CUSIP 74958YAN2			
MOODY'S Caa2 S&P. D			
FACTOR= .443695658			
REMAIN PRIN=$232,940 22			

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
STRUCTURED ADJ 2.5974%35	**2,000,000.0000**	**98.1562**	**144,270.32**
REMIC DUE 12/25/35	2,000,000 0000	73 0000	107,295.66
-0522-			
CUSIP 863579F52			
S&P· NR			
FACTOR= 073490171			
REMAIN PRIN=$146,980 34			
STRUCTURED ASSET 5.11%35	**181,000.0000**	**88.8954**	**135,673.13**
REMIC DUE 07/25/35	180,970.8900	56 5000	86,217 05
-051-	14.4300	100 0000	12.17
CUSIP 86359DKT3	10 2800	100 0000	8 67
MOODY'S Caa3 S&P D	4.1300	100 0000	3.48
FACTOR= 843210479	0.2700	100.0000	0 23
REMAIN PRIN=$152,621 10			
Cost Basis			*86,241 60*
WAMU MTG PASST 2.4311%36	**690,000.0000**	**87.2981**	**34,929.93**
REMIC DUE 10/25/36	690,000 0000	82.3749	32,960 09
-06AR12-			
CUSIP. 93363NAA3			
S&P. D			
FACTOR= 057988757			
REMAIN PRIN=$40,012.24			

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
WAMU MTG PASSTHRU 5.5%35	**135,000.0000**	**94.2696**	**62,368.25**
REMIC DUE 08/25/35 -056- CUSIP. 92922FX94 MOODY'S· Caa2 S&P. D FACTOR= 490070034 REMAIN PRIN=$66,159.45	135,000 0000	87.2600	57,730 80
WAMU MTG SEC CORP 5.5%35	**4,430,000.0000**	**93.0128**	**208,479.91**
REMIC DUE 10/25/35 -058- CUSIP 93934FCM2 MOODY'S Caa2 S&P· D FACTOR= 050596185 REMAIN PRIN=$224,141 10	4,430,000 0000	91 6249	205,369.27
WELLS FARGO MBS 5.75%37	**855,000.0000**	**95.7995**	**234,707.64**
REMIC DUE 03/25/37 -072- CALLABLE 12/25/16 AT 100 00000 CUSIP 94984XAT7 MOODY'S Caa2 FACTOR= 286548320 REMAIN PRIN=$244,998 81	855,000 0000	97 6250	239,180.09

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Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
WELLS FARGO MBS SEC 6%36	**250,000.0000**	**97.5409**	**49,335.37**
REMIC DUE 06/25/36	250,000 0000	73 9999	37,428 57
-067-			
CUSIP· 94982XAE2			
MOODY'S Caa2			
FACTOR= .202316643			
REMAIN PRIN=$50,579.16			
WELLS FARGO MBS SEC 6%37	**330,000.0000**	**96.6623**	**111,695.24**
REMIC DUE 07/25/37	130,000 0000	87 7500	39,944 20
-0710-	200,000.0000	87 4520	61,244 03
CUSIP· 949837BB3			
MOODY'S Caa2 S&P NR			
FACTOR= 350157626			
REMAIN PRIN=$115,552.02			
Cost Basis			*101,188.23*

ATTACHMENT 11A

Investment Detail - Fixed Income (continued)

CMO & Asset Backed Securities (continued)	Par Units Purchased	Market Price Cost Per Unit	Market Value Cost Basis
WELLS FARGO MBS SEC 6%37	**225,000.0000**	**93.3736**	**58,876.68**
REMIC DUE 08/25/37 -0711- CUSIP 94985WAP6 MOODY'S Caa1 FACTOR= 280244217 REMAIN PRIN=$63,054 95	225,000.0000	99 2499	62,582 02

[redacted]

ATTACHMENT 11A

ATTACHMENT 12

FORM 990PF, PART II - OTHER INVESTMENTS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
GREENLIGHT CAPITAL OFFSHORE	2,651,968.	2,651,968.
KENSICO OFFSHORE FUND LTD.	3,005,051.	3,005,051.
PALO ALTO HEALTHCARE OFFSHORE	6,287,219.	6,287,219.
PARK WEST	7,693,050.	7,693,050.
QFR VICTORIA	3,130,564.	3,130,564.
STRUCTURAL CAPITAL INVESTORS	3,048,575.	3,048,575.
ISHARES MORTGAGE REAL		
ISHARES U S PFD ETF	407,925.	407,925.
JP MORGAN EXCH TRADED NT		
INVESTMENT LOAN - MARSHALL	2,300,000.	2,300,000.
INVESTMENT LOAN - ION	2,126,220.	2,126,220.
INVESTMENT LOAN - TRAILS		
INVESTMENT LOAN - SOUTHGATE		
INVESTMENT LOAN - GRATIOT		
INVESTMENT LOAN - R & B		
INVESTMENT LOAN - WYNDHAM		
INVESTMENT LOAN - RIVERWALK	2,539,339.	2,539,339.
INVESTMENT LOAN - AVERY DENNIS	2,289,918.	2,289,918.
INVESTMENT LOAN - DECATUR	2,124,915.	2,124,915.
OTHER - IAM		
CONVERTIBLE NOTE - STRUCTURAL		
LOSS RESERVE ON INVESTMENT LOANS		
APOLLO COML REAL EST	94,765.	94,765.
JP MORGAN CHASE ALERIAN	165,853.	165,853.
PENNYMAC MORTGAGE IN	76,300.	76,300.
TWO HARBORS INVEST	71,280.	71,280.
AMERN CAP AGY CRP	78,030.	78,030.
GMO QUALITY FUND	9,899,338.	9,899,338.
INVESTMENT LOAN - SCOTTDALE CA	7,000,000.	7,000,000.
STRUCTURAL CAPITAL MGT GP	500,000.	500,000.
INVESTMENT LOAN - BURGER KING	1,485,976.	1,485,976.
TOTALS	56,976,286.	56,976,286.

ATTACHMENT 13

FORM 990PF, PART II - OTHER ASSETS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
INTEREST RECEIVABLE	485,049.	485,049.
DIVIDEND RECEIVABLE	10,230.	10,230.
DUE FROM TRIMONT ADVANCE DRAW	306,762.	306,762.
DUE FROM COHEN	19,806.	19,806.
REDEMPTION RECEIVABLE - IAM SLP LTD		
REDEMPTION RECEIVABLE - IAM CREDIT OPP. OFFSHORE		
OTHER RECEIVABLES	1,965.	1,965.
ACCRUED INCOME	6,278.	6,278.
TOTALS	830,090.	830,090.

ATTACHMENT 14

FORM 990PF, PART II - OTHER LIABILITIES

DESCRIPTION	ENDING BOOK VALUE
DEFERRED FEDERAL EXCISE TAXES	195,884.
EXCISE TAX PAYABLE	
DEFERRED REVENUE	115,721.
TENANT IMPROVEMENT RESERVE	
DUE TO CALMWATER	12,041.
DUE TO DECATUR CROSSING	
OTHER LIABILITIES	14,289.
TOTALS	337,935.

ATTACHMENT 15

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

DESCRIPTION		AMOUNT
UNREALIZED LOSS ON INVESTMENTS		10,749,163.
	TOTAL	10,749,163.

ATTACHMENT 16

FORM 990PF, PART VII-B, LINE 5C-EXPENDITURE RESPONSIBILITY STATEMENT

GRANTEE'S NAME: THE MICHELSON FOUND ANIMALS FOUNDATION
GRANTEE'S ADDRESS: P.O. BOX 66370
CITY, STATE & ZIP: LOS ANGELES, CA 90066
GRANT DATE: VAR
GRANT AMOUNT: 9,000,000.
GRANT PURPOSE: BENEFIT OF ANIMALS THROUGH MULTIPLE ANIMAL WELFARE PROGRAMS, INCLUDING THE...SEE ATTACHMENT 16.1
AMOUNT EXPENDED: 9,000,000.
ANY DIVERSION? NO
DATES OF REPORTS: 07/11/2016
VERIFICATION DATE: 07/11/2016
RESULTS OF VERIFICATION:
VERIFICATION CONFIRMED THAT $9,000,000 WAS SPENT TOWARD THE GRANT PURPOSE WITH NO DIVERSION.

Michelson Medical Research Foundation, Inc. 95-4551615
Supplement to Part VII-B, Line 5c

Michelson Prize and Grants in Reproductive Biology, the microchipping program, the adoption program, the spay/neuter program and others, towards The Michelson Found Animals Foundation, Inc 's purpose of reducing euthanasia rates in Los Angeles area animal shelters.

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

ATTACHMENT 17

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
GARY KARLIN MICHELSON, M.D. 11755 WILSHIRE BLVD., SUITE 1400 LOS ANGELES, CA 90025	DIRECTOR, PRESIDENT	0.	0.	0.
DAVID COHEN 11755 WILSHIRE BLVD., SUITE 1400 LOS ANGELES, CA 90025	SECRETARY/CFO	0.	0.	0.
	GRAND TOTALS	0.	0.	0.

990PF, PART VIII- COMPENSATION OF THE FIVE HIGHEST PAID PROFESSIONALS

ATTACHMENT 18

NAME AND ADDRESS	TYPE OF SERVICE	COMPENSATION
CHARLES SCHWAB & CO., INC. 211 MAIN STREET SAN FRANCISCO, CA 94105	INVESTMENT MGMT	68,446.
HOLTHOUSE CARLIN & VAN TRIGT 3011 TOWNSGATE RD, SUITE 400 WESTLAKE VILLAGE, CA 91361	ACCOUNTING	80,417.
TRIMONT REAL ESTATE ADVISORS 3030 OLD RANCH PARKWAY, SUITE 350 SEAL BEACH, CA 90740	LOAN SERVICES	62,758.
TOTAL COMPENSATION		211,621.

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

ATTACHMENT 19

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
THE MICHELSON FOUND ANIMALS FOUNDATION, INC P O BOX 66370 LOS ANGELES, CA 90066	SAME SUBSTANTIAL CONTRIBUTOR PF	BENEFIT OF ANIMALS THROUGH MULTIPLE ANIMAL WELFARE PROGRAMS, INCLUDING THE MICHELSON PRIZE AND GRANTS IN REPRODUCTIVE BIOLOGY, THE MICROCHIPPING PROGRAM, ADOPTION PROGRAMS, SPAY/NEUTER PROGRAMS AND OTHERS TOWARD THE MICHELSON FOUND ANIMALS FOUNDATION, INC 'S PURPOSE OF REDUCING EUTHANASIA RATES IN LOS ANGELES AREA ANIMAL SHELTERS	9,000,000
UNIVERSITY OF PENNSYLVANIA 3451 WALNUT STREET PHILADELPHIA, PA 19104	NONE PC	TO SUPPORT THE 2015 WHARTON BUSINESS PLAN COMPETITION AND THE MICHELSON'S PEOPLE CHOICE AWARD	150,000
PARALYZED VETERANS OF AMERICA 801 18TH STREET NW WASHINGTON, DC 20006	NONE PC	TO SUPPORT THE YALE PROJECT - GLIAL SCARRING IN CNS INJURY	99,302
RYOT FOUNDATION 2712 GRANVIA PLACE THOUSAND OAKS, CA 91360	NONE PC	GENERAL SUPPORT	10,000
PHYSICIANS COMMITTEE FOR RESPONSIBLE MED 5100 WISCONSIN AVENUE, NW #400 WASHINGTON, DC 20016	NONE PC	TO SUPPORT THE STOP THE ANIMAL DRAFT CAMPAIGN.	1,000
BRENTWOOD SCHOOL 100 S BARRINGTON PLACE LOS ANGELES, CA 90049	NONE PC	GENERAL SUPPORT.	15,000
		TOTAL CONTRIBUTIONS PAID	9,275,302

FORM 990-PF, PART XVI-A - ANALYSIS OF OTHER REVENUE

ATTACHMENT 20

DESCRIPTION	BUSINESS CODE	AMOUNT	EXCLUSION CODE	AMOUNT	RELATED OR EXEMPT FUNCTION INCOME
OTHER INCOME			14	775,678.	
OID AMORTIZATION			14	570,956.	
REVERSAL OF LOAN LOSS RESERVE			01	482,412.	
STATE TAX REFUND			01	12,590.	
TOTALS				1,841,636.	

FEDERAL FOOTNOTES

FORM 990-PF, PART VII-A, LINE 11 - CONTROLLED ENTITY STATEMENT

CONTROLLED ENTITY'S NAME:	IAM SLP LTD
CONTROLLED ENTITY'S ADDRESS:	11755 WILSHIRE BLVD, STE 1400
CITY, STATE & ZIP:	LOS ANGELES, CA 90025
EIN:	N/A
EXCESS BUSINESS HOLDING?	NO
DESCRIPTION OF TRANSFER:	CASH DISTRIBUTION
AMOUNT OF TRANSFER:	$553,741

CONTROLLED ENTITY'S NAME:	IAM CREDIT OPPORTUNITIES OFFSHORE FUND
CONTROLLED ENTITY'S ADDRESS:	P.O. BOX 309, UGLAND HOUSE KY1-1104
CITY, STATE & ZIP:	
FOREIGN PROVINCE:	GRAND CAYMAN
FOREIGN COUNTRY:	CAYMAN ISLANDS
EIN:	N/A
EXCESS BUSINESS HOLDING?	NO
DESCRIPTION OF TRANSFER:	CASH DISTRIBUTION
AMOUNT OF TRANSFER:	$21,499,055