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

2016

Open to Public Inspection

For calendar year 2016 or tax year beginning , 2016, and ending , 20

Name of foundation: THE ARROWHEAD FOUNDATION, INC.

A Employer identification number: 81-1772880

Number and street (or P O box number if mail is not delivered to street address): PO BOX 6431

Room/suite:

B Telephone number (see instructions): ( ) -

City or town, state or province, country, and ZIP or foreign postal code: SNOWMASS VILLAGE, CO 81615

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)* ▶ $ 5,044,444.

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) (see instructions))*

	Line	Description	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc, received (attach schedule)				
	2	Check ▶ ☐ if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments				
	4	Dividends and interest from securities	50,370.	50,370.	50,370.	ATCH 1
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	67,022.			
	b	Gross sales price for all assets on line 6a 5,592,102.				
	7	Capital gain net income (from Part IV, line 2)		67,022.		
	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 2	14,096.	14,096.	14,096.	
	12	**Total.** Add lines 1 through 11	131,488.	131,488.	64,466.	
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)	11,169.			
	b	Accounting fees (attach schedule)	6,000.			
	c	Other professional fees (attach schedule)				
	17	Interest ATCH 3	315.			
	18	Taxes (attach schedule) (see instructions)[4]	13,883.			
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule) ATCH 5	44,200.			
	24	**Total operating and administrative expenses.** Add lines 13 through 23	75,567.			
	25	Contributions, gifts, grants paid	92,770.			92,770.
	26	**Total expenses and disbursements.** Add lines 24 and 25	168,337.	0.	0.	92,770.
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-36,849.			
	b	**Net investment income** (if negative, enter -0-)		131,488.		
	c	**Adjusted net income** (if negative, enter -0-)			64,466.	

RECEIVED
AUG 0 4 2017
OGDEN, UT
B019 IRS-OSC

SCANNED AUG 0 8 2017

For Paperwork Reduction Act Notice, see instructions.

Part II Balance Sheets

		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing	97,182.	391,768.	391,768.
	2	Savings and temporary cash investments	288,121.	1,542,470.	1,542,470.
	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			
	10a	Investments - U S and state government obligations (attach schedule)			
	b	Investments - corporate stock (attach schedule) ATCH 6	2,617,923.	2,138,343.	2,842,238.
	c	Investments - corporate bonds (attach schedule)			
	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	12	Investments - mortgage loans			
	13	Investments - other (attach schedule)			
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶ ATCH 7)	1,190,160.	300,444.	267,968.
	16	Total assets (to be completed by all filers - see the instructions Also, see page 1, item I)	4,193,386.	4,373,025.	5,044,444.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances		Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ X			
	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	4,193,386.	4,373,025.	
	30	Total net assets or fund balances (see instructions)	4,193,386.	4,373,025.	
	31	Total liabilities and net assets/fund balances (see instructions)	4,193,386.	4,373,025.	

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	4,193,386.
2	Enter amount from Part I, line 27a	2	-36,849.
3	Other increases not included in line 2 (itemize) ▶ ATCH 8	3	216,633.
4	Add lines 1, 2, and 3	4	4,373,170.
5	Decreases not included in line 2 (itemize) ▶ ATCH 9	5	145.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	4,373,025.

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)
1 a	SEE PART IV SCHEDULE			
b				
c				
d				
e				

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

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

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				
b				
c				
d				
e				

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7 }	2	67,022.
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))
2015	61,180.	3,266,661.	0.018729
2014	188,782.	3,781,765.	0.049919
2013	223,450.	2,688,178.	0.083123
2012	248,589.	1,706,448.	0.145676
2011	172,279.	1,776,163.	0.096995

2	**Total** of line 1, column (d)	2	0.394442
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	0.078888
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	4,410,315.
5	Multiply line 4 by line 3	5	347,921.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,315.
7	Add lines 5 and 6	7	349,236.
8	Enter qualifying distributions from Part XII, line 4	8	92,770.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter ______ (attach copy of letter if necessary - see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b	1	2,630.
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	2,630.
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	2,630.
6	Credits/Payments		
a	2016 estimated tax payments and 2015 overpayment credited to 2016 — 6a: 6,600.		
b	Exempt foreign organizations - tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c: 3,000.		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments Add lines 6a through 6d	7	9,600.
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	6,970.
11	Enter the amount of line 10 to be **Credited to 2017 estimated tax** ▶ 2,800. **Refunded** ▶	11	4,170.

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		X
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) ▶ ______			
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 2016 or the taxable year beginning in 2016 (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		
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		
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 ▶ THOMAS E. O'CONNOR Telephone no ▶ 970 922 0118

Located at ▶ PO BOX 6431 SNOWMASS VILLAGE, CO ZIP+4 ▶ 81615

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 2016, 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		
	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		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 2016?		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 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016?	☐ Yes ☒ No			
	If "Yes," list the years ▶ ____, ____, ____, ____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions)		2b		X
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ ____, ____, ____, ____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2016 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 2016)*		3b		X
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 2016?		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)? . . . **5b** No: 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? . . . ☐ 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** No: X

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? . . ☐ Yes ☐ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? . . . **7b** No: X

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 10		0.	0.	0.

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

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

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

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

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

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		0.
Total number of others receiving over $50,000 for professional services ▶		

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 NONE	
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	3,053,605.
b	Average of monthly cash balances	1b	1,423,872.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	4,477,477.
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	4,477,477.
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	67,162.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	4,410,315.
6	**Minimum investment return.** Enter 5% of line 5	6	220,516.

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	220,516.
2a	Tax on investment income for 2016 from Part VI, line 5	2a	2,630.		
b	Income tax for 2016 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	2,630.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	217,886.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	217,886.
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	217,886.

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	92,770.
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	92,770.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	92,770.

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 2015	(c) 2015	(d) 2016
1 Distributable amount for 2016 from Part XI, line 7					217,886.
2 Undistributed income, if any, as of the end of 2016					
a Enter amount for 2015 only					
b Total for prior years 20 14 ,20 13 ,20 12					
3 Excess distributions carryover, if any, to 2016					
a From 2011	23,787.				
b From 2012	170,049.				
c From 2013	112,423.				
d From 2014	6,198.				
e From 2015					
f **Total** of lines 3a through e		312,457.			
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ $ 92,770.					
a Applied to 2015, 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 2016 distributable amount					92,770.
e Remaining amount distributed out of corpus					
5 Excess distributions carryover applied to 2016 *(If an amount appears in column (d), the same amount must be shown in column (a).)*		125,116.			125,116.
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		187,341.			
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 2015 Subtract line 4a from line 2a Taxable amount - see instructions					
f Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2017					
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 2011 not applied on line 5 or line 7 (see instructions)					
9 **Excess distributions carryover to 2017.** Subtract lines 7 and 8 from line 6a		187,341.			
10 Analysis of line 9					
a Excess from 2012	68,720.				
b Excess from 2013	112,423.				
c Excess from 2014	6,198.				
d Excess from 2015					
e Excess from 2016					

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 2016, 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) 2016	(b) 2015	(c) 2014	(d) 2013	(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))

THOMAS E. O'CONNOR

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*				
SEE ATTACHED LIST				92,770.
Total . . . . ▶ **3a**				92,770.
b *Approved for future payment*				
Total . . . . ▶ **3b**				

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 (See instructions)
	(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	50,370.	
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	14,096.	
8 Gain or (loss) from sales of assets other than inventory			18	67,022.	
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)				131,488.	

13 Total. Add line 12, columns (b), (d), and (e) . . . 13 131,488.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

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

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

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

b If "Yes," complete the following schedule

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

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

THOMAS E. O'CONNOR | 07/30/2017 | DIRECTOR

Thomas O'Connor President

Signature of officer or trustee | Date | Title

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Stewart J. Martin	S. Martin	7/20/17		P00322869

Firm's name ▶ MARTIN AND SELLINGER & CO | Firm's EIN ▶ 13-3980911

Firm's address ▶ 225 BROADWAY-SUITE 1501 NEW YORK, NY 10007 | Phone no 212-406-3900

ARROWHEAD FOUNDATION		
CONTRIBUTIONS GIFTS GRANTS PAID		
FOR THE PERIOD ENDED DECEMBER 31, 2016		
Date	Payee	Amount
1/24/16	THEATER MASTERS	1000.00
1/24/16	WNET	1500.00
1/24/16	NOTRE DAME ACADEMY	2500.00
1/24/16	COLORADO PUBLIC RADIO	1350.00
1/28/16	ASPEN MUSIC FESTIVAL AND SCHOOL	39000.00
2/25/16	METROPOLITAN MUSEUM OF ART	1500.00
3/10/16	WINTER SPORTS CLINIC	2000.00
4/5/16	ANDERSON RANCH ARTS CENTER	3000.00
4/5/16	ANDERSON RANCH ARTS CENTER	3000.00
4/8/16	ASPEN MUSIC FESTIVAL AND SCHOOL	12000.00
4/14/16	LIBERATION PROGRAMS	800.00
4/22/16	ASPEN SANTA FE BALLET	2500.00
6/4/16	ASPEN COMMUNITY FOUNDATION	1000.00
6/22/16	MOMA	360.00
7/24/16	ASPEN MUSIC FESTIVAL AND SCHOOL	1500.00
8/21/16	CORNELL UNIVERSITY GLEE CLUB	5000.00
9/27/16	CRISTO RAY NETWORK	1000.00
10/3/16	MORGAN LIBRARY	100.00
10/3/16	INTERNATIONAL CENTER OF PHOTOGRAPHY	85.00
10/13/16	FRIENDS OF SELLECK'S WOODS	100.00
10/13/16	ASPEN PUBLIC RADIO	1000.00
10/13/16	ASPEN INSTITUTE	3500.00
11/12/16	WAYPOINT ADVENTURES	225.00
12/1/16	ASPEN HOSPITAL MEDICAL FOUNDATION	2500.00
12/13/16	DARIEN COMMUNITY FOUNDATION	6000.00
12/30/16	FRICK COLLECTION	250.00
	TOTAL:	92770.00

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					3,225.	
		THRU RAYMOND JAMES 4820 PG7					11/14/2016	12/01/2016
631,875.		588,663.					43,212.	
		THRU RAYMOND JAMES 4820 PG7-8					07/07/2015	12/30/2016
533,117.		576,808.					-43,691.	
		THRU BLACKSTONE					01/02/2015	12/31/2016
		3.					-3.	
		THRU BLACKSTONE					01/02/2016	12/31/2016
		2.					-2.	
		THRU RAYMOND JAMES 7234 PG9-14					06/20/2016	06/29/2016
3,196,345.		3,157,111.					39,234.	
		THRU BLACKSTONE					01/02/2015	12/31/2016
1,700.							1,700.	
		THRU RAYMOND JAMES 7173 PG 4-6					05/06/2016	07/22/2016
1,212,649.		1,202,462.					10,187.	
		THRU AG CAPITAL					01/02/2016	12/31/2016
7,377.							7,377.	
		THRU AG CAPITAL					01/02/2015	12/31/2016
5,814.							5,814.	
		THRU BLACKSTONE					01/02/2016	12/31/2016
		31.					-31.	
TOTAL GAIN(LOSS)							67,022.	

ATTACHMENT 1

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

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME
THRU RAYMOND JAMES 234	5,899.	5,899.	5,899.
THRU BLACKSTONE	287.	287.	287.
THRU BLACKSTONE	1,302.	1,302.	1,302.
THRU RAYMOND JAMES 234	26.	26.	26.
THRU RAYMOND JAMES 820	28,456.	28,456.	28,456.
THRU RAYMOND JAMES 820	533.	533.	533.
THRU RAYMOND JAMES 173	730.	730.	730.
THRU RAYMOND JAMES 173	138.	138.	138.
THRU AG CAPITAL RECOVERY PTNS VIII	1,567.	1,567.	1,567.
THRU AG CAPITAL RECOVERY PTNS VIII	11,432.	11,432.	11,432.
TOTAL	50,370.	50,370.	50,370.

ATTACHMENT 2

FORM 990PF, PART I - OTHER INCOME

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME
THRU BLACKSTONE	1,824.	1,824.	1,824.
THRU AG CAPITAL RECOVERY PTNS	6,459.	6,459.	6,459.
THRU RAYMOND JAMES	5,813.	5,813.	5,813.
TOTALS	14,096.	14,096.	14,096.

ATTACHMENT 3

FORM 990PF, PART I - INTEREST EXPENSE

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS
THRU BLACKSTONE GROUP	80.
THRU AG CAPITAL RECOVERY	235.
TOTALS	315.

ATTACHMENT 4

FORM 990PF, PART I - TAXES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS
FOREIGN TAXES PAID	1,029.
FOREIGN TAXES PAID	8.
FEDERAL TAXES	6,600.
FEDERAL TAXES	6,246.
TOTALS	13,883.

ATTACHMENT 5

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS
RAYMOND JAMES FEES	3,492.
THRU BLACKSTONE	107.
RAYMOND JAMES FEES	3,192.
RAYMOND JAMES FEES	31,320.
THRU AG CAPITAL RECOVERY	5,523.
FEES	566.
TOTALS	44,200.

ATTACHMENT 6

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
SEE ATTACHED SCHEDULE PG 1	1,606,744.	2,322,154.
SEE ATTACHED SCHEDULE PG 2	351,243.	368,464.
SEE ATTACHED SCHEDULE PG 3	180,356.	151,620.
TOTALS	2,138,343.	2,842,238.

ATTACHMENT 7

FORM 990PF, PART II - OTHER ASSETS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
DUE FROM EASTSIDE CAPITAL INVESTMENT IN AG CAPITAL	300,444.	267,968.
TOTALS	300,444.	267,968.

ATTACHMENT 8

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

DESCRIPTION		AMOUNT
BOOK TO TAX ADJUSTMENT		216,633.
	TOTAL	216,633.

ATTACHMENT 9

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

DESCRIPTION		AMOUNT
NONDEDUCTIBLE EXPENSES		145.
	TOTAL	145.

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

ATTACHMENT 10

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
THOMAS E. O'CONNOR PO BOX 6431 SNOWMASS VILLAGE, CO 81615	DIR/PRES	0.	0.	0.
JANET M. O'CONNOR PO BOX 6431 SNOWMASS VILLAGE, CO 81615	DIR/SEC	0.	0.	0.
CHRISTOPHER E O'CONNOR C/O RAYMOND JAMES FINANCIAL SERVICE ASPEN, CO 81611	DIRECTOR	0.	0.	0.
	GRAND TOTALS	0.	0.	0.

The Arrowhead Foundation Inc
Account Number: 50444820
For the Year Ended 12/31/2016

RAYMOND JAMES

DESCRIPTION	*# OF SHARES*		*COST BASIS*		*ENDING FMV*
EQUITIES					
STOCKS					
APPLE INC	2,100		28,836		243,222
BERKSHIRE HATHAWAY	900		76,311		146,682
VISA INCORPORATED	2,000		42,805		156,040
Subtotal			**147,952**		**545,944**
MUTUAL FUNDS & EXCHANGE FUNDS & EXCHANGED TRADED NOTES					
DREYFUS SMALL COMPANY VALUE FUND	2,894		64,586		96,269
FIRST TRUST NYSE ARCA BIOTECH	1,200		152,448		109,056
FIRST TRUST HEALTH CARE	2,000		128,860		114,600
INTEGRITY WILLISTON BASIN	19,092		108,172		113,215
OPPENHEIMER INTERNATIONAL SMALL CO	6,419		78,922		235,740
MATTHEWS CHINA DIVID FD	14,014		183,955		197,460
ISHARES TR DJ SEL DIV INX	2,000		63,339		177,140
OAKMARK GLOBAL SELECT FUND	8051		109,962		135,339
UBS AG JERSEY E TRACS	3,100		129,851		88,071
PROSHARES ULTRA SHORT	2,000		95,020		81,640
POWERSHARES ETF DYNAMIC	3,000		124,830		151,380
GLOBAL X FUNDS GLOBAL X	3,000		63,300		64,860
WISDOM TREE TRUST	1,800		105,928		103,320
TOTAL MUTUAL FUNDS & EXCHANGE FUNDS & EXCHANGE TRADED NOTES			**1,409,173**		**1,668,090**
REITS					
BLACKSTONE GROUP	4,000		49,619		108,120
TOTAL REITS			**49,619**		**108,120**
GRAND TOTAL			**1,606,744**		**2,322,154**

The Arrowhead Foundation Inc

Account Number: 29947234

For the Year Ended 12/31/2016

RAYMOND JAMES

DESCRIPTION	*# OF SHARES*		*COST BASIS*		*ENDING FMV*
EQUITIES					
STOCKS					
AMERICAN AIRLINES GROUP	764		34,958		35,671
BANK OF AMERICA CORPORATION	1,604		34,967		35,448
CSX	1,182		36,473		42,469
FMC TECH	1,105		35,459		39,261
GOLDMAN SACHS GROUP	153		35,006		36,636
MARRIOTT INTERNATIONAL	397		33,961		32,824
MICRON TECH	1,457		33,948		31,937
PRUDENTIAL FINANCIAL INC	420		35,448		43,705
SLM CORPORATION	3,250		35,033		35,815
TRANSOCEAN LIMITED	2,354		35,990		34,698
TOTAL EQUITIES			**351,243**		**368,464**
GRAND TOTAL			351,243		368,464

2

The Arrowhead Foundation Inc

Account Number: 29947173

For the Year Ended 12/31/2016

RAYMOND JAMES

DESCRIPTION	*# OF SHARES*		*COST BASIS*		*ENDING FMV*
EXCHANGE-TRADED FUNDS					
PROSHARES ULTRASHORT STP 500	5,600		95,335		84,616
PROSHARES ULTRASHORT QQQ	2,800		85,021		67,004
TOTAL EQUITIES			**180,356**		**151,620**

RAYMOND JAMES®

Realized Capital Gains & Losses ○

Short Term

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
CIGNA CORPORATION (CI)	500 000	07/23/2015	$78,670 00	07/12/2016	$64,162 70	(18 44)%	$(14,507 30)
CURRENCYSHARES BRITISH POUND STERLING TRUST (FXB)	800 000	07/12/2016	$103,068 48	07/14/2016	$104,184 12	1 08%	$1,115 64
ALIBABA GROUP HLDG LIMITED SPONSORED ADS (CAYMAN ISLANDS) (BABA)	1,500 000	10/27/2015	$119,505 00	07/20/2016	$126,784 73	6 09%	$7,279 73
NXP SEMICONDUCTORS N V (NETHERLANDS) (NXPI)	1,000 000	10/30/2015	$77,429 90	09/30/2016	$104,068 33	34 40%	$26,638 43
JPMORGAN CHASE & COMPANY (JPM)	1,000 000	01/11/2016	$58,410 00	11/10/2016	$75,678 35	29 56%	$17,268 35
JPMORGAN CHASE & COMPANY (JPM)	1,000 000	11/09/2016	$72,735 00	11/10/2016	$75,328 45	3 56%	$2,593 45
JPMORGAN CHASE & COMPANY (JPM)	1,000 000	11/14/2016	$78,845 00	12/01/2016	$81,668 31	3 58%	$2,823 31
Net Short-Term Gain / Loss Total			$588,663 38		$631,874 99	7 34%	$43,211 61

Long Term

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
HENDERSON EUROPEAN FOCUS FUND CLASS I N/L (HFEIX)	209 085	VARIOUS	$6,073 81	07/12/2016	$6,582 00	8 36%	$508 19
HENDERSON EUROPEAN FOCUS FUND CLASS I N/L (HFEIX)	2,098 196	11/03/2009	$50,000 00	07/12/2016	$66,051 21	32 10%	$16,051 21
HENDERSON EUROPEAN FOCUS FUND CLASS I N/L (HFEIX)	1,441.338	01/28/2014	$50,000 00	07/12/2016	$45,373 32	(9 25)%	$(4,626 68)
WISDOMTREE TR EUROPE HEDGED SMALLCAP EQUITY FD (EUSC)	4,000 000	03/26/2015	$102,516 00	07/12/2016	$93,969 15	(8 33)%	$(8,546 85)
JPMORGAN CHASE & COMPANY (JPM)	1,000 000	01/23/2014	$56,320 00	11/09/2016	$73,308 50	30 16%	$16,988 50
FIRST TRUST NYSE ARCA BIOTECHNOLOGY INDEX FUND (FBT)	1,200 000	06/22/2015	$152,448 00	12/30/2016	$108,920 42	(28.55)%	$(43,527.58)
FIRST TRUST HEALTH CARE ALPHADEX FD ETF (FXH)	1,000 000	09/08/2015	$64,429 90	12/30/2016	$57,273 35	(11 10)%	$(7,156 55)

7

RAYMOND JAMES®

Realized Capital Gains & Losses (continued)

Long Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
PROSHARES ULTRASHORT 20+ YEAR TREASURY (TBT)	2,000 000	07/07/2015	$95,020 00	12/30/2016	$81,639 42	(14 08)%	$(13,380 58)
Net Long-Term Gain / Loss Total			$576,807 71		$533,117 37	(7 57)%	$(43,690 34)

Summary of Gains & Losses

	Year To Date
Short-Term Gain	$57,718 91
Short-Term Loss	$(14,507 30)
Long-Term Gain	$33,547 90
Long-Term Loss	$(77,238 24)
Net Gain / Loss Total	$(478.73)

8

RAYMOND JAMES®

Your Activity (continued)

Arrowhead Kaufman Trend Account No 29947234

Realized Capital Gains & Losses

Short Term

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
FACEBOOK INCORPORATED CLASS A (FB)	313 000	10/19/2015	$30,423 60	01/04/2016	$31,925 41	4 93%	$1,501 81
NETFLIX INCORPORATED (NFLX)	258 000	11/23/2015	$32,022 96	01/04/2016	$28,113 74	(12 20)%	$(3,909 22)
VALERO ENERGY CORPORATION NEW (VLO)	460 000	12/22/2015	$32,946 58	01/04/2016	$32,424 80	(1 58)%	$(521.78)
ALPHABET INCORPORATED CAP STK CLASS A (GOOGL)	45 000	12/07/2015	$34,881 30	01/11/2016	$32,984 39	(5 43)%	$(1,896 91)
AMAZON COM INCORPORATED (AMZN)	58 000	10/05/2015	$31,194 71	01/11/2016	$35,785 34	14 71%	$4,590 63
MATTEL INCORPORATED (MAT)	1,350 000	01/11/2016	$36,024 75	01/19/2016	$33,546 88	(6 87)%	$(2,477 87)
NETFLIX INCORPORATED (NFLX)	291 000	01/11/2016	$32,862 60	01/19/2016	$31,369 25	(4 54)%	$(1,493 35)

9

RAYMOND JAMES®

Your Activity (continued)

Arrowhead Kaufman Trend Account No. 29947234

Realized Capital Gains & Losses (continued) °

Short Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
NORTHROP GRUMMAN CORPORATION (NOC)	175 000	10/19/2015	$30,460 50	01/19/2016	$32,694 64	7 33%	$2,234.14
RAYTHEON COMPANY COM NEW (RTN)	250 000	12/14/2015	$31,675 58	01/19/2016	$30,381 94	(4 08)%	$(1,293 64)
KELLOGG COMPANY (K)	437 000	01/19/2016	$31,214 91	01/25/2016	$31,224 08	0 02%	$9 17
KEURIG GREEN MTN INCORPORATED (GMCROLDDD)	344 000	01/19/2016	$31,000 08	01/25/2016	$30,715 19	(0 91)%	$(284 89)
REYNOLDS AMERICAN INCORPORATED (RAI)	682 000	01/04/2016	$30,962 32	01/25/2016	$31,794 25	2 68%	$831 93
MCDONALDS CORPORATION (MCD)	284 000	10/26/2015	$32,007 65	02/08/2016	$32,375 40	1 14%	$367 75
PUBLIC STORAGE REIT (PSA)	93 000	08/24/2015	$19,326 33	02/08/2016	$21,919 70	13 41%	$2,593 37
PUBLIC STORAGE REIT (PSA)	45 000	08/24/2015	$9,269 51	02/08/2016	$10,606 30	14 42%	$1,336 79
EXELON CORPORATION (EXC)	985 000	02/08/2016	$32,268 60	02/16/2016	$30,327 48	(6 01)%	$(1,941 12)
KELLOGG COMPANY (K)	408 000	02/16/2016	$30,298 08	03/15/2016	$30,744 16	1.47%	$446 08
DTE ENERGY COMPANY (DTE)	388 000	01/25/2016	$31,525 00	03/21/2016	$34,434 24	9 22%	$2,909 24
ALTRIA GROUP INCORPORATED (MO)	524 000	01/04/2016	$29,999 00	03/28/2016	$31,978 92	6 59%	$1,979 92
FACEBOOK INCORPORATED CLASS A (FB)	306 000	03/21/2016	$34,090 39	03/28/2016	$34,721 06	1 84%	$630 67
REYNOLDS AMERICAN INCORPORATED (RAI)	659 000	02/02/2016	$32,486 20	03/28/2016	$32,995 41	1.56%	$509 21
AMERICAN ELEC PWR INCORPORATED (AEP)	520 000	01/04/2016	$29,978 42	04/04/2016	$34,875 63	16 33%	$4,897 21
EXELON CORPORATION (EXC)	940 000	03/28/2016	$33,020 60	04/04/2016	$33,547.86	1 59%	$527 26
NEXTERA ENERGY INCORPORATED (NEE)	294 000	01/19/2016	$31,410 96	04/04/2016	$34,994 05	11 40%	$3,583 09
PG&E CORPORATION (PCG)	580 000	02/08/2016	$32,464 57	04/04/2016	$34,793 44	7 17%	$2,328 87
MATTEL INCORPORATED (MAT)	1,164 000	01/25/2016	$31,486 20	04/11/2016	$37,631 29	19 51%	$6,145 09
ENTERGY CORPORATION NEW (ETR)	450 000	02/08/2016	$32,773.50	04/18/2016	$34,109 25	4 07%	$1,335 75
REYNOLDS AMERICAN INCORPORATED (RAI)	683 000	04/04/2016	$34,327 58	04/18/2016	$33,309 18	(2 96)%	$(1,018 40)
ALTRIA GROUP INCORPORATED (MO)	545 000	04/04/2016	$34,351 35	04/25/2016	$32,971 78	(4 01)%	$(1,379 57)
FACEBOOK INCORPORATED CLASS A (FB)	301 000	04/04/2016	$34,344 10	04/25/2016	$33,106 26	(3 60)%	$(1,237 84)

10

Realized Capital Gains & Losses (continued)

Short Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
KIMBERLY CLARK CORPORATION (KMB)	240 000	01/04/2016	$30,007 20	04/25/2016	$30,145 74	0 46%	$138.54
PUBLIC STORAGE REIT (PSA)	125 000	04/04/2016	$34,425 00	04/25/2016	$31,815 55	(7 58)%	$(2,609 45)
CONAGRA BRANDS INCORPORATED (CAG)	740 000	04/18/2016	$33,743 26	05/02/2016	$33,018 08	(2 14)%	$(725 18)
HAWAIIAN HOLDINGS INCORPORATED (HA)	718 000	04/22/2016	$31,972 54	05/02/2016	$30,191 24	(5 57)%	$(1,781 30)
HESS CORPORATION (HES)	529 000	04/25/2016	$32,961 94	05/02/2016	$31,506 55	(4 41)%	$(1,455 39)
BLACKROCK INCORPORATED (BLK)	91 000	04/25/2016	$32,964 75	05/25/2016	$33,126 00	0 48%	$161 25
ILLINOIS TOOL WKS INCORPORATED (ITW)	317 000	04/25/2016	$33,015 55	05/25/2016	$33,387 93	1 12%	$372 38
MCDONALDS CORPORATION (MCD)	293 000	04/13/2016	$36,963 71	05/25/2016	$36,157 46	(2 18)%	$(806 25)
UNITEDHEALTH GROUP INCORPORATED (UNH)	248 000	04/25/2016	$33,046 00	05/25/2016	$33,126 37	0 24%	$80 37
CHEVRON CORPORATION NEW (CVX)	332 000	05/31/2016	$33,764 40	06/06/2016	$33,679 00	(0 25)%	$(85 40)
PIONEER NAT RES COMPANY (PXD)	191 000	05/02/2016	$31,400 40	06/06/2016	$30,870 65	(1 68)%	$(529 75)
BECTON DICKINSON & COMPANY (BDX)	203 000	05/31/2016	$33,653 34	06/13/2016	$34,495 03	2 50%	$841 69
RELIANCE STEEL & ALUMINUM COMPANY (RS)	483 000	03/28/2016	$32,964 70	06/17/2016	$36,968 06	12 14%	$4,003 36
ARCELORMITTAL SA LUXEMBOURG NY REGISTRY SH (LUXEMBOURG) (MT)	6,214 000	06/07/2016	$32,993 85	06/20/2016	$32,749 55	(0 74)%	$(244 30)
DARLING INGREDIENTS INCORPORATED (DAR)	2,500 000	04/18/2016	$34,197 00	06/20/2016	$38,374 16	12 21%	$4,177 16
FACEBOOK INCORPORATED CLASS A (FB)	269 000	05/02/2016	$31,521 29	06/20/2016	$30,654 57	(2 74)%	$(866 72)
HALLIBURTON COMPANY (HAL)	795 000	05/31/2016	$33,477 45	06/21/2016	$35,584 69	6 29%	$2,107 24
WILLIAMS COMPANIES INCORPORATED DEL (WMB)	1,533 000	06/20/2016	$34,395 46	06/29/2016	$32,044 06	(6 83)%	$(2,351 40)
LOCKHEED MARTIN CORPORATION (LMT)	142 000	05/31/2016	$33,885 46	07/05/2016	$35,328 82	4 25%	$1,443 36
PG&E CORPORATION (PCG)	558 000	06/20/2016	$35,020 02	07/05/2016	$35,694 48	1 92%	$674 46
AMAZON COM INCORPORATED (AMZN)	47 000	05/02/2016	$31,160 53	07/11/2016	$35,249 23	13 12%	$4,088 70
DTE ENERGY COMPANY (DTE)	367 000	06/20/2016	$34,431 57	07/11/2016	$36,240 45	5 25%	$1,808 88

RAYMOND JAMES®

Realized Capital Gains & Losses (continued)

Short Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
MARATHON OIL CORPORATION (MRO)	2,355 000	07/05/2016	$35,489 85	07/18/2016	$35,528 87	0 10%	$39 02
NEXTERA ENERGY INCORPORATED (NEE)	281 000	06/20/2016	$34,921 56	07/18/2016	$36,061 06	3 26%	$1,139.50
HALLIBURTON COMPANY (HAL)	792 000	07/11/2016	$35,980 56	07/25/2016	$34,403 72	(4 38)%	$(1,576 84)
RELIANCE STEEL & ALUMINUM COMPANY (RS)	427 000	07/18/2016	$35,479 00	07/25/2016	$32,558 04	(8 23)%	$(2,920 96)
NEXTERA ENERGY INCORPORATED (NEE)	270 000	07/25/2016	$34,848 90	08/03/2016	$34,659 14	(0 54)%	$(189 76)
ARCELORMITTAL SA LUXEMBOURG NY REGISTRY SH (LUXEMBOURG) (MT)	6,419 000	07/19/2016	$35,497 07	08/04/2016	$39,859 19	12 28%	$4,362 12
REYNOLDS AMERICAN INCORPORATED (RAI)	658 000	06/13/2016	$33,512 01	08/04/2016	$32,572 39	(2 80)%	$(939 62)
ALTRIA GROUP INCORPORATED (MO)	512 000	06/13/2016	$33,464 27	08/08/2016	$33,949 97	1 45%	$485 70
CATERPILLAR INCORPORATED DEL (CAT)	394 000	08/03/2016	$31,973 10	08/08/2016	$32,701 28	2 27%	$728 18
JOHNSON & JOHNSON (JNJ)	282 000	08/04/2016	$34,905 90	08/08/2016	$34,919 29	0 03%	$13 39
PAYCHEX INCORPORATED (PAYX)	568 000	07/11/2016	$34,949 04	08/15/2016	$34,090 61	(2 45)%	$(858 43)
SPECTRA ENERGY CORPORATION (SE)	995 000	06/06/2016	$32,612 82	08/15/2016	$36,247 05	11 14%	$3,634 23
LOCKHEED MARTIN CORPORATION (LMT)	136 000	07/25/2016	$34,825 52	08/22/2016	$34,593 56	(0 66)%	$(231 96)
PENNEY J C INCORPORATED (JCP)	3,383 000	08/15/2016	$35,927 46	08/22/2016	$34,336 70	(4 42)%	$(1,590 76)
HERSHEY COMPANY (HSY)	322 000	07/05/2016	$35,602 90	08/29/2016	$35,605 98	0 00%	$3 08
MERCK & COMPANY INCORPORATED (MRK)	558 000	08/08/2016	$35,114 94	09/06/2016	$35,147 65	0.09%	$32 71
ILLINOIS TOOL WKS INCORPORATED (ITW)	300 000	08/29/2016	$35,913 00	09/12/2016	$34,547 24	(3.80)%	$(1,365 76)
TEXAS INSTRS INCORPORATED (TXN)	505.000	08/04/2016	$35,006.30	09/12/2016	$33,485.81	(4.34)%	$(1,520.49)
ARCELORMITTAL SA LUXEMBOURG NY REGISTRY SH (LUXEMBOURG) (MT)	5,666 000	08/22/2016	$35,639 14	09/19/2016	$31,898 88	(10 49)%	$(3,740 26)
HAWAIIAN HOLDINGS INCORPORATED (HA)	802 000	08/15/2016	$35,729 10	09/19/2016	$37,577 53	5 17%	$1,848 43
WILLIAMS COMPANIES INCORPORATED DEL (WMB)	100 000	08/08/2016	$2,588 00	09/21/2016	$3,046 24	17 70%	$458 24
EOG RES INCORPORATED (EOG)	376 000	09/19/2016	$34,447 92	09/26/2016	$33,761 01	(1 99)%	$(686 91)

12

Realized Capital Gains & Losses (continued)

Short Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
TEXAS INSTRS INCORPORATED (TXN)	494 000	09/19/2016	$34,407 10	09/26/2016	$33,874 03	(1 54)%	$(533 07)
MERCK & COMPANY INCORPORATED (MRK)	563 000	09/26/2016	$34,950 48	10/03/2016	$35,057 24	0 30%	$106 76
TATA MTRS LIMITED SPONSORED ADR (INDIA) (TTM)	1,038 000	06/27/2016	$34,039 76	10/03/2016	$42,324 56	24 33%	$8,284 80
YAHOO INCORPORATED (YHOO)	785 000	09/16/2016	$34,364 40	10/10/2016	$34,461 68	0 28%	$97 28
EOG RES INCORPORATED (EOG)	364 000	09/19/2016	$32,982 04	10/17/2016	$34,306 25	4 01%	$1,324 21
MARATHON OIL CORPORATION (MRO)	2,436 000	10/03/2016	$38,367 00	10/19/2016	$35,931 67	(6 34)%	$(2,435 33)
PIONEER NAT RES COMPANY (PXD)	174 000	09/06/2016	$31,962 06	10/19/2016	$33,050 59	3 40%	$1,088 53
MICRON TECHNOLOGY INCORPORATED (MU)	2,206 000	08/22/2016	$35,472 48	10/24/2016	$37,479 34	5 65%	$2,006 86
AMAZON COM INCORPORATED (AMZN)	44 000	09/26/2016	$35,083 84	10/31/2016	$34,586 76	(1 41)%	$(497 08)
HAWAIIAN HOLDINGS INCORPORATED (HA)	725.000	10/19/2016	$34,481 00	10/31/2016	$32,624 28	(5 38)%	$(1,856 72)
INTEL CORPORATION (INTC)	923 000	09/19/2016	$34,454 85	10/31/2016	$32,267 46	(6.34)%	$(2,187 39)
TATA MTRS LIMITED SPONSORED ADR (INDIA) (TTM)	846 000	10/20/2016	$34,474 50	11/08/2016	$34,129 43	(1 00)%	$(345 07)
AMERICAN AIRLS GROUP INCORPORATED (AAL)	833 000	11/01/2016	$33,411 63	11/17/2016	$38,034 78	13 83%	$4,623 15
WILLIAMS COMPANIES INCORPORATED DEL (WMB)	1,300 000	08/08/2016	$33,644 00	11/18/2016	$39,480 13	17 34%	$5,836 13
APPLE INCORPORATED (AAPL)	296 000	10/21/2016	$34,513 30	12/05/2016	$32,323 97	(6 34)%	$(2,189 33)
FACEBOOK INCORPORATED CLASS A (FB)	283 000	08/08/2016	$35,445 75	12/05/2016	$33,094 17	(6 63)%	$(2,351 58)
NETFLIX INCORPORATED (NFLX)	277 000	10/31/2016	$34,805 02	12/05/2016	$33,018 51	(5 13)%	$(1,786 51)
HALLIBURTON COMPANY (HAL)	642.000	12/05/2016	$34,963 19	12/13/2016	$35,610 96	1 85%	$647 77
ARCELORMITTAL SA LUXEMBOURG NY REGISTRY SH (LUXEMBOURG) (MT)	4,326 000	12/05/2016	$34,996 91	12/20/2016	$32,617 75	(6 79)%	$(2,379 16)
NORTHROP GRUMMAN CORPORATION (NOC)	146 000	11/01/2016	$33,366 84	12/20/2016	$34,280 05	2 73%	$913 21
CONOCOPHILLIPS (COP)	657 000	12/20/2016	$33,973 47	12/27/2016	$33,876 48	(0 28)%	$(96 99)

Realized Capital Gains & Losses (continued) ○

Short Term (continued)

Description (Symbol or CUSIP)	Quantity	Opening Date	Opening Amount	Closing Date	Closing Amount	Gain or (Loss) Pct	Gain or (Loss)
FMC TECHNOLOGIES INCORPORATED (FTI)	1,105 000	10/24/2016	$35,459 34	12/30/2016	$39,554 37	11 54%	$4,095 03
Net Short-Term Gain / Loss Total			$3,157,110 67		$3,196,344 66	1 24%	$39,233 99

○ Please see Cost Basis on the Understanding Your Statement page

Summary of Gains & Losses

	Year To Date
Short-Term Gain	$100,423 70
Short-Term Loss	$(61,189 71)
Long-Term Gain	$0 00
Long-Term Loss	$0 00
Net Gain / Loss Total	**$39,233.99**

14