

For calendar year 2004, or tax year beginning , 2004, and ending

G Check all that apply. Initial return Final return Amended return Address change Name change

Name of organization: CLAUDE R. LAMBE CHARITABLE FOUNDATION. Employer identification number: 48-0935563. Address: P.O. BOX 2256, WICHITA, KS 67201-2256. Telephone number: (316) 828-5552.

H Check type of organization: Section 501(c)(3) exempt private foundation. I Fair market value of all assets at end of year: \$ 21,829,353. J Accounting method: Accrual.

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 page 11 of the instructions))

Table with 5 columns: (a) Revenue and expenses per books, (b) Net investment income, (c) Adjusted net income, (d) Disbursements for charitable purposes (cash basis only). Rows include Revenue (1-12) and Operating and Administrative Expenses (13-27).

For Privacy Act and Paperwork Reduction Act Notice, see the instructions. ** STMT 5 Form 990-PF (2004)

SCANNED NOV 28 2005

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value		
Assets	1	Cash - non-interest-bearing				
	2	Savings and temporary cash investments		23,572,841.	849,815.	849,815.
	3	Accounts receivable ▶ 16,784.				
		Less allowance for doubtful accounts ▶		29.	16,784.	16,784.
	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 page 15 of the 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		31,784.	11,889.	11,889.
	10 a	Investments - U S and state government obligations (attach schedule)				
	b	Investments - corporate stock (attach schedule)				
	c	Investments - corporate bonds (attach schedule)				
	11	Investments - land, buildings, and equipment basis				
	Less accumulated depreciation (attach schedule) ▶					
12	Investments - mortgage loans					
13	Investments - other (attach schedule) STMT 7.		NONE	20,261,246.	20,950,865.	
14	Land, buildings, and equipment basis					
	Less accumulated depreciation (attach schedule) ▶					
15	Other assets (describe ▶)					
16	Total assets (to be completed by all filers - see page 16 of the instructions Also, see page 1, item I)		23,604,654.	21,139,734.	21,829,353.	
Liabilities	17	Accounts payable and accrued expenses		83,676.	32,025.	
	18	Grants payable		30,000.	30,000.	
	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)		113,676.	62,025.		
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.					
	24	Unrestricted		23,490,978.	21,077,709.	
	25	Temporarily restricted				
	26	Permanently restricted				
	Organizations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>					
	27	Capital stock, trust principal, or current funds				
	28	Paid-in or capital surplus, or land, bldg, and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds				
30	Total net assets or fund balances (see page 17 of the instructions)		23,490,978.	21,077,709.		
31	Total liabilities and net assets/fund balances (see page 17 of the instructions)		23,604,654.	21,139,734.		

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	23,490,978.
2	Enter amount from Part I, line 27a	2	-2,413,269.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	21,077,709.
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	21,077,709.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)			(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a SEE PART IV SCHEDULE					
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
a					
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) 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	536.	
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 pages 13 and 17 of the instructions) If (loss), enter -0- in Part I, line 8			3		

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

1 Enter the appropriate amount in each column for each year, see page 18 of 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))
2003	2,377,850.	24,494,757.	0.09707587628
2002	2,601,735.	26,953,253.	0.09652768072
2001	1,797,332.	30,411,286.	0.05910082198
2000	1,826,608.	35,234,631.	0.05184126946
1999	1,723,803.	33,838,743.	0.05094169721
2 Total of line 1, column (d)			2 0.35548734565
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 0.07109746913
4 Enter the net value of noncharitable-use assets for 2004 from Part X, line 5			4 21,925,067.
5 Multiply line 4 by line 3			5 1,558,817.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 3,111.
7 Add lines 5 and 6			7 1,561,928.
8 Enter qualifying distributions from Part XII, line 4			8 3,113,197.

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 on page 18

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 18 of the instructions)

Table with 11 rows for excise tax calculations. Includes sub-rows 6a-6d for credits and payments. Total tax due is 11,889.

Part VII-A Statements Regarding Activities

Table with 13 rows for activity statements. Includes questions about political campaigns, unrelated business income, and state registration. Includes handwritten answers like 'KANSAS AND THE DISTRICT OF COLUMBIA' and 'VONDA HOLLIMAN'.

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.

Table with columns for question descriptions, Yes/No checkboxes, and a grid for Yes/No responses. Rows include questions 1a through 6a regarding disqualifying activities, disaster assistance, business holdings, and charitable investments.

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 page 20 of the 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
SEE ATTACHMENT C		307,446.	NONE	NONE

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 21 of the 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 ► NONE

3 Five highest-paid independent contractors for professional services - (see page 21 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
KOCH INDUSTRIES, INC. WICHITA, KANSAS	GRANT MANAGEMENT	115,078.

Total number of others receiving over \$50,000 for professional services ► NONE

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 page 22 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 <u>NONE</u>	
2	
All other program-related investments See page 22 of the instructions	
3 <u>NONE</u>	
Total. Add lines 1 through 3	

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 22 of the 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	17,180,406.
b Average of monthly cash balances	1b	5,078,545.
c Fair market value of all other assets (see page 22 of the instructions)	1c	NONE
d Total (add lines 1a, b, and c)	1d	22,258,951.
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	NONE
3 Subtract line 2 from line 1d	3	22,258,951.
4 Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see page 23 of the instructions)	4	333,884.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	21,925,067.
6 Minimum investment return. Enter 5% of line 5	6	1,096,253.

Part XI Distributable Amount (see page 23 of the 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	1,096,253.
2a Tax on investment income for 2004 from Part VI, line 5	2a	3,111.
b Income tax for 2004. (This does not include the tax from Part VI)	2b	
c Add lines 2a and 2b	2c	3,111.
3 Distributable amount before adjustments Subtract line 2c from line 1	3	1,093,142.
4 Recoveries of amounts treated as qualifying distributions	4	NONE
5 Add lines 3 and 4	5	1,093,142.
6 Deduction from distributable amount (see page 23 of the instructions)	6	NONE
7 Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	1,093,142.

Part XII Qualifying Distributions (see page 23 of the 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	3,113,197.
b Program-related investments - total from Part IX-B	1b	NONE
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	NONE
3 Amounts set aside for specific charitable projects that satisfy the		
a Suitability test (prior IRS approval required)	3a	NONE
b Cash distribution test (attach the required schedule)	3b	NONE
4 Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	3,113,197.
5 Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 24 of the instructions)	5	3,111.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	3,110,086.

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 page 24 of the instructions)

	(a) Corpus	(b) Years prior to 2003	(c) 2003	(d) 2004
1 Distributable amount for 2004 from Part XI, line 7				1,093,142.
2 Undistributed income, if any, as of the end of 2003				
a Enter amount for 2003 only			NONE	
b Total for prior years		NONE		
3 Excess distributions carryover, if any, to 2004				
a From 1999	130,351.			
b From 2000	119,691.			
c From 2001	287,576.			
d From 2002	1,263,398.			
e From 2003	1,158,372.			
f Total of lines 3a through e	2,959,388.			
4 Qualifying distributions for 2004 from Part XII, line 4 ▶ \$ 3,113,197.				
a Applied to 2003, but not more than line 2a			NONE	
b Applied to undistributed income of prior years (Election required - see page 24 of the instructions)		NONE		
c Treated as distributions out of corpus (Election required - see page 24 of the instructions)	NONE			
d Applied to 2004 distributable amount.				1,093,142.
e Remaining amount distributed out of corpus	2,020,055.			
5 Excess distributions carryover applied to 2004 (If an amount appears in column (d), the same amount must be shown in column (a))	NONE			NONE
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e Subtract line 5	4,979,443.			
b Prior years' undistributed income Subtract line 4b from line 2b		NONE		
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		NONE		
d Subtract line 6c from line 6b Taxable amount - see page 25 of the instructions		NONE		
e Undistributed income for 2003 Subtract line 4a from line 2a Taxable amount - see page 25 of the instructions			NONE	
f Undistributed income for 2004 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2005				NONE
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see page 25 of the instructions)	NONE			
8 Excess distributions carryover from 1999 not applied on line 5 or line 7 (see page 25 of the instructions)	130,351.			
9 Excess distributions carryover to 2005. Subtract lines 7 and 8 from line 6a	4,849,092.			
10 Analysis of line 9				
a Excess from 2000	119,691.			
b Excess from 2001	287,576.			
c Excess from 2002	1,263,398.			
d Excess from 2003	1,158,372.			
e Excess from 2004	2,020,055.			

Part XIV Private Operating Foundations (see page 25 of the instructions and Part VII-A, question 9) **NOT APPLICABLE**

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2004, enter the date of the ruling

b Check box to indicate whether the organization is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

	Tax year	Prior 3 years			(e) Total
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplemental Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year - see page 26 of the instructions.)

1 Information Regarding Foundation Managers:

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

NONE

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

NONE

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

Check here if the organization only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds

If the organization makes gifts, grants, etc (see page 26 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

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

SEE STATEMENT 8

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

LETTER EXPLAINING PROJECT AND AMOUNT REQUESTED, PLUS A COPY OF THE IRS DETERMINATION LETTER SHOWING EXEMPTION.

c Any submission deadlines

NONE

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

SEE STATEMENT 9

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a <i>Paid during the year</i> SEE ATTACHMENT D				2,615,640.
Total				2,615,640.
b <i>Approved for future payment</i> SEE ATTACHMENT D				30,000.
Total				30,000.

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

- 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... a Transfers from the reporting organization to a noncharitable exempt organization of (1) Cash (2) Other assets b Other transactions (1) Sales of assets to a noncharitable exempt organization (2) Purchases of assets from a noncharitable exempt organization (3) Rental of facilities, equipment, or other assets (4) Reimbursement arrangements (5) Loans or loan guarantees (6) Performance of services or membership or fundraising solicitations c Sharing of facilities, equipment, mailing lists, other assets, or paid employees d If the answer to any of the above is "Yes," complete the following schedule...

Table with 4 columns: (a) Line no, (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements. Row 1 contains 'N/A' in columns (b) and (d).

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

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship. All cells are empty.

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 or fiduciary) is based on all information of which preparer has any knowledge

Sign Here section containing signature of officer or trustee (Vonda Hellman), preparer's signature (John Amphore), and firm's name (BKD, LLP) and address (1551 N WATERFRONT PE WICHITA, KS).

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

Supplementary Information for
line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No 1545-0047

2004

Name of organization

CLAUDE R. LAMBE CHARITABLE FOUNDATION

Employer identification number

48-0935563

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 organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor (Complete Parts I and II)

Special Rules -

For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals (Complete Parts I, II, and III)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to 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 of \$5,000 or more during the year) ▶ \$ _____

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

For Paperwork Reduction Act Notice, see the Instructions for Form 990, Form 990-EZ, and Form 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2004)

Name of organization **CLAUDE R. LAMBE CHARITABLE FOUNDATION**

Employer identification number

48-0935563

Part I Contributors (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	FRED C. & MARY R. KOCH FOUNDATION P.O. BOX 2256 WICHITA, KS 67201	440,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)

**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)	
		SEE ATTACHMENT A				P	VARIOUS	VARIOUS
6,353,296.		6,352,760.					536.	
TOTAL GAIN (LOSS)							----- 536. =====	

CLAUDE R. LAMBE CHARITABLE FOUNDATION
EIN 48-0935563
SCHEDULE OF INFORMATION FOR 2004 form 990-PF

Part IV Capital Gains and Losses for Tax on Investment Income				ATTACHMENT A
(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 Mellon Bank - Zazove Associates, LLC Fund - Sale of Units	P	4/04 - 7/04	7/04 - 12/04	
b Soft Brands, Inc. - Common Stock, 615 Shares	P	03/09/04	12/03/04	
c Goldman Sachs Short Duration Fund - Sale of Units	P	1/04 - 12/04	6/25/2004	
d				
e				
f				
g				
(e) Gross sales price minus expense of sale	(f) Depreciation allowed (or allowable)	(g) Cost or other basis	(h) Gain or (loss) (e) plus (f) minus (g)	
a 1,352,129	0	1,255,640	96,489	
b 1,167	0	800	367	
c 5,000,000	0	5,096,320	(96,320)	
d			0	
e			0	
f			0	
g			0	
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		0	96,489	
b		0	367	
c		0	(96,320)	
d		0	0	
e		0	0	
f		0	0	
g		0	0	
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	536
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 pages 11 and 16 of the instructions). If (loss), enter -0- in Part I, line 8			3	0

CLAUDE R. LAMBE CHARITABLE FOUNDATION
EIN 48-0935563
ATTACHMENT TO FORM 990-PF TO REPORT
EXPENDITURE RESPONSIBILITY GRANT
For the Year Ended 12/31/04

PART VII-B, Question on Line 5c:

ATTACHMENT B

Expenditure Responsibility Statement for the year 2004

Pursuant to IRC Regulation section 53.4945-5(d)(2), the CLAUDE R. LAMBE CHARITABLE FOUNDATION provides the following information:

- (i) **Name & Address of Grantee:** Allen-Lambe House Foundation
255 N. Roosevelt
Wichita, KS 67208
- (ii) **Date and Amount of Grant:** February 18, 2004 100,000
- (iii) **Purpose of Grant:** General program operating support for the Allen-Lambe House Foundation, an educational foundation which operates a museum and study center in a house located in Wichita, Kansas, designed by Frank Lloyd Wright in 1915. The house museum is open to the general public. The program of the Foundation includes restoration and conservation of the house, gardens, and its interiors, with furnishings to showcase the "Prairie Style" designs of Frank Lloyd Wright; and to maintain a library archive study center for the study of Frank Lloyd Wright and other interrelated areas of design.
- (iv) **Amounts expended:** Reports received from the Allen-Lambe House Foundation show the following expenditures: \$95,739 of the February 2004 grant was spent for operating support of the museum.
- (v) **Diversions:** To the knowledge of this grantor foundation, no funds have been diverted to any activity other than the activity for which the grant was originally made.
- (vi) **Date of Reports:** On May 13, 2005, the Allen-Lambe House Foundation submitted a full and complete report of its expenditures of the February 2004 operating support grant.
- (vi) **Verification:** The grantor has no reason to doubt the accuracy or reliability of the report from the grantee; therefore, no independent verification of the reports were made.

CLAUDE R. LAMBE CHARITABLE FOUNDATION
EIN 48-0935563
SCHEDULE OF INFORMATION FOR 2004 FORM 990 PF

PART VIII, Line 1 - Officers, Directors, Trustees, Managers, Etc.

ATTACHMENT C

<u>(a) Name and Address</u>	<u>(b) Title, and average hours per week devoted to position</u>	<u>(c) Compensation</u>	<u>(d) Contributions to employee benefit plans</u>	<u>(e) Expense account, other allowances</u>
Richard H. Fink 655 15th Street, NW, Suite 445 Washington, DC 20005	President / Director 1 hour per week	0	0	0
Kelly Young 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 15 hours per week average	0	0	0
Kevin Gentry 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 17 hours per week average	0	0	0
Anthony Woodlief 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 1/1/04 to 6/30/04 13 hours per week average	0	0	0
Mark Humphrey P.O. Box 2256 Wichita, KS 67201	Secretary Less than 1 hour per week	0	0	0
Vonda Holliman P.O. Box 2256 Wichita, KS 67201	Treasurer 5 hours per week average	0	0	0
Charles G. Koch P.O. Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth B. Koch P.O. Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth R. Koch PO Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Charles C. Koch PO Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Koch Industries, Inc. P.O. Box 2256 Wichita, KS 67201	Not Applicable (Payment for management services of officers above)	302,173	0	0
Koch Business Holding, LLC P.O. Box 2256 Wichita, KS 67201	Not Applicable (Payment for management services of officers above)	5,274	0	0
TOTAL		307,446	0	0

CLAUDE R. LAMBE CHARITABLE FOUNDATION
EIN 48-0935563
SCHEDULE OF INFORMATION FOR 2004 FORM 990 PF

Part XV, Line 3a& b - Grants and Contributions Paid During the Year or Approved for Future Payment **ATTACHMENT D**

Recipient	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
Name and address (home or business)				
a Paid during the year:				
Allen-Lambe House Foundation Wichita, KS		Private	General Operating Support	\$ 100,000
Americans for Tax Reform Washington, DC		Public	General Operating Support	10,000
The Brookings Institution Washington, DC		Public	Educational Research	423,000
Capital Research Center Washington, DC		Public	General Operating Support	100,000
Cato Institute Washington, DC		Public	General Operating Support	250,000
Carbon Dioxide & Global Change Center Tempe, AZ		Public	General Operating Support	25,000
Competitive Enterprise Institute Washington, DC		Public	General Operating Support	4,640
Consumer Alert Washington, DC		Public	General Operating Support	50,000
Federalist Society Washington, DC		Public	General Operating Support	10,000
Foundation for Research on Economics & the Environment Bozeman, MT		Public	General Operating Support	100,000
Free Congress Foundation Washington, DC		Public	General Operating Support	150,000
Free Enterrpise Education Institute Potomac, MD		Public	General Operating Support	10,000
Frontiers of Freedom Fairfax, VA		Public	General Operating Support	30,000
George Marshall Institute Washington, DC		Public	General Operating Support	25,000
The Heritage Foundation Washington, DC		Public	General Operating Support	30,000
Institute for Energy Research Laramie, WY		Public	General Operating Support	465,000
John Locke Foundation Raleigh, NC		Public	General Operating Support	15,000
The Leadership Institute Arlington, VA		Public	General Operating Support	50,000
The Manhattan Institute for Policy Research New York, NY		Public	General Operating Support	50,000
				200,000

CLAUDE R. LAMBE CHARITABLE FOUNDATION
EIN 48-0935563
SCHEDULE OF INFORMATION FOR 2004 FORM 990 PF

Part XV, Line 3a& b - Grants and Contributions Paid During the Year or Approved for Future Payment **ATTACHMENT D**

Recipient	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
Name and address (home or business)				
a. Paid during the year:				
National Center for Policy Analysis Dallas, TX		Public	General Operating Support Education Research	20,000 25,000
National Federation of Independent Business Legal Foundation Washington, DC		Public	General Operating Support General Operating Support	11,000 52,000
National Taxpayers Union Foudation Alexandria, VA		Public	General Operating Support	7,500
N.C. Institute for Constitutional Law Raleigh, NC		Public	General Operating Support	50,000
Pope Center for Higher Education Raleigh, NC		Public	General Operating Support	50,000
Reason Foundation Los Angeles, CA		Public	General Operating Support	10,000
State Policy Network Richmond, CA		Public	General Operating Support	2,500
Tax Foundation Washington, DC		Public	General Operating Support	50,000
Texas Public Policy Foundation Austin, TX		Public	General Operating Support	50,000
Tech Central Science Foundation Washington, DC		Public	General Operating Support	25,000
Washington Legal Foundation Washington, DC		Public	General Operating Support	150,000
University of Virginia Center for Politics Charlottesville, VA		Public	General Operating Support	15,000
TOTAL GRANTS PAID TO ORGANIZATIONS				\$ 2,615,640
b. Approved for future payment				
Montreal Economic Institute Montreal, Quebec, Canada		Public	General Operating Support	15,000
University of Virginia Center for Politics Charlottesville, VA		Public	General Operating Support	15,000
TOTAL GRANTS APPROVED FOR FUTURE PAYMENT				\$ 30,000

FORM 990PF, PART I - CONTRIBUTIONS, GIFTS AND GRANTS RECEIVED

NAME AND ADDRESS -----	DATE ----	DIRECT PUBLIC SUPPORT -----
FRED C. & MARY R. KOCH FOUNDATION P.O. BOX 2256 WICHITA, KS 67201	12/22/2004	440,000.
TOTAL CONTRIBUTION AMOUNTS		----- 440,000. =====

FORM 990PF, PART I - LEGAL FEES

=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----	ADJUSTED NET INCOME -----	CHARITABLE PURPOSES -----
LEGAL FEES-INVESTMENT	858.	858.		
LEGAL FEES-ADMIN	26,811.			43,751.
TOTALS	27,669.	858.	NONE	43,751.

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
ACCOUNTING FEES	13,438.			14,638.
INVESTMENT ACCTG SERVICE FEES	1,750.	1,750.		
TOTALS	15,188.	1,750.	NONE	14,638.

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	CHARITABLE PURPOSES
PROFESSIONAL CONSULTING FEES	25,123.		26,119.
INVESTMENT MANAGEMENT FEES	20,084.	20,084.	
GRANT ADMINISTRATION FEES	115,078.		137,864.
TOTALS	160,285.	20,084.	163,983.

FORM 990PF, PART I - TAXES
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----
FEDERAL EXCISE TAX	3,111.
TOTALS	----- 3,111. =====

FORM 990PF, PART I - OTHER EXPENSES
 =====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	CHARITABLE PURPOSES -----
INSURANCE	5,963.	5,963.
POSTAGE & DELIVERY	1,218.	1,207.
BANK FEES	344.	344.
SUPPLIES	3,456.	3,384.
TELEPHONE	2,207.	2,019.
MEMBERSHIP & DUES	2,614.	2,614.
MISCELLANEOUS		3,711.
TOTALS	----- 15,802. =====	----- 19,242. =====

FORM 990PF, PART II - OTHER INVESTMENTS

DESCRIPTION -----	ENDING BOOK VALUE -----	ENDING FMV ---
GOLDMAN SACHS SHORT DURATION	5,129,654.	5,025,050.
ARDEN ENDOWMENT FUND	5,000,000.	5,241,034.
ZAZOVE CONVERTIBLE BOND	5,131,592.	5,417,270.
MESIROW ABSOLUTE RETURN FUND	5,000,000.	5,267,511.
	-----	-----
TOTALS	20,261,246.	20,950,865.
	=====	=====

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

GRANT ADMINISTRATOR, 655 15TH ST NW, STE 445, WASHINGTON, D.C. 20005
(202) 393-2354

990PF, PART XV - RESTRICTIONS OR LIMITATIONS ON AWARDS
=====

GRANTS ARE RESTRICTED TO CHARITABLE ORGANIZATIONS AS DEFINED IN SECTION 501(C)(3) OF THE INTERNAL REVENUE CODE. THE FOUNDATION DOES NOT MAKE GRANTS TO INDIVIDUALS.

- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only Part II and check this box. **X**
- Note:** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.
- If you are filing for an **Automatic 3-Month Extension**, complete only Part I (on page 1).

Part II Additional (not automatic) 3-Month Extension of Time - Must File Original and One Copy.

Type or print	Name of Exempt Organization	Employer Identification number
	CLAUDE R. LAMBE CHARITABLE FOUNDATION	48-0935563
	Number, street, and room or suite no. If a P.O. box, see instructions.	For IRS use only
	PO BOX 2256	
File by the extended due date for filing the return. See instructions	City, town or post office, state, and ZIP code. For a foreign address, see instructions.	
	WICHITA KANSAS 67201	

Check type of return to be filed (File a separate application for each return):

- | | | |
|---|--|------------------------------------|
| <input type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T(sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |
| <input checked="" type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 4720 | |

STOP: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- The books are in the care of **VONDA HOLLIMAN**
Telephone No. **316 828-7251** FAX No. _____
- If the organization does not have an office or place of business in the United States, check this box.
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension is for.

- 4 I request an additional 3-month extension of time until **NOVEMBER 15, 2005**.
- 5 For calendar year **2004**, or other tax year beginning _____ and ending _____.
- 6 If this tax year is for less than 12 months, check reason: Initial return Final return Change in accounting period
- 7 State in detail why you need the extension

THE TAXPAYER REQUESTS ADDITIONAL TIME IN ORDER TO GATHER THE NECESSARY INFORMATION FOR A COMPLETE AND ACCURATE RETURN.

- 8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions \$ **NONE**
- b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 \$ _____
- c **Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFPS (Electronic Federal Tax Payment System). See instructions \$ **NONE**

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature **[Signature]** Title **C. P. A.** Date **8/8/05**

Notice to Applicant - To Be Completed by the IRS

- We have approved this application. Please attach this form to the organization's return.
- We have not approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely return. Please attach this form to the organization's return.
- We have not approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period.
- We cannot consider this application because it was filed after the extended due date of the return for which an extension was requested.
- Other _____

By: _____ Date _____

Alternate Mailing Address - Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above.

Type or print	Name	
	BKD LLP	
	Number and street (Include suite, room, or apt. no.) or a P.O. box number	
	1551 NORTH WATERFRONT PARKWAY SUITE 300	
	City or town, province or state, and country (including postal or ZIP code)	
	WICHITA KANSAS 67206-6601	