

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

2002

Department of the Treasury
Internal Revenue Service

Note The organization may be able to use a copy of this return to satisfy state reporting requirements

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

Use the IRS label Otherwise, print or type See Specific Instructions	Name of organization Aequus Institute		A Employer identification number 52-1620982
	Number and street (or P O box number if mail is not delivered to street address)	Room/suite E	B Telephone number (see page 10 of the instr) 909-625-1435
	City or town, state, and ZIP code Claremont, CA 91711		C If exemption application is pending check here <input type="checkbox"/>

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

I Fair market value of all assets at end of year (from Part II, col (c), line 16) **\$** 4,779,184

J Accounting method Cash Accrual
 Other (specify) _____
(Part I, column (d) must be on cash basis)

D 1 Foreign organizations, check here
2 Foreign organizations meeting the 85% test check here

E If private foundation status was terminated under section 507(b)(1)(A), check here
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here

Part II Analysis of Revenue and Expenses <i>(The total of amounts in columns (b) (c) and (d) may not necessarily equal the amounts in column (a) (see page 10 of the instructions))</i>		(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 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B	2,725			
	2 Distributions from split-interest trusts				
	3 Interest on savings and temporary cash investments	334	334	334	
	4 Dividends and interest from securities	175,231	175,231	175,231	
	5 a Gross rents				
	b (Net rental income or (loss) _____)				
	6 a Net gain or (loss) from sale of assets not on line 10	345,757			
	b G S P on assets on 6a <u>1,662,172</u>				
	7 Capital gain net income (from Part IV, line 2)		345,757		
	8 Net short-term capital gain				
	9 Income modifications				
	10 a Gross sales less returns <u>6,782</u>				
b Less C O G S					
c Gross profit or (loss) (Statement #1)	6,782				
11 Other income (attach schedule)					
12 TOTAL Add lines 1 through 11	530,829	521,322	175,565		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees etc	66,000	34,500		31,500
	14 Other employee salaries and wages	49,834	12,458		37,376
	15 Pension plans employee benefits	11,032	2,758		8,274
	16 a Legal fees (attach schedule)	3,341	1,670		1,671
	b Accounting fees (attach schedule)	20,465	10,234		10,231
	c Other professional fees (Statement #2)	10,413	10,413		
	17 Interest				
	18 Taxes (Statement #3)	12,454	3,640		
	19 Depreciation and depletion	4,390			
	20 Occupancy	7,527			7,527
	21 Travel, conferences, and meetings	52,456	4,965		47,491
	22 Printing and publications	27,113			27,113
	23 Other expenses (Statement #4)	28,971			28,971
	24 TOTAL OPERATING AND ADMINISTRATIVE EXPENSES Add lines 13 through 23	293,996	80,638		200,154
	25 Contributions, gifts grants paid	450,200			450,200
26 TOTAL EXPENSES & DISBURSEMENTS Add lines 24 and 25	744,196	80,638		650,354	
27 Subtract line 26 from line 12					
a EXCESS OF REVENUE OVER EXPENSES AND DISBURSEMENTS	-213,367				
b NET INVESTMENT INCOME (if negative enter -0-)		440,684			
c ADJUSTED NET INCOME (if negative, enter -0-)			175,565		

RECEIVED
AUG 19 2003
CODDEN, UT
IRS-OSC

SCANNED AUG 25 2003

18

Part II

Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

Beginning of year

End of year

(a) Book Value

(b) Book Value

(c) Fair Market Value

		Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value	
Assets	1	Cash - non-interest-bearing			
	2	Savings and temporary cash investments	386,940	321,943	321,943
	3	Accounts receivable ▶ _____ 980			
		Less allowance for doubtful accounts ▶ _____		980	980
	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 ▶ _____			
		Less allowance for doubtful accounts ▶ _____			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	11,949	3,136	3,136
	10 a	Investments - U S and state government obligations			
	b	Investments - corporate stock (attach schedule)	1,179,732	700,525	700,525
	c	Investments - corporate bonds (attach schedule)	1,328,813	1,421,628	1,421,628
	11	Investments land buildings and equipment basis ▶ _____			
	Less accumulated depreciation ▶ _____				
12	Investments - mortgage loans				
13	Investments - other (attach schedule)	2,374,614	2,322,189	2,322,189	
14	Land, buildings, and equipment basis ▶ _____ 25,529				
	Less accumulated depreciation ▶ _____ 16,746	13,173	8,783	8,783	
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)	5,295,221	4,779,184	4,779,184	
Liabilities	17	Accounts payable and accrued expenses	2,957	9,120	
	18	Grants payable	118,000	128,200	
	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)	120,957	137,320	
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	5,174,264	4,554,864	
	25	Temporarily restricted		87,000	
	26	Permanently restricted			
	Organizations that do not follow SFAS 117, check here ▶ <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 16 of the instructions)	5,174,264	4,641,864		
31	TOTAL LIABILITIES AND NET ASSETS/FUND BALANCES (see page 16 of the instructions)	5,295,221	4,779,184		

Part III

Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	5,174,264
2	Enter amount from Part I, line 27a	2	-213,367
3	Other increases not included in line 2 (itemize) ▶ _____	3	
4	Add lines 1, 2, and 3	4	4,960,897
5	Decreases not included in line 2 (itemize) ▶ <u>Unrealized losses on securities</u>	5	319,033
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	4,641,864

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 listing attached		P	Various	Various
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 1,662,172		1,316,415	345,757	
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) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any		
a			345,757	
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	345,757
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 12 and 17 of the instructions) If (loss), enter -0- in Part I, line 8 }		3	-65,614

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 17 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))
2001	467,880	5,212,098	0.0898
2000	509,626	5,337,214	0.0955
1999	585,271	5,690,117	0.1029
1998	1,650,251	4,539,388	0.3635
1997	674,934	5,878,751	0.1148

2 TOTAL of line 1, column (d)	2	0.7665
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	0.1533
4 Enter the net value of noncharitable-use assets for 2002 from Part X, line 5	4	5,127,783
5 Multiply line 4 by line 3	5	786,089
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	4,407
7 Add lines 5 and 6	7	790,496
8 Enter qualifying distributions from Part XII, line 4 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 17.	8	650,354

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 17 of the instructions)

1 a Exempt operating foundations described in section 4940(d)(2), check here [] and enter "N/A" on line 1 Date of ruling letter (attach copy of ruling letter if necessary-see instructions)
b Domestic organizations that meet the section 4940(e) requirements in Part V, check here [] and enter 1% of Part I, line 27b
c All other domestic organizations 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-)
3 Add lines 1 and 2
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)
5 TAX BASED ON INVESTMENT INCOME Subtract line 4 from line 3 If zero or less, enter -0-
6 Credits/Payments
a 2002 estimated tax payments and 2001 overpayment credited to 2002 6a 11,949
b Exempt foreign organizations - tax withheld at source 6b
c Tax paid with application for extension of time to file (Form 8868) 6c
d Backup withholding erroneously withheld 6d
7 Total credits and payments Add lines 6a through 6d 7 11,949
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 3,135
11 Enter the amount of line 10 to be CREDITED TO 2003 ESTIMATED TAX 3,135 REFUNDED 11

Part VII A Statements Regarding Activities

1 a During the tax year, did the organization attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 18 of the instructions for definition)?
c Did the organization file FORM 1120-POL for this year?
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year
e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on organization managers
2 Has the organization engaged in any activities that have not previously been reported to the IRS?
3 Has the organization made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments?
4 a Did the organization have unrelated business gross income of \$1,000 or more during the year?
b If "Yes," has it filed a tax return on FORM 990-T for this year?
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either
7 Did the organization have at least \$5,000 in assets at any time during the year?
8 a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions)
b If the answer is "Yes" to line 7, has the organization furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G?
9 Is the organization claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2002 or the taxable year beginning in 2002 (see instructions for Part XIV on page 25)?
10 Did any persons become substantial contributors during the tax year?
11 Did the organization comply with the public inspection requirements for its annual returns and exemption application?
12 The books are in care of Sarah Gordon Telephone no 909-625-1435
Located at 937 West Foothill Boulevard #E Claremont, CA ZIP+4 91711
13 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 13

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

1 a During the year did the organization (either directly or indirectly) (1) Engage in the sale or exchange, or leasing of property with a disqualified person? (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? (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)? (6) Agree to pay money or property to a government official? (EXCEPTION Check "No" if the organization agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) 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 page 19 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here c Did the organization 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 2002? 2 Taxes on failure to distribute income (section 4942) (does not apply for years the organization was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)) a At the end of tax year 2002, did the organization have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2002? If "Yes," list the years b Are there any years listed in 2a for which the organization 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 page 19 of the instructions) c If the provisions of section 4942(a)(2) are being applied to ANY of the years listed in 2a, list the years here 3 a Did the organization hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? b If "Yes," did it have excess business holdings in 2002 as a result of (1) any purchase by the organization 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 organization had excess business holdings in 2002) 4 a Did the organization invest during the year any amount in a manner that would jeopardize its charitable purposes? b Did the organization 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 2002? 5 a During the year did the organization pay or incur any amount to (1) Carry on propoganda, or otherwise attempt to influence legislation (section 4945(e))? (2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? (3) Provide a grant to an individual for travel, study, or other similar purposes? (4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? 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 page 20 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here c If the answer is "Yes" to question 5a(4), does the organization claim exemption from the tax because it maintained expenditure responsibility for the grant? If "Yes," attach the statement required by Regulations section 53 4945-5(d) 6 a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? If you answered "Yes" to 6b, also file Form 8870

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
Larry Arnn 937 W Foothill Blvd Claremont, CA	Director/Ex Director - Part time	39,000	0	0
Edwin Feulner 937 W Foothill Blvd Claremont, CA	Director/Secretary - Part time	9,000	0	0
David Keyston 937 W Foothill Blvd Claremont, CA	Director/Vice President - Part time	9,000	0	0
Patrick Parker 937 W Foothill Blvd Claremont, CA	Director/President - Part time	9,000	0	0

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 20 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 ▶

3 Five highest-paid independent contractors for professional services - (see page 20 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
None		

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 _____	
2 _____	
3 _____	
4 _____	

Part IX-B Summary of Program-Related Investments (see page 21 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	
2	
All other program-related investments See page 21 of the instructions	
3	
TOTAL Add lines 1 through 3	

Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see page 21 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	5,054,568
b Average of monthly cash balances	1b	126,465
c Fair market value of all other assets (see page 22 of the instructions)	1c	24,838
d TOTAL (add lines 1a, b, and c)	1d	5,205,871
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	5,205,871
4 Cash deemed held for charitable activities Enter 11/2% of line 3 (for greater amount, see page 22 of the instructions)	4	78,088
5 NET VALUE OF NONCHARITABLE-USE ASSETS Subtract line 4 from line 3 Enter here and on Part V, line 4	5	5,127,783
6 MINIMUM INVESTMENT RETURN Enter 5% of line 5	6	256,389

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	256,389
2 a Tax on investment income for 2002 from Part VI, line 5	2a	8,814	
b Income tax for 2002 (This does not include the tax from Part VI)	2b		
c Add lines 2a and 2b	2c		8,814
3 Distributable amount before adjustments Subtract line 2c from line 1	3		247,575
4 a Recoveries of amounts treated as qualifying distributions	4a		
b Income distributions from section 4947(a)(2) trusts	4b		
c Add lines 4a and 4b	4c		
5 Add lines 3 and 4c	5		247,575
6 Deduction from distributable amount (see page 23 of the instructions)	6		
7 DISTRIBUTABLE AMOUNT as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7		247,575

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	650,354
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	650,354
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	
6 ADJUSTED QUALIFYING DISTRIBUTIONS Subtract line 5 from line 4	6	650,354

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 2001	(c) 2001	(d) 2002
1 Distributable amount for 2002 from Part XI, line 7				247,575
2 Undistributed income, if any, as of the end of 2001				
a Enter amount for 2001 only				
b Total for prior years _____, _____, _____				
3 Excess distributions carryover, if any, to 2002				
a From 1997	396,587			
b From 1998	1,438,244			
c From 1999	585,271			
d From 2000	256,555			
e From 2001	678,330			
f TOTAL of lines 3a through e	3,354,987			
4 Qualifying distributions for 2002 from Part XII, line 4 ▶ \$ 650,354				
a Applied to 2001, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see page 24 of the instructions)				
c Treated as distributions out of corpus (Election required - see page 24 of the instructions)				
d Applied to 2002 distributable amount				
e Remaining amount distributed out of corpus	402,779			
5 Excess distributions carryover applied to 2002 (If an amount appears in column (d), the same amount must be shown in column (a))	247,575			247,575
6 Enter the net total of each column as indicated below				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	3,510,191			
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 page 24 of the instructions				
e Undistributed income for 2001 Subtract line 4a from line 2a Taxable amount - see page 24 of the instructions				
f Undistributed income for 2002 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2003				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see page 24 of the instructions)				
8 Excess distributions carryover from 1997 not applied on line 5 or line 7 (see page 25 of the instructions)				
9 Excess distributions carryover to 2003 Subtract lines 7 and 8 from line 6a	3,510,191			
10 Analysis of line 9				
a Excess from 1998	1,184,477			
b Excess from 1999	585,271			
c Excess from 2000	256,555			
d Excess from 2001	678,330			
e Excess from 2002	805,558			

Part XV Supplementary Information (continued)

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

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)				
<i>a Paid during the year</i>				
Statement #5	None	Public	See attached	450,200
Total			▶ 3a	450,200
<i>b Approved for future payment</i>				
Total			▶ 3b	

Aequus Institute
Stock Activity Summary
Open Positions
December 31, 2002

Stock Name	Buy Qty	Buy Date	Cost	Unrealized Gain (Loss)	Market Value
Money market accounts:					
Banc of America			75,470		75,470
Merrill Lynch			1,992		1,992
Total			77,462		77,462
Bonds:					
Philip Morris Note	100,000	07/13/2000	101,377	3,624	105,001
Household Finance Note	100,000	07/17/2000	103,654	4,348	108,002
Sears Roebuck Bond	100,000	07/13/2000	97,097	3,971	101,068
Mellon Financial Note	75,000	05/14/98	76,370	7,651	84,021
Bank of New York Note	100,000	07/13/2000	100,291	1,814	102,105
Dean Witter Discover Deb	145,000	01/02/98	148,435	12,229	160,664
Coca-Cola Debenture	145,000	12/29/97	150,440	11,018	161,458
Intl Paper Deb	75,000	05/14/98	76,300	2,668	78,968
Ford Motor Bond	75,000	05/14/98	76,041	(16,130)	59,911
Ford Motor Bond	100,000	03/28/2002	116,432	(7,592)	108,840
Pimco Real Return Fund	31,224 70	07/24/2002	345,218	6,372	351,590
Total			1,391,655		1,421,628
Stocks:					
Merrill Lynch account			278,582		183,763
BAC Capital Fund	4,000	08/09/2002	100,002	6,598	106,600
John Hancock	5,600	07/13/2000	99,670	7,402	107,072
ING Group	4,000	07/18/2002	100,002	438	100,440
Philip Morris	5,000	03/20/2000	96,814	105,836	202,650
Total			675,070		700,525
Pooled investment partnership:					
Acacia Partners			1,157,501		2,322,189
Total			1,157,501		2,322,189
Organization Total			3,301,688	1,220,116	4,521,804

Aequus Institute
Stock Sales
Year ended December 31, 2002

Stock Name	Shares Sold	Buy Date	Cost	Sell Date	Sell Price	Gain (Loss) Realized	Long Term	Short Term
Disney Notes	100,000	07/13/2000	102,447	03/25/2002	100,000	(2,447)	(2,447)	0
Philip Morris	5,000	03/20/2000	96,813	06/27/2002	252,523	155,710	155,710	0
U S Treasury Note	200,000	07/12/2000	200,722	07/01/2002	200,000	(722)	(722)	0
GMAC Note	100,000	07/18/2000	100,002	07/15/2002	100,000	(2)	(2)	0
PIMCO Real Return - Distribution					4,557	4,557	1,774	2,783
Alberta Energy	115	06/21/2001	4,747	02/04/2002	4,625	(122)	0	(122)
Alstom ADR	430	10/18/2001	6,721	02/04/2002	4,764	(1,957)	0	(1,957)
Novartis	330	06/21/2001	12,141	02/04/2002	11,216	(925)	0	(925)
QLT Inc	135	06/21/2001	2,605	03/21/2002	2,447	(158)	0	(158)
Encanta Corp		10/18/2001	0	04/09/2002	28	28	0	28
Nestle	165	01/04/2002	8,816	05/03/2002	9,664	848	0	848
Ageon NV	204	06/21/2001	5,609	05/16/2002	4,586	(1,023)	0	(1,023)
Alstom ADR	533	10/18/2001	344	05/16/2002	235	(109)	0	(109)
China Mobile HK	61	06/21/2001	1,606	05/16/2002	979	(627)	0	(627)
Elan Corporation	425	02/04/2002	10,570	05/16/2002	4,489	(6,081)	0	(6,081)
Elen Corporation	201	02/05/2002	2,692	05/16/2002	2,123	(569)	0	(569)
Encana Corporation	8	06/21/2001	225	05/16/2002	219	(6)	0	(6)
HSBC Holdings	91	06/21/2001	5,546	05/16/2002	5,733	187	0	187
Hutchison Whampoa	25	01/04/2002	1,204	05/16/2002	1,083	(121)	0	(121)
Korea Electric Power	251	01/04/2002	2,329	05/16/2002	2,663	334	0	334
Nokia	223	06/21/2001	5,074	05/16/2002	3,426	(1,648)	0	(1,648)
QLT Inc	404	06/21/2001	7,796	05/16/2002	4,547	(3,249)	0	(3,249)
Reuters Group	142	10/18/2001	8,003	05/16/2002	5,988	(2,015)	0	(2,015)
SK Telecom	415	06/21/2001	5,719	05/16/2002	9,440	3,721	0	3,721
ST MicroElectronics	181	06/21/2001	5,694	05/16/2002	5,223	(471)	0	(471)
Tesco	553	06/21/2001	5,831	05/16/2002	6,422	591	0	591
Unilever	105	05/16/2002	6,980	06/03/2002	6,818	(162)	0	(162)
Ageon NV	241	06/21/2001	6,627	06/12/2002	4,809	(1,818)	0	(1,818)
Gucci Group	76	05/16/2002	7,458	06/12/2002	7,375	(83)	0	(83)
Novartis AG	170	05/16/2002	7,308	06/12/2002	6,858	(450)	0	(450)
Reed Elsevier	269	05/16/2002	7,589	06/12/2002	7,166	(423)	0	(423)
Alstom ADR	533	10/18/2001	8,331	07/02/2002	5,516	(2,815)	0	(2,815)
HSBC Holdings	109	06/21/2001	6,642	07/02/2002	6,295	(347)	(347)	0
Elan Corporation	474	02/05/2002	6,349	07/03/2002	2,687	(3,662)	0	(3,662)
Asia Satellite Telephone	391	05/16/2002	7,068	08/23/2002	5,185	(1,883)	0	(1,883)
S G L Carbon	1,111	05/16/2002	7,399	09/03/2002	6,110	(1,289)	0	(1,289)
A S M L Holding	294	05/16/2002	5,924	09/04/2002	3,056	(2,868)	0	(2,868)
A S M L Holding	98	07/02/2002	1,487	09/04/2002	992	(495)	0	(495)
Nokia	317	06/21/2001	7,214	09/04/2002	4,159	(3,055)	(3,055)	0
Nokia	120	07/02/2002	1,640	09/04/2002	1,592	(48)	0	(48)
S A P Aktiengesell	176	05/16/2002	5,225	09/04/2002	3,356	(1,869)	0	(1,869)
S A P Aktiengesell	74	07/02/2002	1,790	09/04/2002	1,411	(379)	0	(379)
ST MicroElectronics	209	06/21/2001	6,574	09/04/2002	4,224	(2,350)	(2,350)	0
SCOR	196	05/16/2002	7,113	09/30/2002	1,921	(5,192)	0	(5,192)
A X A Sponsored ADR	274	05/16/2002	5,477	10/24/2002	3,069	(2,408)	0	(2,408)
A X A Sponsored ADR	208	09/30/2002	2,053	10/24/2002	3,450	1,397	0	1,397
ABN-Amro Holding	406	05/16/2002	7,649	10/24/2002	5,505	(2,144)	0	(2,144)
Ageon NV	373	10/15/2002	4,733	10/24/2002	4,670	(63)	0	(63)
Amersham PLC	135	05/16/2002	6,287	10/24/2002	5,562	(725)	0	(725)
BAE Systems	311	05/16/2002	6,499	10/24/2002	3,437	(3,062)	0	(3,062)
BAE Systems	104	09/30/2002	1,222	10/24/2002	1,149	(73)	0	(73)
Bank Montreal Quebec	292	05/16/2002	6,959	10/24/2002	7,250	291	0	291
Barclays Bank	200	05/16/2002	7,310	10/24/2002	5,480	(1,830)	0	(1,830)
Business Objects	243	06/12/2002	6,498	10/24/2002	3,093	(3,405)	0	(3,405)
Business Objects	188	09/30/2002	2,041	10/24/2002	2,393	352	0	352
Carlton Communications	366	05/16/2002	7,391	10/24/2002	3,457	(3,934)	0	(3,934)
China Mobile HK	404	06/21/2001	10,640	10/24/2002	5,494	(5,146)	(5,146)	0
Dassault Systems	163	06/12/2002	6,508	10/24/2002	3,174	(3,334)	0	(3,334)
Dassault Systems	98	09/30/2002	1,730	10/24/2002	1,908	178	0	178
DBS Group	224	05/16/2002	7,198	10/24/2002	6,160	(1,038)	0	(1,038)
Encana Corporation	256	06/21/2001	7,206	10/24/2002	7,268	62	62	0
GlaxoSmithKline	114	05/16/2002	5,513	10/24/2002	4,285	(1,228)	0	(1,228)
Huaneng Power	187	07/02/2002	5,978	10/24/2002	5,488	(490)	0	(490)
Hutchison Whampoa	160	01/04/2002	7,706	10/24/2002	5,056	(2,650)	0	(2,650)
KON Philips Electric	229	05/16/2002	6,878	10/24/2002	3,765	(3,113)	0	(3,113)

Aequus Institute
Stock Sales
Year ended December 31, 2002

Stock Name	Shares Sold	Buy Date	Cost	Sell Date	Sell Price	Gain (Loss) Realized	Long Term	Short Term
Kookmin Bank	124	07/02/2002	6,024	10/24/2002	4,305	(1,719)	0	(1,719)
Kookmin Bank	55	10/15/2002	1,898	10/24/2002	1,910	12	0	12
Korea Electric Power	719	01/04/2002	6,671	10/24/2002	5,896	(775)	0	(775)
Logitech Intl	155	05/16/2002	7,281	10/24/2002	4,746	(2,535)	0	(2,535)
Logitech Intl	23	09/30/2002	593	10/24/2002	704	111	0	111
National Aust Bank	82	05/16/2002	7,836	10/24/2002	7,577	(259)	0	(259)
QLT Inc	101	06/21/2001	1,949	10/24/2002	879	(1,070)	(1,070)	0
QLT Inc	375	05/03/2002	5,214	10/24/2002	3,262	(1,952)	0	(1,952)
Reuters Group	123	10/18/2001	6,933	10/24/2002	2,007	(4,926)	(4,926)	0
Reuters Group	63	07/02/2002	2,019	10/24/2002	1,028	(991)	0	(991)
Reuters Group	126	10/16/2002	1,969	10/24/2002	2,055	86	0	86
Roche Holding	96	05/16/2002	7,441	10/24/2002	6,648	(793)	0	(793)
Royal Dutch	127	05/16/2002	6,952	10/24/2002	5,383	(1,569)	0	(1,569)
SK Telecom	270	06/21/2001	6,435	10/24/2002	5,367	(1,068)	(1,068)	0
Shire Pharm Group	289	05/16/2002	8,070	10/24/2002	7,193	(877)	0	(877)
Taiwan Semiconductor	384	05/16/2002	6,306	10/24/2002	2,953	(3,353)	0	(3,353)
Taiwan Semiconductor	38	07/23/2002	624	10/24/2002	292	(332)	0	(332)
Taiwan Semiconductor	288	09/30/2002	1,889	10/24/2002	2,215	326	0	326
Tesco	597	06/21/2001	6,519	10/24/2002	4,925	(1,594)	(1,594)	0
Teva Pharm Industries	101	06/12/2002	6,421	10/24/2002	6,959	538	0	538
UPM-Kymmene	172	06/03/2002	6,764	10/24/2002	5,736	(1,028)	0	(1,028)
Vodafone Group	351	10/02/2002	4,814	10/24/2002	5,707	893	0	893
Acacia Partners		Various		Various	329,693	329,693	320,651	9,042
Merrill Lynch		Various	370,343	Various	327,109	(43,234)	(44,099)	865
Organization Totals			1,316,415		1,662,172	345,757	411,371	(65,614)

Name as shown on return Aequus Institute	ID number 52-1620982
---	-------------------------

STATEMENT #1 - DETAIL OF SALES

Sales of books, C D 's and pamphlets	6,782
GROSS PROFIT	<u>6,782</u>

STATEMENT #2 - OTHER PROFESSIONAL FEES

Investment management fees	<u>10,413</u>
----------------------------	---------------

STATEMENT #3 - TAXES

Foreign income taxes withheld	3,640
Federal excise taxes	8,814
TOTAL TAXES	<u>12,454</u>

STATEMENT #4 - OTHER EXPENSES

Bank charges	805
Dues and publications	12,291
Entertainment and meals	2,748
Insurance	3,371
Miscellaneous	580
Office supplies	1,425
Outside services	3,978
Postage	2,695
Telephone	1,078
TOTAL OTHER EXPENSES	<u>28,971</u>

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name The Acton Institute for the Study of Religion & Liberty
Address 161 Ottawa Ave , NW, Ste 301
Grand Rapids, MI 49503
Foundation Status 501(c)(3) - 509(a)(1)
Purpose To renew support for the Institute's general operations
Amount \$7,500

Name The Acton Institute for the Study of Religion & Liberty
Address 161 Ottawa Ave , NW, Ste 301
Grand Rapids, MI 49503
Foundation Status 501(c)(3) - 509(a)(1)
Purpose To renew support for the Institute's general operations
Amount \$2,000

Name American Friends of IEA
Address 4084 University Dr , Ste 103
Fairfax, VA 22036
Foundation Status 501(c)(3) - 509(a)(1)
Purpose To support the general operations of IEA
Amount \$1,000

Name American Friends of IEA
Address 4084 University Dr , Ste 103
Fairfax, VA 22036
Foundation Status 501(c)(3) - 509(a)(1)
Purpose To support the general operations of IEA
Amount \$1,000

Name America's Future Foundation
Address 1508 Twenty First St , NW
Washington, DC 20036
Foundation Status 501(c)(3) - 509(a)(1)
Purpose To renew support for the Youth Leadership in Public Policy program
Amount \$2,500

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name Ashland University
Address 401 College Ave
Ashland, OH 44805
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for University's John M Ashbrook Center for Public Affairs
Amount \$4,000

Name Asher Student Foundation
Address P O Box 49126
Los Angeles, CA 90049
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for general operations
Amount \$5,000

Name Bill of Rights Institute
Address 1001 Connecticut Ave , NW, Ste 219
Washington, DC 20036
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Institute's Teacher Training program
Amount \$1,000

Name Capital Research Center
Address 1513 16th St , N W
Washington, D C 20036
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Center's general operations
Amount \$5,000

Name The Churchill Center
Address 8016 McKenstry Dr
Laurel, MD 20723
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Center's general operations
Amount \$1,000

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name Christian Science Association of the Pupils of Betty Ann Ridley, CSB
 Address 3000 United Founders Blvd , Ste 100G
 Oklahoma City, OK 73112
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support the Association's Trust Fund
 Amount \$2,500

Name Christian Science Association of the Pupils of Betty Ann Ridley, CSB
 Address 3000 United Founders Blvd , Ste 100G
 Oklahoma City, OK 73112
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support travel costs for students
 Amount \$5,000

Name The Claremont Institute for the Study of Statesmanship and Political Philosophy
 Address 250 West First St , Ste 330
 Claremont, CA 91711
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support the Institute's monograph project
 Amount \$2,000

Name The Claremont Institute for the Study of Statesmanship and Political Philosophy
 Address 250 West First St , Ste 330
 Claremont, CA 91711
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To renew support for the Institute's general operations
 Amount \$100,000

Name The Claremont Institute for the Study of Statesmanship and Political Philosophy
 Address 250 West First St , Ste 330
 Claremont, CA 91711
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support the Institute's monograph project
 Amount \$5,000

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name Competitive Enterprise Institute
Address 1001 Connecticut Ave , NW, Ste 1250
Washington, DC 20036
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Institute's programs
Amount \$5,000

Name Daystar Foundation and Library
Address 3000 United Founders Blvd , Ste 104-G
Oklahoma City, OK 73112
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Classic Christian Science Lecture Series
Amount \$11,000

Name Discovery Institute
Address 1402 Third Ave , Ste 400
Seattle, WA 98101
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support general operations
Amount \$1,000

Name El Shaddai Life Ministries Church
Address 1815 San Pedro
San Antonio, TX 78212
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Living Beyond Disease radio show
Amount \$5,000

Name Foresight Institute
Address Box 61058
Palo Alto, CA 94306
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for general operations
Amount \$1,000

Statement of Grants Awarded for Year Ending December 31, 2002

Name Foundation Francisco Marroquin
 Address P O Box 1806
 Santa Monica, CA 90403
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support general operations
 Amount \$1,000

Name Foundation Francisco Marroquin
 Address P O Box 1806
 Santa Monica, CA 90403
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support general operations
 Amount \$3,500

Name Foundation for Individual Rights in Education
 Address 210 W Washington Square, Ste 303
 Philadelphia, PA 19106
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support the Know Your Rights program
 Amount \$1,000

Name First Church of Christ Scientist, San Francisco, CA
 Address 1700 Franklin St
 San Francisco, CA 94109
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support construction costs
 Amount \$5,000

Name First Church of Christ Scientist, Monterey, CA
 Address 780 Abrego St
 Monterey, CA 93940
 Foundation Status 501(c)(3) – 509(a)(1)
 Purpose To support the church newspaper advertisement
 Amount \$5,200

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name	Frontiers of Freedom Institute
Address	12011 Lee Jackson Memorial Highway Fairfax, VA 22033
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the OpEds com project
Amount	\$1,000

Name	The Fund for American Studies
Address	1706 New Hampshire Ave , NW Washington, DC 20009
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the Summer Institutes program
Amount	\$1,000

Name	George Mason University Foundation
Address	3401 N Fairfax Dr Arlington, VA 22201
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the University's Law & Economics Center
Amount	\$5,000

Name	Healing Unlimited
Address	648 Barrett Rd Priest River, ID 83856
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support its website project
Amount	\$5,000

Name	Heritage Foundation
Address	214 Massachusetts Ave , NE Washington, DC 20002
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the general operations of the Foundation
Amount	\$100,000

Statement of Grants Awarded for Year Ending December 31, 2002

Name	Hillsdale College
Address	33 East College St Hillsdale, MI 49242
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the President's discretionary fund
Amount	\$25,000

Name	Hillsdale College
Address	33 East College St Hillsdale, MI 49242
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the Georgia Arnn Memorial Scholarship
Amount	\$1,000

Name	Institute for Humane Studies
Address	3401 N Fairfax Dr , Ste 440 Arlington, VA 22201
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To renew support for the Institute's general operations
Amount	\$5,000

Name	Institute for World Politics
Address	1521 16 th St NW Washington, DC 20036
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To renew support for the Institute's general operations
Amount	\$10,000

Name	Intercollegiate Studies Institute, Inc
Address	3901 Centerville Rd Wilmington, DE 19807
Foundation Status	501(c)(3) – 509(a)(1)
Purpose	To support the Institute's general operations
Amount	\$3,500

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name Intercollegiate Studies Institute, Inc
Address 3901 Centerville Rd
Wilmington, DE 19807
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support the Institute's educational operations
Amount \$50,000

Name International Policy Network
Address 1001 Connecticut Ave , NW, Ste 1250
Washington, DC 20036
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the general operations of IPN in the UK
Amount \$1,000

Name The Kilns Association Inc
Address P O Box 8008
Redlands, CA 92375
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the C S Lewis Foundation Annual Fund campaign
Amount \$1,000

Name Landmark Legal Foundation
Address 3100 Broadway Ste 1110
Kansas City, MO 64111
Foundation Status 501(c)(3) – 509(a)(1)
Purpose Renew support for the Foundation's general operations
Amount \$2,500

Name Longyear Foundation
Address 1125 Boylston St
Chestnut Hill, MA 02467
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Foundation's museum
Amount \$5,000

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name Mercatus Center
Address 3401 N Fairfax Dr , Ste 450
Arlington, VA 22201
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support general operations
Amount \$2,500

Name Mont Pelerin Society
Address P O Box 7031
Alexandria, VA 22307
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the 2003 Regional Meeting
Amount \$5,000

Name Omaha Zoological Society
Address 3701 S Tenth St
Omaha, NE 68107
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support educational programs of the Henry Doorly Zoo
Amount \$1,000

Name Pacific Institute for Public Policy Research
Address 755 Sansome St
San Francisco, CA 94111
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Institute's Center for School Reform
Amount \$5,000

Name The Philadelphia Society
Address 11620 Rutan Circle
Jerome, MI 49249
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Society's general operations
Amount \$8,000

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name The Philadelphia Society
Address 11620 Rutan Circle
Jerome, MI 49249
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Society's general and meeting operations in 2003
Amount \$7,500

Name Phillips Foundation
Address 7811 Montrose Rd , Ste 100
Potomac, MD 20854
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Foundation's general operations
Amount \$1,000

Name Phillips Foundation
Address 7811 Montrose Rd , Ste 100
Potomac, MD 20854
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Ronald Reagan Future Leaders Scholarship program
Amount \$1,000

Name The Reason Foundation
Address 3415 S Sepulveda Blvd , Ste 400
Los Angeles, CA 90034
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To renew support for the Foundation's general operations
Amount \$2,500

Name Regis University
Address 3333 Regis Blvd
Denver, CO 80221-1099
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the University's general operations
Amount \$1,500

Aequus Institute

EIN 52-1620982

Statement of Grants Awarded for Year Ending December 31, 2002

Name	Russell Kirk Center for Cultural Renewal
Address	P O Box 4 Mecosta, MI 49332
Foundation Status	501(c)(3) - 509(a)(1)
Purpose	To support the Center's general operations
Amount	\$1,000

Name	Saint Vincent College
Address	300 Fraser Purchase Rd Latrobe, PA 15650
Foundation Status	501(c)(3) - 509(a)(1)
Purpose	To support the college's Center for Economic & Policy Education
Amount	\$1,000

Name	St James School
Address	St James, MD 21781
Foundation Status	501(c)(3) - 509(a)(1)
Purpose	To support the general operations of the school
Amount	\$1,000

Name	Southeastern Legal Foundation
Address	3340 Peachtree Rd , NE, Ste 2515 Atlanta, GA 30326
Foundation Status	501(c)(3) - 509(a)(1)
Purpose	To support general operations
Amount	\$1,000

Name	Thomas Aquinas College
Address	10000 N Ojai Rd Santa Paula, CA 93060
Foundation Status	501(c)(3) - 509(a)(1)
Purpose	To support general operations
Amount	\$2,000

Aequus Institute**EIN 52-1620982****Statement of Grants Awarded for Year Ending December 31, 2002**

Name Tax Foundation
Address 1250 H St , NW, Ste 750
Washington, DC 20005
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support general operations
Amount \$2,500

Name Young America's Foundation
Address 110 Elden St
Herndon, VA 20170
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the Reagan Ranch Center
Amount \$5,000

Name Young America's Foundation
Address 110 Elden St
Herndon, VA 20170
Foundation Status 501(c)(3) – 509(a)(1)
Purpose To support the National Journalism Center
Amount \$2,500

Underpayment of Estimated Tax by Corporations

Department of the Treasury
Internal Revenue Service

See separate instructions

2002

Attach to the corporation's tax return

Name **Aeguis Institute** Employer identification number **52-1620982**

Note In most cases, the corporation DOES NOT need to file Form 2220 (See Part I below for exceptions) The IRS will figure any penalty owed and bill the corporation If the corporation does not need to file Form 2220, it may still use it to figure the penalty Enter the amount from line 34 on the estimated tax penalty line of the corporation's income tax return, but DO NOT attach Form 2220

Part I **Reasons for Filing** - Check the boxes below that apply to the corporation If any boxes are checked, the corporation must file Form 2220, even if it does not owe the penalty If the box on line 1 or line 2 applies, the corporation may be able to lower or eliminate the penalty

- 1 The corporation is using the annualized income installment method
- 2 The corporation is using the adjusted seasonal installment method
- 3 The corporation is a "large corporation" figuring its first required installment based on the prior year's tax

Part II **Figuring the Underpayment**

4 Total tax (see instructions)		4	8,814
5a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 4	5a		
b Look-back interest included on line 4 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method	5b		
c Credit for Federal tax paid on fuels (see instructions)	5c		
d TOTAL Add lines 5a through 5c		5d	
6 Subtract line 5d from line 4 If the result is less than \$500, DO NOT complete or file this form The corporation does not owe the penalty		6	8,814
7 Enter the tax shown on the corporation's 2001 income tax return (see instructions) CAUTION IF ZERO OR THE TAX YEAR WAS FOR LESS THAN 12 MONTHS, SKIP THIS LINE AND ENTER THE AMOUNT FROM LINE 6 ON LINE 8		7	2,561
8 Enter the SMALLER of line 6 or line 7 If the corporation is required to skip line 7, enter the amount from line 6		8	2,561

	(a)	(b)	(c)	(d)	
9 INSTALLMENT DUE DATES Enter in columns (a) through (d) the 15th day of the 4th (FORM 990-PF FILERS Use 5th month), 6th, 9th, and 12th months of the corporation's tax year	9	5/15/2002	6/15/2002	9/15/2002	12/15/2002
10 REQUIRED INSTALLMENTS If the box on line 1 and/or line 2 above is checked, enter the amounts from Schedule A, line 40 If the box on line 3 (but not 1 or 2) is checked, see instructions for the amounts to enter If none of these boxes are checked, enter 25% of line 8 above in each column	10	640	640	640	640
11 Estimated tax paid or credited for each period (see instructions) For column (a) only enter the amount from line 11 on line 15 <i>Complete lines 12 through 18 of one column before going to the next column</i>	11	11,949			
12 Enter amount, if any, from line 18 of the preceding column	12		11,309	10,669	10,029
13 Add lines 11 and 12	13		11,309	10,669	10,029
14 Add amounts on lines 16 and 17 of the preceding column	14				
15 Subtract line 14 from line 13 If zero or less, enter -0-	15	11,949	11,309	10,669	10,029
16 If the amount on line 15 is zero, subtract line 13 from line 14 Otherwise, enter -0-	16				
17 UNDERPAYMENT If line 15 is less than or equal to line 10, subtract line 15 from line 10 Then go to line 12 of the next column Otherwise, go to line 18	17				
18 OVERPAYMENT If line 10 is less than line 15, subtract line 10 from line 15 Then go to line 12 of the next column	18	11,309	10,669	10,029	

Complete Part III on page 2 to figure the penalty If there are no entries on line 17, no penalty is owed