

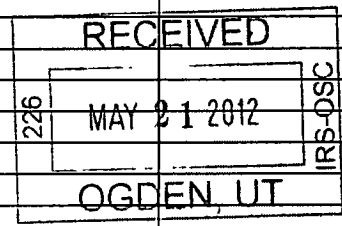
**Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation**

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

For calendar year 2011 or tax year beginning _____, and ending _____

Name of foundation Aequus Institute		A Employer identification number 52-1620982
Number and street (or P O box number if mail is not delivered to street address) P O. Box 3485	Room/suite	B Telephone number (see instructions) 800-441-1963
City or town, state, and ZIP code Elmira NY 14905		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 3,145,289	J Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ <i>(Part I, column (d) must be on cash basis)</i>	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

Part I 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 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 (attach schedule)				
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	16	16		
	4 Dividends and interest from securities	55,256	55,256		
	5 a Gross rents				
	b Net rental income or (loss)				
	6 a Net gain or (loss) from sale of assets not on line 10	135,069			
	b Gross sales price for all assets on line 6a	905,719			
	7 Capital gain net income (from Part IV, line 2)		135,069		
	8 Net short-term capital gain				
	9 Income modifications				
	10 a Gross sales less returns and allowances	722			
b Less Cost of goods sold					
c Gross profit or (loss) (attach schedule)	722				
11 Other income (attach schedule)					
12 Total. Add lines 1 through 11	191,063	190,341			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	49,000	18,250		30,750
	14 Other employee salaries and wages	52,222	13,056		39,166
	15 Pension plans, employee benefits	4,881	1,220		3,661
	16 a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	17,675	4,419		13,256
	c Other professional fees (attach schedule)	9,224	9,224		
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	5,321	2,543		
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	5,526	1,232		4,294
	22 Printing and publications	5,517			5,517
	23 Other expenses (attach schedule)	34,190	1,477		32,713
	24 Total operating and administrative expenses. Add lines 13 through 23	183,556	51,421		129,357
	25 Contributions, gifts, grants paid	212,750			212,750
26 Total expenses and disbursements Add lines 24 and 25	396,306	51,421		342,107	
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements	-205,243				
b Net investment income (if negative, enter -0-)		138,920			
c Adjusted net income (if negative, enter -0-)					



SCANNED MAY 23 2012
Operating and Administrative Expenses

26

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	62,723	135,994	135,994
	3 Accounts receivable ▶ Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶ Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach schedule) ▶ Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges	10,831	8,053	8,053
	10 a Investments—U S and state government obligations (attach schedule)	366,536		
	b Investments—corporate stock (attach schedule)	254,404		
	c Investments—corporate bonds (attach schedule)		4,994	4,994
	11 Investments—land, buildings, and equipment basis ▶ Less: accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans			
	13 Investments—other (attach schedule)	3,430,028	2,996,248	2,996,248
	14 Land, buildings, and equipment basis ▶ 18,792 Less: accumulated depreciation (attach schedule) ▶ 18,792			
15 Other assets (describe ▶)				
16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	4,124,522	3,145,289	3,145,289	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable	58,000	22,500	
	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 ▶ Deferred taxes)	37,687	22,917	
	23 Total liabilities (add lines 17 through 22)	95,687	45,417	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ▶ <input checked="" type="checkbox"/>			
	24 Unrestricted	4,028,835	3,099,872	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations 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 instructions)	4,028,835	3,099,872		
31 Total liabilities and net assets/fund balances (see instructions)	4,124,522	3,145,289		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	4,028,835
2 Enter amount from Part I, line 27a	2	-205,243
3 Other increases not included in line 2 (itemize) ▶ Deferred tax benefit	3	14,770
4 Add lines 1, 2, and 3	4	3,838,362
5 Decreases not included in line 2 (itemize) ▶ Unrealized losses on investments	5	738,490
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	3,099,872

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 Publicly traded securities		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 905,719		770,650	135,069	
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))	
(i) 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			135,069	
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	135,069	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8 }		3		

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2010	402,400	3,925,125	0.102519
2009	450,545	3,434,274	0.131191
2008	486,508	4,466,830	0.108916
2007	696,051	5,744,377	0.121171
2006	627,734	5,462,219	0.114923
2 Total of line 1, column (d)			2 0.578720
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 0.115744
4 Enter the net value of noncharitable-use assets for 2011 from Part X, line 5			4 3,191,982
5 Multiply line 4 by line 3			5 369,453
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 1,389
7 Add lines 5 and 6			7 370,842
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			8 342,107

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

1	a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary—see instructions)		
	b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		2,778
	c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		
3	Add lines 1 and 2		2,778
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-		2,778
6	Credits/Payments		
	a 2011 estimated tax payments and 2010 overpayment credited to 2011	6a	10,831
	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		10,831
8	Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached		
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed		
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid		8,053
11	Enter the amount of line 10 to be Credited to 2012 estimated tax <input type="checkbox"/> 8,053 Refunded <input type="checkbox"/>		

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)? <i>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities</i>		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. (1) On the foundation <input type="checkbox"/> \$ _____ (2) On foundation managers. <input type="checkbox"/> \$ _____		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ _____		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities</i>		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If "Yes," attach a conformed copy of the changes</i>		X
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T.</i>		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> NY		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If "No," attach explanation</i>	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>		X

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)			X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ <u>www.aequus.org</u>	X		
14	The books are in care of ▶ <u>Nancy Padilla</u> Telephone no ▶ <u>800-441-1963</u> Located at ▶ <u>Post Office Box 3485 Elmira NY</u> ZIP+4 ▶ <u>14905</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here and enter the amount of tax-exempt interest received or accrued during the year ▶ <u>15</u>			
16	At any time during calendar year 2011, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for Form TD F 90-22.1 If "Yes," enter the name of the foreign country ▶		Yes	No
				X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

		Yes	No
1a	During the year did the foundation (either directly or indirectly):		
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6)	Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>	1b	X
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011?	1c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a	At the end of tax year 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ 20____, 20____, 20____, 20____		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions)	2b	N/A
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20____, 20____, 20____, 20____		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did it have excess business holdings in 2011 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2011)	3b	N/A
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2011?	4b	X

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

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions) Yes No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? Yes No

b If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here **5b** N/A

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? Yes No
If "Yes," attach the statement required by Regulations section 53.4945–5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No **6b** X

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? If "Yes" to 6b, file Form 8870

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

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? **7b** N/A

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (if not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Larry Arn P.O. Box 3485 Elmira NY 14905	Director/Ex. Dir. 6.00	31,000	0	0
Edwin Feulner P.O. Box 3485 Elmira NY 14905	Director/Secretary 2.00	6,000	0	0
David Keyston P.O. Box 3485 Elmira NY 14905	Director/V P. 2.00	6,000	0	0
Patrick Parker P.O. Box 3485 Elmira NY 14905	Director/President 2.00	6,000	0	0

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

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

Total number of other employees paid over \$50,000

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

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

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
.....		
.....		
.....		
.....		
.....		

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 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2

	Amount
1	
2	
3 All other program-related investments. See instructions	

Total. Add lines 1 through 3

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	3,072,474
b	Average of monthly cash balances	1b	157,237
c	Fair market value of all other assets (see instructions)	1c	10,880
d	Total (add lines 1a, b, and c)	1d	3,240,591
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	3,240,591
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	48,609
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,191,982
6	Minimum investment return. Enter 5% of line 5	6	159,599

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part)

1	Minimum investment return from Part X, line 6	1	159,599
2a	Tax on investment income for 2011 from Part VI, line 5	2a	2,778
b	Income tax for 2011 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	2,778
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	156,821
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	156,821
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	156,821

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1a	342,107
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	342,107
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	342,107

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2010	(c) 2010	(d) 2011
1 Distributable amount for 2011 from Part XI, line 7				156,821
2 Undistributed income, if any, as of the end of 2011				
a Enter amount for 2010 only				
b Total for prior years 20 ____, 20 ____, 20 ____				
3 Excess distributions carryover, if any, to 2011:				
a From 2006	368,217			
b From 2007	429,988			
c From 2008	264,318			
d From 2009	279,909			
e From 2010	208,622			
f Total of lines 3a through e	1,551,054			
4 Qualifying distributions for 2011 from Part XII, line 4 ▶ \$ 342,107				
a Applied to 2010, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions)				
c Treated as distributions out of corpus (Election required—see instructions)				
d Applied to 2011 distributable amount				156,821
e Remaining amount distributed out of corpus	185,286			
5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	1,736,340			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount—see instructions				
e Undistributed income for 2010. Subtract line 4a from line 2a Taxable amount—see instructions				
f Undistributed income for 2011. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2012				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8 Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions)	368,217			
9 Excess distributions carryover to 2012. Subtract lines 7 and 8 from line 6a	1,368,123			
10 Analysis of line 9				
a Excess from 2007	429,988			
b Excess from 2008	264,318			
c Excess from 2009	279,909			
d Excess from 2010	208,622			
e Excess from 2011	185,286			

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9)

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2011, enter the date of the ruling ▶

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

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

	Tax year	Prior 3 years			(e) Total
	(a) 2011	(b) 2010	(c) 2009	(d) 2008	
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test—enter.					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

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

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

Nancy Padilla Post Office Box 3485 Elmira NY 14905 800-441-1963

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

Letter of proposal with a budget attached

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

Study of Christian Science religion. The free market system and related areas.

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 attached	None	Public	See attached	212,750
Total			▶ 3a	212,750
b <i>Approved for future payment</i>				
Total			▶ 3b	

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 foundation to a noncharitable exempt organization of: (1) Cash, (2) Other assets, b Other transactions: (1) Sales of assets, (2) Purchases of assets, (3) Rental of facilities, (4) Reimbursement arrangements, (5) Loans or loan guarantees, (6) Performance of services, 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.

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

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

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

Sign Here [X] [Signature] 5-2-12
Signature of officer or trustee Date

Paid Preparer Use Only
Print preparer's name: Howard Levine
Preparer's signature: [Signature]
Firm's name: Howard J. Levine C P A.
Firm's address: 16600 Sherman Way #280 Van Nuys

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

STATEMENT #1 - DETAIL OF SALES (Part I, Line 10a)

Sales of books, C D 's and pamphlets	722
GROSS PROFIT	722

STATEMENT #2 - OTHER PROFESSIONAL FEES (Part I, Line 16c)

Investment management fees	9,224
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STATEMENT #3 - TAXES (Part I, Line 18)

Foreign income taxes	2,543
Federal excise taxes	2,778
TOTAL TAXES	5,321

STATEMENT #4 - OTHER EXPENSES (Part I, Line 23)

Bank charges	981
Dues and subscriptions	1,219
Entertainment and meals	1,733
Insurance	4,379
Miscellaneous	441
Office supplies	5,400
Outside services	9,790
Payroll taxes	5,908
Postage	1,479
Repairs and maintenance	100
Telephone	2,760
TOTAL OTHER EXPENSES	34,190

STATEMENT #5 - OTHER INVESTMENTS (Part II, Line 13)

Futures fund	193,972
Hedge fund	274,040
Pooled partnership fund	2,528,236
TOTAL OTHER INVESTMENTS	2,996,248

STATEMENT #6 - DEPRECIATION (Part II, Line 14)

Furniture and equipment	18,792
Less accumulated depreciation	(18,792)
BOOK VALUE	

Aequus Institute
2011 GRANT AWARD LIST

GRANT RECIPIENT	AWARD DATE	AWARD PURPOSE	AWARD AMOUNT
ACTON INSTITUTE 161 Ottawa N.W., Suite 301 Grand Rapids, MI 49503	04/09/11	General Operations	\$1,000
AMERICAN ENTERPRISE INSTITUTE 1150 Seventeenth Street, N.W. Washington, DC 20036	04/09/11	General Operatins	\$1,000
ARMY HERITAGE FOUNDATION P.O. Box 839 Carlisle, PA 17013	12/31/11	General Operations	\$1,000
ATLAS ECONOMIC RESEARCH FDTN 1201 L Street, N.W. Washington, DC 20002	04/09/11	General Operations	\$1,000
BOOKMARK P.O. Box 881143 Santa Clarita, CA 91380	04/09/11	Printing, Mailing Catalog ERG	\$9,000
C.S. ENDTIME CENTER 3225-J S. Wadsworth Boulevard Denver, CO 80227	09/14/11	General Operations	\$5,000
C.S. NURSING NETWORK 5103 S. Sheridan Road, Suite 403 Tulsa, OK 74145	09/14/11	Annual Conference	\$750
CATO INSTITUTE 1000 Massachusetts Avenue, N.W. Washington, DC 20001	09/14/11	General Operations	\$1,000
CHURCHILL CENTRE P.O. Box 935 Downers Grove, IL 60515	12/31/11	General Operations	\$1,000
CLAREMONT INSTITUTE 937 W. Foothill Boulevard Claremont, CA 91711	09/14/11	General Operations	\$10,000
CLAREMONT INSTITUTE 937 W. Foothill Boulevard Claremont, CA 91711	12/31/11	General Operatins	\$2,500

GRANT RECIPIENT	AWARD DATE	AWARD PURPOSE	AWARD AMOUNT
CLAREMONT MCKENNA COLLEGE SALVATORI CENER 850 Columbia Claremont, CA 91711	12/31/11	General Operations	\$1,000
FERN LODGE 18457 Madison Avenue Castro Valle, CA 94546	09/14/11	Christian Science Nursing Program	\$5,000
FOUNDATION FOR RESEARCH ON ECONOMICS AND THE ENVIRONMENT 662 Ferguson Road Bozeman, MT 59718	09/14/11	Religious Leader's Programs	\$1,000
FORESIGHT INSTITUTE P.O. Box 61058 Palo Alto, CA 94306	09/14/11	General Operations	\$1,500
FUND FOR AMERICAN STUDIES 1706 New Hampshire Avenue, N.W. Washington, DC 20009	04/09/11	General Operations	\$1,000
HEALING UNLIMITED P.O. Box 5271 Carmel, CA 93921	04/09/11	General Operations	\$7,500
HERITAGE FOUNDATION 214 Massachusetts Avenue, N.E. Washington, DC 20002	12/31/11	General Operations	\$2,500
HERITAGE FOUNDATION 214 Massachusetts Avenue, N.E. Washington, DC 20002	04/09/11	General Operations	\$100,000
HILLSDALE COLLEGE 33 East college Street Hillsdale, MI 49242	09/14/11	Kirby Center Programs	\$50,000
HILLSDALE COLLEGE 33 East college Street Hillsdale, MI 49242	09/14/11	Kirby Center Programs	\$8,500
HILLSDALE COMMUNITY CENTER P.O. Box 276 Hillsdale, MI 49242	12/31/11	General Operations	\$1,000
INSTITUTE OF WORLD POLITICS 1521 16th Street, N.W. Washington, DC 20036	09/14/11	General Operations	\$3,500

GRANT RECIPIENT	AWARD DATE	AWARD PURPOSE	AWARD AMOUNT
INTERCOLLEGIATE STUDIES INSTITUTE 3901 Centerville Road Wilmington, DE 19807	09/14/11	Leadership for America's Future Campaign	\$10,000
INTERCOLLEGIATE STUDIES INSTITUTE 3901 Centerville Road Wilmington, DE 19807	02/14/11	General Operations	\$5,000
LANDMARK LEGAL FOUNDATION 3100 Broadway, Suite 1210 Kansas City, MO 64111	04/09/11	General Operations	\$1,000
NOVUS ORDO SECLORUM Box 11 Mount Joy, PA 17552	04/09/11	Preserving Christian Science Doctrine	\$5,000
NOVUS ORDO SECLORUM Box 11 Mount Joy, PA 17552	09/14/11	Preserving Christian Science Doctrine	\$2,500
NOVUS ORDO SECLORUM Box 11 Mount Joy, PA 17552	11/01/11	Preserving Christian Science Doctrine	\$2,500
NOVUS ORDO SECLORUM Box 11 Mount Joy, PA 17552	03/05/11	Preserving Christian Science Doctrine	\$2,500
OMAHA ZOO 3701 S. 10th Street Omaha, NE 66107	12/31/11	General Operations	\$1,000
PACIFIC RESEARCH INSTITUTE One Embarcadero Center, Suite 350 San Francisco, CA 94111	04/09/11	Education Studies Program	\$1,000
PHILADELPHIA SOCIETY 11620 Rutan Circle Jerome, MI 49242	04/09/11	General Operations	\$2,500
PLAINFIELD C.S. CHURCH P.O. Box 5619 Plainfield, NJ 07061	09/14/11	General Operations	\$2,500
REASON FOUNDATION 3415 S. Sepulveda Blvd. Suite 40 Los Angeles, CA 90034	09/14/11	General Operations	\$1,000

GRANT RECIPIENT	AWARD DATE	AWARD PURPOSE	AWARD AMOUNT
REGIS UNIVERSITY 3333 Regis Boulevard, B-16 Denver, CO 80221	02/14/11	General Operations	\$5,000
SHIMER COLLEGE 3424 South State Street Chicago, IL 60616	8/9/2007	General Support, Conditional	-\$47,500
ST. VINCENT COLLEGE - CPET 300 Fraser Purchase Road Latrobe, PA 15650	04/09/11	Education Lecture Series	\$1,000
STUDENTNEWS DAILY.COM P.O. Box 30353 Edmond, OK 73003	04/09/11	General Operations	\$1,000
TAX FOUNDATION 529 14th Street, N.W., Suite 420 Washington, DC 20045	04/09/11	General Operations	\$1,000

TOTAL 2011	\$212,750
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