

Amended Return - See Statement 1  
**Exempt Organization Business Income Tax Return**  
 (and proxy tax under section 6033(e))

Form **990-T**

Department of the Treasury  
 Internal Revenue Service

For calendar year 2005 or other tax year beginning **JUL 1, 2005**, and ending **JUN 30, 2006**

OMB No. 1545-0687

**2005**

<b>A</b> <input type="checkbox"/> Check box if address changed		Name of organization ( <input type="checkbox"/> Check box if name changed and see instructions.) <b>McKnight Brain Research Foundation</b>	<b>D</b> Employer identification number (Employees' trust, see instructions for Block D on page 7.) <b>65-6301255</b>
<b>B</b> Exempt under section <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 408(e) <input type="checkbox"/> 220(e) <input type="checkbox"/> 408A <input type="checkbox"/> 530(a) <input type="checkbox"/> 529(a)	Print or Type Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.) <b>Post Office Box 620005</b> City or town, state, and ZIP code <b>Orlando, FL 32862</b>	<b>E</b> New unrelated bus. activity codes (See instructions for Block E on page 7.) <b>900000</b>	
<b>C</b> Book value of all assets at end of year <b>49,782,127.</b>	<b>F</b> Group exemption number (see instructions for Block F) ▶ <b>N/A</b>		
<b>G</b> Check organization type ▶ <input type="checkbox"/> 501(c) corporation <input checked="" type="checkbox"/> 501(c) trust <input type="checkbox"/> 401(a) trust <input type="checkbox"/> Other trust			

**H** Describe the organization's primary unrelated business activity. ▶ **Investment in partnerships**

**I** During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? .....  Yes  No  
 If "Yes," enter the name and identifying number of the parent corporation. ▶

**J** The books are in care of ▶ **SunTrust Bank** Telephone number ▶ **(407) 237-5907**

<b>Part I Unrelated Trade or Business Income</b>	(A) Income	(B) Expenses	(C) Net
1 a Gross receipts or sales			
b Less returns and allowances			
c Balance			
2 Cost of goods sold (Schedule A, line 7)			
3 Gross profit. Subtract line 2 from line 1c			
4 a Capital gain net income (attach Schedule D)	26,158.		26,158.
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			
c Capital loss deduction for trusts			
5 Income (loss) from partnerships and S corporations (attach statement)	67,570.	stmt 2	67,570.
6 Rent income (Schedule C)			
7 Unrelated debt-financed income (Schedule E)			
8 Interest, annuities, royalties, and rents from controlled organizations (Sch. F)			
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)			
10 Exploited exempt activity income (Schedule I)			
11 Advertising income (Schedule J)			
12 Other income (See instructions - attach schedule.)			
13 <b>Total.</b> Combine lines 3 through 12	93,728.		93,728.

**Part II Deductions Not Taken Elsewhere** (See instructions for limitations on deductions.)  
 (Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)			
15 Salaries and wages			
16 Repairs and maintenance			
17 Bad debts			
18 Interest (attach schedule)			
19 Taxes and licenses			
20 Charitable contributions (See instructions for limitation rules.)	See Statement 3		44,784.
21 Depreciation (attach Form 4562)	21		
22 Less depreciation claimed on Schedule A and elsewhere on return	22a		22b
23 Depletion			
24 Contributions to deferred compensation plans			
25 Employee benefit programs			
26 Excess exempt expenses (Schedule I)			
27 Excess readership costs (Schedule J)			
28 Other deductions (attach schedule)	See Statement 4		3,160.
29 <b>Total deductions.</b> Add lines 14 through 28			47,944.
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13			45,784.
31 Net operating loss deduction (limited to the amount on line 30)			
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30			45,784.
33 Specific deduction (Generally \$1,000, but see instructions for exceptions)			1,000.
34 <b>Unrelated business taxable income.</b> Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32			44,784.

Part III Tax Computation

Table with 2 columns: Description and Amount. Rows include Organizations Taxable as Corporations (35), Trusts Taxable at Trust Rates (36), Proxy tax (37), Alternative minimum tax (38), and Total (39) with amounts like 12,968.

Part IV Tax and Payments

Table with 2 columns: Description and Amount. Rows include Foreign tax credit (40a), Total credits (40e), Total tax (43), Total payments (45), and Tax due (47) with amounts like 3,319, 44,638, and 17,487.

Part V Statements Regarding Certain Activities and Other Information (See instructions on page 16.)

Table with 3 columns: Question, Yes, No. Questions include interest in foreign accounts, distributions from foreign trusts, and tax-exempt interest received.

Schedule A - Cost of Goods Sold. Enter method of inventory valuation N/A

Table with 2 columns: Description and Amount. Rows include Inventory at beginning/end of year (1, 6), Purchases (2), Cost of labor (3), Additional section 263A costs (4a, 4b), and Total (5, 7).

Sign Here section with signature lines for officer and preparer, date, title, and firm information for Batts Morrison Wales & Lee, P.A.

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)(See instr. on pg 17.)

1 Description of property

Table with 4 rows for property description (1-4).

Table with 3 columns: (a) From personal property, (b) From real and personal property, and 3 Deductions directly connected with the income.

Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) 0. Total deductions. Enter here and on page 1, Part I, line 6, column (B) 0.

Schedule E - Unrelated Debt-Financed Income (See instructions on page 17.)

Table with 4 columns: 1 Description of debt-financed property, 2 Gross income from or allocable to debt-financed property, 3 Deductions directly connected with or allocable to debt-financed property (a) Straight-line depreciation, (b) Other deductions.

Table with 5 columns: 4 Amount of average acquisition debt, 5 Average adjusted basis, 6 Column 4 divided by column 5, 7 Gross income reportable, 8 Allocable deductions.

Totals. Total dividends-received deductions included in column 8. Enter here and on page 1, Part I, line 7, column (A) 0. Enter here and on page 1, Part I, line 7, column (B) 0.

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (See instructions on page 18.)

Table for Exempt Controlled Organizations with 6 columns: 1 Name of Controlled Organization, 2 Employer Identification Number, 3 Net unrelated income, 4 Total of specified payments made, 5 Part of column (4) that is included in the controlling organization's gross income, 6 Deductions directly connected with income.

Table for Nonexempt Controlled Organizations with 5 columns: 7 Taxable Income, 8 Net unrelated income, 9 Total of specified payments made, 10 Part of column (9) that is included in the controlling organization's gross income, 11 Deductions directly connected with income.

Totals. Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A) 0. Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B) 0.

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization

(See instructions on page 19.)

Table with 5 columns: 1 Description of income, 2 Amount of income, 3 Deductions directly connected, 4 Set-asides, 5 Total deductions and set-asides. Totals row shows 0.

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income

(See instructions on page 19.)

Table with 7 columns: 1 Description of exploited activity, 2 Gross unrelated business income, 3 Expenses directly connected, 4 Net income (loss), 5 Gross income from activity, 6 Expenses attributable, 7 Excess exempt expenses. Totals row shows 0.

Schedule J - Advertising Income (See instructions on page 19.)

Part I Income From Periodicals Reported on a Consolidated Basis

Table with 7 columns: 1 Name of periodical, 2 Gross advertising income, 3 Direct advertising costs, 4 Advertising gain or (loss), 5 Circulation income, 6 Readership costs, 7 Excess readership costs. Totals row shows 0.

Part II Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part I, fill in columns 2 through 7 on a line-by-line basis.)

Table with 7 columns: 1 Name of periodical, 2 Gross advertising income, 3 Direct advertising costs, 4 Advertising gain or (loss), 5 Circulation income, 6 Readership costs, 7 Excess readership costs. Totals row shows 0.

Schedule K - Compensation of Officers, Directors, and Trustees (See instructions on page 20.)

Table with 4 columns: 1 Name, 2 Title, 3 Percent of time devoted to business, 4 Compensation attributable to unrelated business. Total row shows 0.

Name of estate or trust  <b>McKnight Brain Research Foundation</b>	Employer identification number  <b>65-6301255</b>
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**Note:** Form 5227 filers need to complete only Parts I and II.

<b>Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less</b>					
(a) Description of property (Example, 100 shares 7% preferred of "Z" Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (Loss) for the entire year (col. (d) less col. (e))
2 Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824 .....				2	
3 Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts .....				3	17,093.
4 Short-term capital loss carryover. Enter the amount, if any, from line 9 of the 2004 Capital Loss Carryover Worksheet .....				4	(            )
5 Net short-term gain or (loss). Combine lines 1 through 4 in column (f). Enter here and on line 13, column (3) below .....				5	17,093.

<b>Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year</b>					
(a) Description of property (Example, 100 shares 7% preferred of "Z" Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis	(f) Gain or (Loss) for the entire year (col. (d) less col. (e))
7 Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824 .....				7	
8 Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts .....				8	9,065.
9 Capital gain distributions .....				9	
10 Gain from Form 4797, Part I .....				10	
11 Long-term capital loss carryover. Enter the amount, if any, from line 14 of the 2004 Capital Loss Carryover Worksheet .....				11	(            )
12 Net long-term gain or (loss). Combine lines 6 through 11 in column (f). Enter here and on line 14a, column (3) below .....				12	9,065.

<b>Part III Summary of Parts I and II</b>			(1) Beneficiaries	(2) Estate's or trust's	(3) Total
<b>Caution:</b> Read the instructions before completing this part.					
13 Net short-term gain or (loss) .....	13			17,093.	17,093.
14 Net long-term gain or (loss):					
a Total for year .....	14a			9,065.	9,065.
b Unrecaptured section 1250 gain (see line 18 of the worksheet on page 35) .....	14b				
c 28% rate gain or (loss) .....	14c				
15 Total net gain or (loss). Combine lines 13 and 14a .....	15			26,158.	26,158.

**Note:** If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4. If lines 14a and 15, column (2), are net gains, go to Part V, and do not complete Part IV. If line 15, column (3), is a net loss, complete Part IV and the **Capital Loss Carryover Worksheet**, as necessary.

**Part IV Capital Loss Limitation**

16 Enter here and enter as a (loss) on Form 1041, line 4, the smaller of:  
 a The loss on line 15, column (3) or  
 b \$3,000 ..... 16 ( )

If the loss on line 15, column (3), is more than \$3,000, or if Form 1041, page 1, line 22, is a loss, complete the **Capital Loss Carryover Worksheet** on page 37 of the instructions to determine your capital loss carryover.

**Part V Tax Computation Using Maximum Capital Gains Rates** (Complete this part only if both lines 14a and 15 in column (2) are gains, or an amount is entered in Part I or Part II and there is an entry on Form 1041, line 2b(2), and Form 1041, line 22 is more than zero.)  
**Note:** If line 14b, column (2) or line 14c, column (2) is more than zero, complete the worksheet on page 38 of the instructions and skip Part V. Otherwise, go to line 17.

17	Enter taxable income from Form 1041, line 22 .....	17	44,784.
18	Enter the smaller of line 14a or 15 in column (2) but not less than zero .....	18	9,065.
19	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) .....	19	
20	Add lines 18 and 19 .....	20	9,065.
21	If the estate or trust is filing Form 4952, enter the amount from line 4g; otherwise, enter -0- .....	21	0.
22	Subtract line 21 from line 20. If zero or less, enter -0- .....	22	9,065.
23	Subtract line 22 from line 17. If zero or less, enter -0- .....	23	35,719.
24	Enter the smaller of the amount on line 17 or \$2,000 .....	24	2,000.
25	Is the amount on line 23 equal to or more than the amount on line 24? <input checked="" type="checkbox"/> Yes. Skip lines 25 through 27; go to line 28 and check the "No" box. <input type="checkbox"/> No. Enter the amount from line 23 .....	25	
26	Subtract line 25 from line 24 .....	26	
27	Multiply line 26 by 5% (.05) .....	27	
28	Are the amounts on lines 22 and 26 the same? <input type="checkbox"/> Yes. Skip lines 28 through 31; go to line 32. <input checked="" type="checkbox"/> No. Enter the smaller of line 17 or line 22 .....	28	9,065.
29	Enter the amount from line 26 (if line 26 is blank, enter -0-) .....	29	0.
30	Subtract line 29 from line 28 .....	30	9,065.
31	Multiply line 30 by 15% (.15) .....	31	1,360.
32	Figure the tax on the amount on line 23. Use the 2005 Tax Rate Schedule on page 23 of the instructions .....	32	11,608.
33	Add lines 27, 31, and 32 .....	33	12,968.
34	Figure the tax on the amount on line 17. Use the 2005 Tax Rate Schedule on page 23 of the instructions .....	34	14,781.
35	<b>Tax on all taxable income.</b> Enter the smaller of line 33 or line 34 here and on line 1a of Schedule G, Form 1041 .....	35	12,968.

JWA

## Footnotes

Statement 1

This return is being amended to correct the following:

Form 990-T, Page 1, line 4a - income has been reclassified to properly reflect the portion of UBTI that represents capital gain net income as reported on the Forms K-1 received by the Foundation from its partnership investments.

Form 990-T, Page 1, line 5 - income has been reclassified to properly reflect the portion of UBTI that represents capital gain net income as reported on the Forms K-1 received by the Foundation from its partnership investments.

Form 990-T, Page 1, line 20 - the Foundation is deducting charitable contributions made by the Foundation to 50% charities during the 6/30/06 tax year, which were inadvertently omitted from the originally filed return.

Schedule D has been attached to compute the tax due on the Form 990-T, as required due to the reporting of long term net capital gain.

Form 990-T	Income (Loss) from Partnerships	Statement	2
Description		Amount	
Lighthouse Global Long/Short Fund, L.P.		<25.>	
Lighthouse Diversified Fund (QP) II, L.P.		67,595.	
Total to Form 990-T, Page 1, line 5		67,570.	

Form 990-T	Contributions	Statement	3
Description/Kind of Property	Method Used to Determine FMV	Amount	
University of Miami	N/A	875,000.	
University of Alabama	N/A	1,000,000.	
Total to Form 990-T, Page 1, line 20		1,875,000.	

Form 990-T	Other Deductions	Statement	4
Description		Amount	
Legal Fees		3,160.	
Total to Form 990-T, Page 1, line 28		3,160.	