

Exempt Organization Business Income Tax Return (and proxy tax under section 6033(e))

2009

Department of the Treasury Internal Revenue Service (77)

For calendar year 2009 or other tax year beginning JUL 1, 2009 and ending JUN 30, 2010

Open to Public Inspection for 501(c)(3) Organizations Only

Header section containing: A Check box if address changed; B Exempt under section 501(c)(3); C Book value of all assets at end of year; D Employer identification number; E Unrelated business activity codes; F Group exemption number; G Check organization type.

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? No

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

Table with 4 columns: Part I Unrelated Trade or Business Income, (A) Income, (B) Expenses, (C) Net. Rows include Gross receipts or sales, Cost of goods sold, Capital gain net income, Income from partnerships, etc.

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.)

Table with 4 columns: Line number, Description, Amount, Total. Rows include Compensation of officers, Charitable contributions, Depreciation, etc.

Part III Tax Computation

Table with 3 columns: Description, Line Number, Amount. Includes rows for Organizations Taxable as Corporations (35), Trusts Taxable at Trust Rates (36), Proxy tax (37), Alternative minimum tax (38), and Total (39).

Part IV Tax and Payments

Table with 3 columns: Description, Line Number, Amount. Includes rows for Foreign tax credit (40a-40e), Other taxes (42), Total tax (43), Payments (44a-44f), Total payments (45), Estimated tax penalty (46), Tax due (47), Overpayment (48), and Enter the amount of line 48 you want (49).

Part V Statements Regarding Certain Activities and Other Information (See instructions on page 17)

Table with 3 columns: Question, Yes, No. Includes questions about foreign accounts, foreign trusts, and tax-exempt interest.

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

N/A

Table with 3 columns: Description, Line Number, Amount. Includes rows for Inventory at beginning/end of year (1, 6), Purchases (2), Cost of labor (3), Additional section 263A costs (4a, 4b), Total (5), Cost of goods sold (7), and Section 263A rules (8).

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.

Sign Here: Signature of officer, Date, Title. Includes a box for 'May the IRS discuss this return with the preparer shown below?' with Yes/No options.

Paid Preparer's Use Only: Preparer's signature, Date (05/16/11), Check if self-employed, Preparer's SSN or PTIN (P00428093), Firm's name (Batts Morrison Wales & Lee, P.A.), Address (801 North Orange Avenue, Suite 800, Orlando, Florida 32801), EIN (20-4193611), Phone no. (407-770-6000).

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)(see instr. on pg 18)

1. Description of property

Table with 1 column for description of property, rows (1) through (4).

2. Rent received or accrued

Table with 3 columns: (a) From personal property, (b) From real and personal property, and 3(a) Deductions directly connected with the income. Includes Total row with values 0.

(c) Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) 0. (b) 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 19)

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

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. Includes rows (1) through (4).

Totals 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.

Total dividends-received deductions included in column 8 0.

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (See instructions on page 20)

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 in column 5. Includes rows (1) through (4).

Nonexempt Controlled Organizations

Table with 5 columns: 7. Taxable Income, 8. Net unrelated income (loss), 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 in column 10. Includes rows (1) through (4).

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 20)

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 21)

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 21)

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 II, 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 21)

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.

## Backup Withholding:

The Foundation is a partner in the following partnerships, for which UBTI is reported on this return. The partnerships also reported on Schedule K-1 the Foundation's share of U.S. taxes withheld, as follows:

Lighthouse Diversified Fund (QP) II, L.P.; EIN 65-1137821	0.
Lighthouse Global Long/Short Fund, L.P.; EIN 59-3789085	0.
Lighthouse Credit Opportunities Fund, L.P.; EIN 57-1140919	261.
Total Backup Withholding	<u>261.</u>

Form 990-T	Income (Loss) from Partnerships	Statement 13
Description		Amount
Lighthouse Global Long/Short Fund, L.P.		89,840.
Lighthouse Diversified Fund (QP) II, L.P.		95,754.
Lighthouse Credit Opportunities Fund, L.P.		<39,948.>
Lighthouse Credit - disallowed passive activity losses		39,948.
Lighthouse Diversified - previously disallowed passive activity losses		<70,976.>
Total to Form 990-T, Page 1, line 5		114,618.

Form 990-T	Contributions	Statement 14
Description/Kind of Property	Method Used to Determine FMV	Amount
University of Arizona	N/A	1,000,100.
University of Alabama	N/A	1,500,000.
Foundation for the National Institutes of Health	N/A	1,070,000.
Contribution Carryover from 2008	N/A	2,300,000.
Total to Form 990-T, Page 1, line 20		5,870,100.

Form 990-T	Other Deductions	Statement 15
Description		Amount
Legal fees		2,361.
Total to Form 990-T, Page 1, line 28		2,361.

**Capital Gains and Losses**

▶ Attach to Form 1041, Form 5227, or Form 990-T. See the Instructions for Schedule D (Form 1041) (also for Form 5227 or Form 990-T, if applicable).

Name of estate or trust

Employer identification number

**McKnight Brain Research Foundation**

**65-6301255**

Note: Form 5227 filers need to complete only Parts I and II.

**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(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 Subtract (e) from (d)
<b>1 a</b>					

<b>b</b> Enter the short-term gain or (loss), if any, from Schedule D-1, line 1b	<b>1b</b>	
<b>2</b> Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824	<b>2</b>	
<b>3</b> Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts	<b>3</b>	<b>596,573.</b>
<b>4</b> Short-term capital loss carryover. Enter the amount, if any, from line 9 of the 2008 Capital Loss Carryover Worksheet	<b>4</b>	( )
<b>5</b> <b>Net short-term gain or (loss).</b> Combine lines 1a through 4 in column (f). Enter here and on line 13, column (3) on page 2	<b>5</b>	<b>596,573.</b>

**Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(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 Subtract (e) from (d)
<b>6 a</b>					

<b>b</b> Enter the long-term gain or (loss), if any, from Schedule D-1, line 6b	<b>6b</b>	
<b>7</b> Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824	<b>7</b>	
<b>8</b> Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts	<b>8</b>	<b>&lt;289,211.&gt;</b>
<b>9</b> Capital gain distributions	<b>9</b>	
<b>10</b> Gain from Form 4797, Part I	<b>10</b>	
<b>11</b> Long-term capital loss carryover. Enter the amount, if any, from line 14 of the 2008 Capital Loss Carryover Worksheet	<b>11</b>	( )
<b>12</b> <b>Net long-term gain or (loss).</b> Combine lines 6a through 11 in column (f). Enter here and on line 14a, column (3) on page 2	<b>12</b>	<b>&lt;289,211.&gt;</b>

<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.				
<b>13</b>	Net short-term gain or (loss)	<b>13</b>	596,573.	596,573.
<b>14</b>	Net long-term gain or (loss):			
a	Total for year	<b>14a</b>	<289,211.>	<289,211.>
b	Unrecaptured section 1250 gain (see line 18 of the worksheet)	<b>14b</b>		
c	28% rate gain	<b>14c</b>		
<b>15</b>	<b>Total net gain or (loss).</b> Combine lines 13 and 14a	<b>15</b>	307,362.	307,362.

**Note:** If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4 (or Form 990-T, Part I, line 4a). 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 (or Form 990-T, Part I, line 4c, if a trust), the **smaller** of:  
 a The loss on line 15, column (3) or b \$3,000 **16** ( )

**Note:** If the loss on line 15, column (3), is more than \$3,000, or if Form 1041, page 1, line 22 (or Form 990-T, line 34), is a loss, complete the **Capital Loss Carryover Worksheet** on page 7 of the instructions to figure your capital loss carryover.

**Part V Tax Computation Using Maximum Capital Gains Rates**

**Form 1041 filers.** 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.

**Caution:** Skip this part and complete the worksheet on page 8 of the instructions if:

- Either line 14b, col. (2) or line 14c, col. (2) is more than zero, or
- Both Form 1041, line 2b(1), and Form 4952, line 4g are more than zero.

**Form 990-T trusts.** Complete this part **only** if both lines 14a and 15 are gains, or qualified dividends are included in income in Part I of Form 990-T, and Form 990-T, line 34, is more than zero. Skip this part and complete the worksheet on page 8 of the instructions if either line 14b, col. (2) or line 14c, col. (2) is more than zero.

<b>17</b>	Enter taxable income from Form 1041, line 22 (or Form 990-T, line 34)	<b>17</b>	
<b>18</b>	Enter the <b>smaller</b> of line 14a or 15 in column (2) but not less than zero	<b>18</b>	
<b>19</b>	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) (or enter the qualified dividends included in income in Part I of Form 990-T)	<b>19</b>	
<b>20</b>	Add lines 18 and 19	<b>20</b>	
<b>21</b>	If the estate or trust is filing Form 4952, enter the amount from line 4g; otherwise, enter -0-	<b>21</b>	
<b>22</b>	Subtract line 21 from line 20. If zero or less, enter -0-	<b>22</b>	
<b>23</b>	Subtract line 22 from line 17. If zero or less, enter -0-	<b>23</b>	
<b>24</b>	Enter the <b>smaller</b> of the amount on line 17 or \$2,300	<b>24</b>	
<b>25</b>	Is the amount on line 23 equal to or more than the amount on line 24? <input type="checkbox"/> <b>Yes.</b> Skip lines 25 and 26; go to line 27 and check the "No" box. <input type="checkbox"/> <b>No.</b> Enter the amount from line 23	<b>25</b>	
<b>26</b>	Subtract line 25 from line 24	<b>26</b>	
<b>27</b>	Are the amounts on lines 22 and 26 the same? <input type="checkbox"/> <b>Yes.</b> Skip lines 27 thru 30; go to line 31. <input type="checkbox"/> <b>No.</b> Enter the smaller of line 17 or line 22	<b>27</b>	
<b>28</b>	Enter the amount from line 26 (If line 26 is blank, enter -0-)	<b>28</b>	
<b>29</b>	Subtract line 28 from line 27	<b>29</b>	
<b>30</b>	Multiply line 29 by 15% (.15)	<b>30</b>	
<b>31</b>	Figure the tax on the amount on line 23. Use the 2009 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	<b>31</b>	
<b>32</b>	Add lines 30 and 31	<b>32</b>	
<b>33</b>	Figure the tax on the amount on line 17. Use the 2009 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	<b>33</b>	
<b>34</b>	<b>Tax on all taxable income.</b> Enter the <b>smaller</b> of line 32 or line 33 here and on Form 1041, Schedule G, line 1a (or Form 990-T, line 36)	<b>34</b>	



# Underpayment of Estimated Tax by Corporations

Department of the Treasury  
Internal Revenue Service

▶ See separate instructions.  
▶ Attach to the corporation's tax return.

Form **990-T**

**2009**

Name <b>McKnight Brain Research Foundation</b>	Employer identification number <b>65-6301255</b>
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**Note:** Generally, the corporation is not required to file Form 2220 (see Part II below for exceptions) because the IRS will figure any penalty owed and bill the corporation. However, the corporation may still use Form 2220 to figure the penalty. If so, enter the amount from page 2, line 38 on the estimated tax penalty line of the corporation's income tax return, but **do not** attach Form 2220.

<b>Part I Required Annual Payment</b>			
1 Total tax (see instructions) .....		<b>1</b>	<b>72,235.</b>
2 a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 1 .....	<b>2a</b>		
b Look-back interest included on line 1 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method .....	<b>2b</b>		
c Credit for federal tax paid on fuels (see instructions) .....	<b>2c</b>		
d Total. Add lines 2a through 2c .....		<b>2d</b>	
3 Subtract line 2d from line 1. If the result is less than \$500, <b>do not</b> complete or file this form. The corporation does not owe the penalty .....		<b>3</b>	<b>72,235.</b>
4 Enter the tax shown on the corporation's 2008 income tax return (see instructions). <b>Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 3 on line 5</b> .....		<b>4</b>	
5 <b>Required annual payment.</b> Enter the <b>smaller</b> of line 3 or line 4. If the corporation is required to skip line 4, enter the amount from line 3 .....		<b>5</b>	<b>72,235.</b>

<b>Part II Reasons for Filing</b> - Check the boxes below that apply. If any boxes are checked, the corporation <b>must</b> file Form 2220 even if it does not owe a penalty (see instructions).
6 <input type="checkbox"/> The corporation is using the adjusted seasonal installment method.
7 <input type="checkbox"/> The corporation is using the annualized income installment method.
8 <input type="checkbox"/> The corporation is a "large corporation" figuring its first required installment based on the prior year's tax.

<b>Part III Figuring the Underpayment</b>		(a)	(b)	(c)	(d)
9 <b>Installment due dates.</b> 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 .....	<b>9</b>	<b>11/15/09</b>	<b>12/15/09</b>	<b>03/15/10</b>	<b>06/15/10</b>
10 <b>Required installments.</b> If the box on line 6 and/or line 7 above is checked, enter the amounts from Sch A, line 38. If the box on line 8 (but not 6 or 7) is checked, see instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 5 above in each column. ....	<b>10</b>	<b>18,059.</b>	<b>18,059.</b>	<b>18,058.</b>	<b>18,059.</b>
11 Estimated tax paid or credited for each period (see instructions). For column (a) only, enter the amount from line 11 on line 15 .....	<b>11</b>	<b>26,065.</b>	<b>65.</b>	<b>65.</b>	<b>66.</b>
<b>Complete lines 12 through 18 of one column before going to the next column.</b>					
12 Enter amount, if any, from line 18 of the preceding column .....	<b>12</b>		<b>8,006.</b>		
13 Add lines 11 and 12 .....	<b>13</b>		<b>8,071.</b>	<b>65.</b>	<b>66.</b>
14 Add amounts on lines 16 and 17 of the preceding column .....	<b>14</b>			<b>9,988.</b>	<b>27,981.</b>
15 Subtract line 14 from line 13. If zero or less, enter -0- .....	<b>15</b>	<b>26,065.</b>	<b>8,071.</b>	<b>0.</b>	<b>0.</b>
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0- .....	<b>16</b>		<b>0.</b>	<b>9,923.</b>	
17 <b>Underpayment.</b> 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 .....	<b>17</b>		<b>9,988.</b>	<b>18,058.</b>	<b>18,059.</b>
18 <b>Overpayment.</b> If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next column .....	<b>18</b>	<b>8,006.</b>			

**Go to Part IV on page 2 to figure the penalty. Do not go to Part IV if there are no entries on line 17 - no penalty is owed.**

**Part IV Figuring the Penalty**

		(a)	(b)	(c)	(d)
19	Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see instructions). (Form 990-PF and Form 990-T filers: Use 5th month instead of 3rd month.)	19			
20	Number of days from due date of installment on line 9 to the date shown on line 19	20			
21	Number of days on line 20 after 4/15/2009 and before 7/1/2009	21			
22	Underpayment on line 17 x $\frac{\text{Number of days on line 21} \times 4\%}{365}$	22	\$	\$	\$
23	Number of days on line 20 after 06/30/2009 and before 10/1/2009	23			
24	Underpayment on line 17 x $\frac{\text{Number of days on line 23} \times 4\%}{365}$	24	\$	\$	\$
25	Number of days on line 20 after 9/30/2009 and before 1/1/2010	25			
26	Underpayment on line 17 x $\frac{\text{Number of days on line 25} \times 4\%}{365}$	26	\$	\$	\$
27	Number of days on line 20 after 12/31/2009 and before 4/1/2010	27	See Attached Worksheet		
28	Underpayment on line 17 x $\frac{\text{Number of days on line 27} \times 4\%}{365}$	28	\$	\$	\$
29	Number of days on line 20 after 3/31/2010 and before 7/1/2010	29			
30	Underpayment on line 17 x $\frac{\text{Number of days on line 29} \times \%}{365}$	30	\$	\$	\$
31	Number of days on line 20 after 6/30/2010 and before 10/01/2010	31			
32	Underpayment on line 17 x $\frac{\text{Number of days on line 31} \times \%}{365}$	32	\$	\$	\$
33	Number of days on line 20 after 9/30/2010 and before 1/1/2011	33			
34	Underpayment on line 17 x $\frac{\text{Number of days on line 33} \times \%}{365}$	34	\$	\$	\$
35	Number of days on line 20 after 12/31/2010 and before 2/16/2011	35			
36	Underpayment on line 17 x $\frac{\text{Number of days on line 35} \times \%}{365}$	36	\$	\$	\$
37	Add lines 22, 24, 26, 28, 30, 32, 34, and 36	37	\$	\$	\$
38	<b>Penalty.</b> Add columns (a) through (d) of line 37. Enter the total here and on Form 1120; line 33; or the comparable line for other income tax returns	38	\$	1,152.	

\* Use the penalty interest rate for each calendar quarter, which the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS website at [www.irs.gov](http://www.irs.gov). You can also call 1-800-829-4933 to get interest rate information.

Form 990-T  
**UNDERPAYMENT OF ESTIMATED TAX WORKSHEET**

Name(s) <b>McKnight Brain Research Foundation</b>	Identifying Number <b>65-6301255</b>
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(A) *Date	(B) Amount	(C) Adjusted Balance Due	(D) Number Days Balance Due	(E) Daily Penalty Rate	(F) Penalty
		-0-			
11/15/09	18,059.	18,059.			
11/15/09	<65.>	17,994.			
11/15/09	<26,000.>	<8,006.>			
12/15/09	18,059.	10,053.			
12/15/09	<65.>	9,988.	90	.000109589	99.
03/15/10	18,058.	28,046.			
03/15/10	<65.>	27,981.	92	.000109589	282.
06/15/10	18,059.	46,040.			
06/15/10	<66.>	45,974.	153	.000109589	771.

Penalty Due (Sum of Column F). ..... **1,152.**

\* Date of estimated tax payment, withholding credit date or installment due date.

McKnight Brain Research Foundation  
 EIN 65-6301255  
 Form 990-T  
 Year ended June 30, 2010

Passive Activity Loss Limitations

Lighthouse Credit Opportunities Fund, LP; EIN 57-1140919	(39,948)
Total disallowed losses - current year	<u>\$ (39,948)</u>

Reconciliation of UBI per 990-T and 990-PF

	Ordinary Income (Loss)	Capital Gain (Loss)	Total
Lighthouse Diversified Fund (QP) II, LP; EIN 65-1137821 - UBI	\$ 95,754	\$ 243,428	\$ 339,182
Lighthouse Global Long/Short Fund, LP; EIN 59-3789085 - UBI	89,840	53,732	143,572
Lighthouse Credit Opportunities Fund, LP; EIN 57-1140919 - UBI	(39,948)	10,202	(29,746)
Prior year passive activity loss allowed - Lighthouse Diversified	(70,976)		(70,976)
Disallowed passive activity losses from above	39,948	-	39,948
Total UBI	<u>114,618</u>	<u>307,362</u>	<u>421,980</u>
Other UBI deductions reported on 990-T	(212,671)	-	(212,671)
Total UBI per 990-T	<u>\$ (98,053)</u>	<u>\$ 307,362</u>	<u>\$ 209,309</u>

Schedule K-1 (Form 1065)

2009

Department of the Treasury Internal Revenue Service

For calendar year 2009, or tax year beginning \_\_\_\_\_, 2009 ending \_\_\_\_\_, 20\_\_\_\_\_

Partner's Share of Income, Deductions, Credits, etc.

See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number 65-1137821
B Partnership's name, address, city, state, and ZIP code LIGHTHOUSE DIVERSIFIED FUND (QP) II, L.P. 3801 PGA BOULEVARD, SUITE 500 PALM BEACH GARDENS, FL 33410-2757
C IRS Center where partnership filed return OGDEN, UT
D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number 65-6301255 #229
F Partner's name, address, city, state, and ZIP code EVELYN MCKNIGHT BRAIN RESEARCH FOUNDATION C/O SUNTRUST BANK P.O. BOX 620005 ORLANDO, FL 32862
G General partner or LLC member-manager Limited partner or other LLC member
H Domestic partner Foreign partner
I What type of entity is this partner? EXEMPT ORGANIZATION
J Partner's share of profit, loss, and capital (see instructions): Beginning Ending Profit 0.592400 % 0.772696 % Loss 0.592400 % 0.772696 % Capital 0.592400 % 0.805869 %
K Partner's share of liabilities at year end: Nonrecourse \$ 9,764,327 Qualified nonrecourse financing \$ 42,878 Recourse \$

L Partner's capital account analysis: Beginning capital account \$ 4,391,079 Capital contributed during the year \$ Current year increase (decrease) \$ 769,526 Withdrawals & distributions \$ ( ) Ending capital account \$ 5,160,605
M Did the partner contribute property with a built-in gain or loss? Yes No
If "Yes", attach statement (see instructions)

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 4 columns: Line number, Description, Code, and Amount. Rows include Ordinary business income (loss), Net rental real estate income (loss), Other net rental income (loss), Guaranteed payments, Interest income, Ordinary dividends, Qualified dividends, Royalties, Net short-term capital gain (loss), Net long-term capital gain (loss), Collectibles (28%) gain (loss), Unrecaptured section 1250 gain, Net section 1231 gain (loss), Other income (loss), Section 179 deduction, Other deductions, Self-employment earnings (loss), Credits, Foreign transactions, Alternative minimum tax (AMT) items, Tax-exempt income and nondeductible expenses, Distributions, and Other information.

\*See attached statement for additional information. For IRS Use Only

**This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.**

- 1. Ordinary business income (loss).** Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.
- |                   |                                 |
|-------------------|---------------------------------|
|                   | <i>Report on</i>                |
| Passive loss      | See the Partner's Instructions  |
| Passive income    | Schedule E, line 28, column (g) |
| Nonpassive loss   | Schedule E, line 28, column (h) |
| Nonpassive income | Schedule E, line 28, column (j) |
- 2. Net rental real estate income (loss)** See the Partner's Instructions
- 3. Other net rental income (loss)**
- |            |                                 |
|------------|---------------------------------|
| Net income | Schedule E, line 28, column (g) |
| Net loss   | See the Partner's Instructions  |
- 4. Guaranteed payments** Schedule E, line 28, column (j)
- 5. Interest income** Form 1040, line 8a
- 6a. Ordinary dividends** Form 1040, line 9a
- 6b. Qualified dividends** Form 1040, line 9b
- 7. Royalties** Schedule E, line 4
- 8. Net short-term capital gain (loss)** Schedule D, line 5, column (f)
- 9a. Net long-term capital gain (loss)** Schedule D, line 12, column (f)
- 9b. Collectibles (28%) gain (loss)** 28% Rate Gain Worksheet, line 4 (Schedule D instructions)
- 9c. Unrecaptured section 1250 gain** See the Partner's Instructions
- 10. Net section 1231 gain (loss)** See the Partner's Instructions
- 11. Other income (loss)**
- |   |                                |
|---|--------------------------------|
| <i>Code</i>                                 |                                |
| <b>A</b> Other portfolio income (loss)      | See the Partner's Instructions |
| <b>B</b> Involuntary conversions            | See the Partner's Instructions |
| <b>C</b> Sec. 1256 contracts & straddles    | Form 6781, line 1              |
| <b>D</b> Mining exploration costs recapture | See Pub. 535                   |
| <b>E</b> Cancellation of debt               | Form 1040, line 21 or Form 982 |
| <b>F</b> Other income (loss)                | See the Partner's Instructions |
- 12. Section 179 deduction** See the Partner's Instructions
- 13. Other deductions**
- |   |  |
|---|--|
| <b>A</b> Cash contributions (50%)   | } See the Partner's Instructions         |
| <b>B</b> Cash contributions (30%)   |  |
| <b>C</b> Noncash contributions (50%)  |  |
| <b>D</b> Noncash contributions (30%)  |  |
| <b>E</b> Capital gain property to a 50% organization (30%)                      |  |
| <b>F</b> Capital gain property (20%)  |  |
| <b>G</b> Contributions (100%)   |  |
| <b>H</b> Investment interest expense  | Form 4952, line 1                        |
| <b>I</b> Deductions—royalty income  | Schedule E, line 18                      |
| <b>J</b> Section 59(e)(2) expenditures  | See the Partner's Instructions           |
| <b>K</b> Deductions—portfolio (2% floor)  | Schedule A, line 23                      |
| <b>L</b> Deductions—portfolio (other)   | Schedule A, line 28                      |
| <b>M</b> Amounts paid for medical insurance                                     | Schedule A, line 1 or Form 1040, line 29 |
| <b>N</b> Educational assistance benefits  | See the Partner's Instructions           |
| <b>O</b> Dependent care benefits  | Form 2441, line 14                       |
| <b>P</b> Preproductive period expenses  | See the Partner's Instructions           |
| <b>Q</b> Commercial revitalization deduction from rental real estate activities | See Form 8582 instructions               |
| <b>R</b> Pensions and IRAs  | See the Partner's Instructions           |
| <b>S</b> Reforestation expense deduction  | See the Partner's Instructions           |
| <b>T</b> Domestic production activities information                             | See Form 8903 instructions               |
| <b>U</b> Qualified production activities income                                 | Form 8903, line 7                        |
| <b>V</b> Employer's Form W-2 wages  | Form 8903, line 15                       |
| <b>W</b> Other deductions   | See the Partner's Instructions           |

**14. Self-employment earnings (loss)**

**Note.** If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.

- |   |                                |
|---|--------------------------------|
| <b>A</b> Net earnings (loss) from self-employment | Schedule SE, Section A or B    |
| <b>B</b> Gross farming or fishing income          | See the Partner's Instructions |
| <b>C</b> Gross non-farm income                    | See the Partner's Instructions |
- 15. Credits**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Low-income housing credit (section 42(j)(5)) from pre-2008 buildings  | See the Partner's Instructions   |
| <b>B</b> Low-income housing credit (other) from pre-2008 buildings             | See the Partner's Instructions   |
| <b>C</b> Low-income housing credit (section 42(j)(5)) from post-2007 buildings | Form 8586, line 11               |
| <b>D</b> Low-income housing credit (other) from post-2007 buildings            | Form 8586, line 11               |
| <b>E</b> Qualified rehabilitation expenditures (rental real estate)            | } See the Partner's Instructions |
| <b>F</b> Other rental real estate credits                                      |                                  |
| <b>G</b> Other rental credits  |                                  |
| <b>H</b> Undistributed capital gains credit                                    | Form 1040, line 70; check box a  |
| <b>I</b> Alcohol and cellulosic biofuel fuels credit                           | Form 6478, line 7                |
| <b>J</b> Work opportunity credit   | Form 5884, line 3                |

- |   |  |                                |
|---|--|--------------------------------|
| <i>Code</i>   |  | <i>Report on</i>               |
| <b>K</b> Disabled access credit                                   |  | See the Partner's Instructions |
| <b>L</b> Empowerment zone and renewal community employment credit |  | Form 8844, line 3              |
| <b>M</b> Credit for increasing research activities                |  | See the Partner's Instructions |
| <b>N</b> Credit for employer social security and Medicare taxes   |  | Form 8846, line 5              |
| <b>O</b> Backup withholding                                       |  | Form 1040, line 61             |
| <b>P</b> Other credits  |  | See the Partner's Instructions |
- 16. Foreign transactions**
- |   |                                |
|---|--------------------------------|
| <b>A</b> Name of country or U.S. possession   | } Form 1116, Part I            |
| <b>B</b> Gross income from all sources  |                                |
| <b>C</b> Gross income sourced at partner level  |                                |
| <i>Foreign gross income sourced at partnership level</i>                                  |                                |
| <b>D</b> Passive category   | } Form 1116, Part I            |
| <b>E</b> General category   |                                |
| <b>F</b> Other  |                                |
| <i>Deductions allocated and apportioned at partner level</i>                              |                                |
| <b>G</b> Interest expense   | Form 1116, Part I              |
| <b>H</b> Other  | Form 1116, Part I              |
| <i>Deductions allocated and apportioned at partnership level to foreign source income</i> |                                |
| <b>I</b> Passive category   | } Form 1116, Part I            |
| <b>J</b> General category   |                                |
| <b>K</b> Other  |                                |
| <i>Other information</i>  |                                |
| <b>L</b> Total foreign taxes paid   | Form 1116, Part II             |
| <b>M</b> Total foreign taxes accrued  | Form 1116, Part II             |
| <b>N</b> Reduction in taxes available for credit  | Form 1116, line 12             |
| <b>O</b> Foreign trading gross receipts   | Form 8873                      |
| <b>P</b> Extraterritorial income exclusion  | Form 8873                      |
| <b>Q</b> Other foreign transactions   | See the Partner's Instructions |
- 17. Alternative minimum tax (AMT) items**
- |  |   |
|--|---|
| <b>A</b> Post-1986 depreciation adjustment   | } See the Partner's Instructions and the Instructions for Form 6251 |
| <b>B</b> Adjusted gain or loss               |   |
| <b>C</b> Depletion (other than oil & gas)    |   |
| <b>D</b> Oil, gas, & geothermal—gross income |   |
| <b>E</b> Oil, gas, & geothermal—deductions   |   |
| <b>F</b> Other AMT items                     |   |
- 18. Tax-exempt income and nondeductible expenses**
- |                                     |                                |
|-------------------------------------|--------------------------------|
| <b>A</b> Tax-exempt interest income | Form 1040, line 8b             |
| <b>B</b> Other tax-exempt income    | See the Partner's Instructions |
| <b>C</b> Nondeductible expenses     | See the Partner's Instructions |
- 19. Distributions**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Cash and marketable securities      | } See the Partner's Instructions |
| <b>B</b> Distribution subject to section 737 |                                  |
| <b>C</b> Other property                      |                                  |
- 20. Other information**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Investment income   | Form 4952, line 4a               |
| <b>B</b> Investment expenses   | Form 4952, line 5                |
| <b>C</b> Fuel tax credit information   | Form 4136                        |
| <b>D</b> Qualified rehabilitation expenditures (other than rental real estate) | See the Partner's Instructions   |
| <b>E</b> Basis of energy property  | See the Partner's Instructions   |
| <b>F</b> Recapture of low-income housing credit (section 42(j)(5))             | Form 8611, line 8                |
| <b>G</b> Recapture of low-income housing credit (other)                        | Form 8611, line 8                |
| <b>H</b> Recapture of investment credit  | See Form 4255                    |
| <b>I</b> Recapture of other credits  | See the Partner's Instructions   |
| <b>J</b> Look-back interest—completed long-term contracts                      | See Form 8697                    |
| <b>K</b> Look-back interest—income forecast method                             | See Form 8866                    |
| <b>L</b> Dispositions of property with section 179 deductions                  | } See the Partner's Instructions |
| <b>M</b> Recapture of section 179 deduction                                    |                                  |
| <b>N</b> Interest expense for corporate partners                               |                                  |
| <b>O</b> Section 453(l)(3) information   |                                  |
| <b>P</b> Section 453A(c) information   |                                  |
| <b>Q</b> Section 1260(b) information   |                                  |
| <b>R</b> Interest allocable to production expenditures                         |                                  |
| <b>S</b> CCF nonqualified withdrawals  |                                  |
| <b>T</b> Depletion information—oil and gas                                     |                                  |
| <b>U</b> Amortization of reforestation costs                                   |                                  |
| <b>V</b> Unrelated business taxable income                                     |                                  |
| <b>W</b> Precontribution gain (loss)   |                                  |
| <b>X</b> Section 108(i) information  |                                  |
| <b>Y</b> Other information   |                                  |

SCH K-1 SUPPORTING SCHEDULESITEM L - RECONCILIATION OF INCOME

INCOME (LOSS) FROM SCH. K-1, LINES 1-11	840,679
LESS: DEDUCTIONS FROM SCH. K-1, LINES 12, 13, 16L AND 16M	339,990
	-----
TOTAL INCOME PER SCHEDULE K-1	500,689
	=====
LESS: EXPENSES RECORDED ON BOOKS, NOT INCLUDED ON SCH. K-1:	
NONDEDUCTIBLE EXPENSES	540
U.S TAXES WITHHELD	97
PLUS: INCOME RECORDED ON BOOKS, NOT INCL. ON SCH. K-1:	
NET TAX UNREALIZED GAIN/(LOSS) FROM INVESTMENTS	269,055
TAX-EXEMPT INTEREST INCOME	406
OTHER TAX-EXEMPT INCOME	13
	-----
TOTAL INCOME PER ITEM L, CURRENT YEAR INCR(DEC)	769,526
	=====

LINE 5 - INTEREST INCOME

INTEREST INCOME FROM U.S. OBLIGATIONS	101
OTHER INTEREST INCOME	148,440
	-----
TOTAL INTEREST INCOME	148,541
	=====

LINE 11 - OTHER INCOME (LOSS)

<u>A - OTHER PORTFOLIO INCOME (LOSS)</u>	
NET IRC SEC. 988 GAIN/(LOSS)	-12,655
SWAP INCOME	2,210
PORTFOLIO ORDINARY INCOME/(LOSS)	-6,811
OTHER PORTFOLIO INCOME/(LOSS)	4,789
	-----
TOTAL BOX A	-12,467
	=====

C - SEC. 1256 CONTRACTS & STRADDLESE - CANCELLATION OF DEBTF - OTHER INCOME (LOSS)

INTEREST INCOME FROM U.S. OBLIGATIONS	12,980
OTHER INTEREST INCOME	43,563
QUALIFIED DIVIDEND INCOME	3,790
NON-QUALIFIED DIVIDEND INCOME	15,958
NET IRC SEC. 988 GAIN/(LOSS)	-39,355
NET IRC SEC. 475 (F) INCOME/(LOSS)	350,251
NET SWAP INCOME/(EXPENSE)	-6,508

**SCH K-1 SUPPORTING SCHEDULES**

OTHER ORDINARY INCOME (LOSS)	29,957
OTHER INCOME/(LOSS)	1,130
NET IRC SEC. 987 GAIN/(LOSS)	19
IRC SEC. 1296 ORDINARY INCOME/(LOSS) FROM PFIC MTM ELECTION	-6
OTHER TRADE OR BUSINESS EXPENSE	-68,213
NET IRC SEC. 166 GAIN	505
INCOME/(LOSS) FROM LENDING ACTIVITIES	-7,314
MTM LOAN ORIGINATION INCOME/(LOSS)	-695
SHORT-TERM CAPITAL GAIN/(LOSS)	675,342
LONG-TERM CAPITAL GAIN/(LOSS)	-118,839
IRC SEC. 751 ORDINARY GAIN FROM PTP INVESTMENTS	254
	-----
<b>TOTAL BOX F</b>	892,819
	=====

**LINE 13 - OTHER DEDUCTIONS**

H - INVESTMENT INTEREST EXPENSE

INVESTMENT INTEREST EXPENSE FROM INVESTING ACTIVITIES	11,178
INVESTMENT INTEREST EXPENSE FROM TRADING ACTIVITIES	95,262
	-----

**TOTAL BOX H**

106,440

=====

<u>I - DEDUCTIONS - ROYALTY INCOME</u>	1,470
<u>J - SECTION 59(E)(2) EXPENDITURES</u>	1,092
<u>K - DEDUCTIONS - PORTFOLIO (2% FLOOR)</u>	109,120
<u>L - DEDUCTIONS - PORTFOLIO (OTHER)</u>	1,209
<u>T - DOMESTIC PRODUCTION ACTIVITIES INFORMATION</u>	
DOMESTIC PRODUCTION GROSS RECEIPTS	39,412
NON-DOMESTIC PRODUCTION GROSS RECEIPTS	3
GROSS RECEIPTS FROM ALL SOURCES	60,507
COST OF GOODS SOLD ALLOCABLE TO DPGR	29,712
APPORTIONABLE OTHER EXPENSES	3
COST OF GOODS SOLD FROM ALL SOURCES	44,694
TOTAL DED, EXP, AND LOSS DIRECTLY ALLOCABLE TO A DPGR	13,223
TOTAL DED, EXP, AND LOSS DIRECTLY ALLOCABLE TO A NON DPGR	1,930
TOTAL DED. EXP. AND LOSS NOT DIRECTLY ALLOCABLE TO A DPGR	6,600
ASSETS ALLOCABLE TO NON-QPA	4,327
<u>U - QUALIFIED PRODUCTION ACTIVITIES INCOME</u>	17
<u>V - EMPLOYER'S FORM W-2 WAGES</u>	4,759
<u>W - OTHER DEDUCTIONS</u>	118,267



**SCH K-1 SUPPORTING SCHEDULES**

**LINE 15 - CREDITS**

L - EMPOWERMENT ZONE AND RENEWAL COMMUNITY EMPLOYMENT CREDIT	1
M - CREDIT FOR INCREASING RESEARCH ACTIVITIES	20
N - CREDIT FOR EMPLOYER SOCIAL SECURITY AND MEDICARE TAXES	1
P - OTHER CREDITS	
U.S TAXES WITHHELD	97
	-----
<b>TOTAL BOX P</b>	<b>97</b>
	=====

**LINE 16 - FOREIGN TRANSACTIONS**

G - INTEREST EXPENSE	74,904
H - OTHER	1,407,142
I - PASSIVE CATEGORY	5,815
J - GENERAL CATEGORY	3,902
K - OTHER	439
L - TOTAL FOREIGN TAXES PAID	2,077
M - TOTAL FOREIGN TAXES ACCRUED	248

**LINE 17 - ALTERNATIVE MINIMUM TAX (AMT) ITEMS**

C - DEPLETION (OTHER THAN OIL & GAS)	4
D - OIL, GAS, & GEOTHERMAL-GROSS INCOME	1,090
E - OIL, GAS, & GEOTHERMAL-DEDUCTIONS	1,737
F - OTHER AMT ITEMS	278

**SCH K-1 SUPPORTING SCHEDULES**

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 1

AMOUNTS REPORTED ON LINE 1 BELOW WERE PASS-THROUGH TO THE FUND FROM ITS UNDERLYING INVESTMENTS IN PARTNERSHIPS.

ORDINARY TRADE OR BUSINESS INCOME/(LOSS)	-63,726
OTHER INTEREST INCOME	28,183
INTEREST INCOME FROM U.S. OBLIGATIONS	22
OTHER ORDINARY INCOME/(LOSS)	NONE
OTHER TRADE OR BUSINESS EXPENSE	-1,314
TRADE OR BUSINESS INTEREST EXPENSE	-13
NET IRC SEC. 475(F) GAIN/(LOSS)	2,483
<hr/>	
TOTAL	-34,365

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 6A

DIVIDEND INCOME FROM U.S. TREASURY OBLIGATIONS 35

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 16

L. TOTAL FOREIGN TAXES PAID

IN ACCORDANCE WITH INTERNAL REVENUE CODE SECTIONS 901(K)(1)(A) AND 901(L)(1)(A), THE FOLLOWING AMOUNTS COMPRISING ON LINE 16L OF YOUR SCHEDULE K-1 SHOULD BE DEDUCTED AND NOT TAKEN AS A CREDIT ON YOUR 2009 INCOME TAX RETURN. PLEASE CONSULT YOUR TAX ADVISOR.

98

STATEMENT TO SCHEDULE K-1, LINES 16B AND 16C

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON LINES 1-11 MUST BE CONSIDERED WHEN DETERMINING GROSS INCOME FROM ALL SOURCES AND GROSS INCOME SOURCED AT THE PARTNER LEVEL. PLEASE CONSULT YOUR TAX ADVISOR.

STATEMENT TO SCHEDULE K-1, LINES 16G THRU 16K

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON LINES 13H AND 13W MUST BE CONSIDERED WHEN ALLOCATING AND APPORTIONING EXPENSES TO GROSS INCOME FROM SOURCES OUTSIDE THE UNITED STATES. PLEASE CONSULT YOUR TAX ADVISOR.

PARTNER FOOTNOTE ASSOCIATED W/ SCH. K-1, LINE 20

T. DEPLETION INFORMATION - OIL AND GAS

GROSS INCOME SUBJECT TO PERCENTAGE DEPLETION	
RATE OF DEPLETION	4,019
RATE OF DEPLETION - 10% TENTATIVE PERCENTAGE	

**SCH K-1 SUPPORTING SCHEDULES**

DEPLETION DEDUCTION	402
TOTAL SUSTAINED - ASSUMED ALLOWABLE DEPLETION	162
COST DEPLETION	158
PERCENTAGE DEPLETION IN EXCESS OF COST DEPLETION	5
PERCENTAGE DEPLETION IN EXCESS OF BASIS	2
NET EQUIVALENT BARRELS OF PRODUCTION	13

V. UNRELATED BUSINESS TAXABLE INCOME

FOR TAX EXEMPT ORGANIZATIONS ONLY:

=====

UNRELATED BUSINESS TAXABLE INCOME (UBTI) INCLUDED IN YOUR  
SCHEDULE K-1 DISTRIBUTIVE SHARE ITEMS IS AS FOLLOWS:

NET UBTI ORDINARY INCOME/(LOSS):	95,754
NET UBTI CAPITAL GAIN/(LOSS):	243,428

Y. OTHER INFORMATION

FOR CORPORATE PARTNERS: THE AMOUNT OF DIVIDEND INCOME REPORTED  
ON LINES 6A AND 11F THAT QUALIFIES FOR THE DIVIDEND RECEIVED  
DEDUCTION UNDER IRC SEC. 243 IS: 13,639

THE FOLLOWING AMOUNT OF QUALIFIED DIVIDEND INCOME REPORTED ON  
LINES 6B AND 11F IS FROM FOREIGN SOURCES: 5,421

THE AMOUNT OF INTEREST EXPENSE INCLUDED ON YOUR SCHEDULE K-1,  
RELATED TO THE PRODUCTION OF U.S. GOVERNMENT INTEREST INCOME  
IS: 2,281

THE AMOUNT OF EXPENSE (OTHER THAN INTEREST EXPENSE) INCLUDED  
ON YOUR SCHEDULE K-1, RELATED TO THE PRODUCTION OF U.S.  
GOVERNMENT INTEREST INCOME IS: 315

THE FOLLOWING INFORMATION WAS PASS THROUGH FROM THE FUND'S INDIRECT UNDERLYING  
INVESTMENT IN SILVER POINT CAPITAL FUND, L.P. ("SILVER POINT") EIN 22-3849631

=====

SILVER POINT HAS DERIVED INCOME AND/OR LOSS FROM VARIOUS TYPES OF LOAN  
ORIGINATION ACTIVITIES. SILVER POINT HAS TAKEN THE POSITION THAT IT IS ENGAGED  
IN THE TRADE OR BUSINESS OF LENDING MONEY, AND AS SUCH, THOSE PARTNERS WHO DO  
NOT MATERIALLY PARTICIPATE IN THE ACTIVITY, UNDER THE RULES OF TREASURY  
REGULATION SECTION 1.469-5T, MAY HAVE PASSIVE ACTIVITY LOSS LIMITATIONS. UNDER  
THE PASSIVE ACTIVITY RULES, PASSIVE ACTIVITY LOSSES ARE ONLY DEDUCTIBLE TO THE  
EXTENT OF PASSIVE ACTIVITY INCOME, AND ANY EXCESS PASSIVE ACTIVITY LOSSES ARE  
NOT CURRENTLY DEDUCTIBLE BY A PARTNER BUT ARE SUSPENDED AND CARRIED FORWARD TO  
THE NEXT TAXABLE YEAR WHEN THESE LIMITATIONS ARE APPLIED AGAIN.

**SCH K-1 SUPPORTING SCHEDULES**

AS DESCRIBED IN TREASURY REGULATION SECTION 1.469-2T(F)(4), A TAXPAYER'S EQUITY FINANCED INTEREST INCOME FROM THIS ACTIVITY IS TREATED AS NON-PASSIVE INCOME TO THE EXTENT OF THE NET INCOME FROM SUCH ACTIVITY FOR THE TAX YEAR. HOWEVER, IF THERE IS A NET LOSS FOR SUCH YEAR FROM THIS LENDING ACTIVITY, THE NET LOSS CONTINUES TO BE TREATED AS PASSIVE AND REMAINS SUBJECT TO THE DEDUCTION LIMITATIONS UNDER THE PASSIVE LOSS RULES. THE TAX CONSEQUENCES OF THIS TREATMENT MAY VARY DEPENDING UPON THE PARTICULAR TAX SITUATION OF EACH TAXPAYER. ALL PARTNERS SHOULD CONSULT THEIR TAX ADVISORS WITH RESPECT TO THE APPLICATION OF THE PASSIVE ACTIVITY RULES.

YOUR SHARE OF INCOME/(LOSS) FROM THESE ACTIVITIES IS REPORTED TO YOU ON LINE 11F, "MTM LOAN ORIGINATION INCOME/(LOSS)."

PLEASE NOTE (WITH THE EXCEPTION OF ITEMS INDICATED BELOW AND THE PASSIVE ACTIVITY LOSS FROM SILVER POINT ABOVE), NONE OF THE DISTRIBUTIVE SHARE ITEMS REPORTED ON YOUR SCHEDULE K-1 ARE CONSIDERED AS DERIVED FROM A PASSIVE ACTIVITY UNDER TREASURY REGULATION 1.469-1T(E)(6).

THE PARTNERSHIP HAS INDIRECTLY INVESTED IN PASSIVE ACTIVITIES. YOUR DISTRIBUTIVE SHARE OF PASSIVE INCOME/(LOSS) ITEMS INCLUDED ON YOUR SCHEDULE K-1 ARE REPORTED IN DETAIL BELOW. PASSIVE LOSSES MAY BE SUBJECT TO LIMITATION PURSUANT TO IRC SEC. 469. PLEASE CONSULT YOUR TAX ADVISOR.

LINE 1 - ORDINARY TRADE OR BUSINESS INCOME/(LOSS) FROM PASSIVE ACTIVITIES	-61,901
LINE 1 - INTEREST INCOME FROM U.S. OBLIGATIONS	22
LINE 2 - NET RENTAL REAL ESTATE INCOME/(LOSS)	-146
LINE 3 - OTHER NET RENTAL INCOME/(LOSS)	810
LINE 5 - OTHER INTEREST INCOME	41
LINE 7 - ROYALTIES	1,050
LINE 8 - NET SHORT-TERM CAPITAL GAIN/(LOSS)	1,295
LINE 9C - UNRECAPTURED SECTION 1250 GAIN	70
LINE 10 - NET SECTION 1231 GAIN/(LOSS)	-455
LINE 11F - OTHER INCOME/(LOSS)	-4,562
LINE 11F - NET SHORT-TERM CAPITAL GAIN/(LOSS)	111,830
LINE 11F - NET LONG-TERM CAPITAL GAIN/(LOSS)	32
LINE 12 - SECTION 179 DEDUCTION	-6
LINE 13H - INVESTMENT INTEREST EXPENSE	-17
LINE 13I - DEDUCTIONS - ROYALTY INCOME	-190
LINE 13J - SECTION 59(E)(2) EXPENDITURES	-1,063
LINE 13W - OTHER TRADE OR BUSINESS EXPENSE	-29

THE AMOUNT REPORTED ON LINE 20A INCLUDES INVESTMENT INCOME FROM LINES 5, 6A, 7 AND 11A OF YOUR SCHEDULE K-1. BASED ON INDIVIDUAL FACTS AND CIRCUMSTANCES, AMOUNTS ON LINES 8, 9A, 11B, 11C, 11E AND 11F MAY ALSO BE INCLUDED IN THE

**SCH K-1 SUPPORTING SCHEDULES**

INVESTMENT INTEREST EXPENSE LIMITATION CALCULATION. PLEASE CONSULT YOUR TAX ADVISOR.

THE AMOUNT REPORTED ON LINE 20B INCLUDES INVESTMENT EXPENSE FROM LINES 13I, 13K, AND 13L OF YOUR SCHEDULE K-1. BASED ON INDIVIDUAL FACTS AND CIRCUMSTANCES, AMOUNTS ON LINES 13J AND 13W MAY ALSO BE INCLUDED IN THE INVESTMENT INTEREST EXPENSE LIMITATION CALCULATION. PLEASE CONSULT YOUR TAX ADVISOR.

NO DETERMINATION HAS BEEN MADE WHETHER YOU MATERIALLY PARTICIPATE IN THE OPERATION OF THE PARTNERSHIP. IF YOU ARE A NON-MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE FROM TRADING ACTIVITIES REPORTED TO YOU ON LINES 1 AND 13H ARE SUBJECTED TO THE NET INVESTMENT INCOME LIMITATION. IF YOU ARE A MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE MAY BE TREATED AS TRADE OR BUSINESS INTEREST EXPENSE. PLEASE CONSULT YOUR TAX ADVISOR.

TRANSFERS TO FOREIGN CORPORATIONS:

=====

DURING THE TAXABLE YEAR, THE PARTNERSHIP MADE INDIRECT TRANSFERS OF PROPERTY TO FOREIGN CORPORATIONS THAT MAY REQUIRE REPORTING UNDER IRC SEC. 6038B. THE FOLLOWING INFORMATION IS BEING FURNISHED AS YOU MAY BE REQUIRED TO FILE FORM 926, RETURN BY A U.S. TRANSFEROR OF PROPERTY TO A FOREIGN CORPORATION. PLEASE CONSULT YOUR TAX ADVISOR.

NAME: DBSO CORPORATES LTD.  
IDENTIFYING NUMBER: N/A  
ADDRESS: C/O FORTRESS INVESTMENT GROUP  
1345 AVENUE OF THE AMERICAS, 46TH FLOOR  
NEW YORK, NY 10105  
COUNTRY OF INCORPORATION OR ORGANIZATION: CAYMAN ISLANDS  
FOREIGN LAW CHARACTERIZATION: CORPORATION  
CONTROLLED FOREIGN CORPORATION: YES  
DATE OF TRANSFER: VARIOUS  
TYPE OF NONRECOGNITION TRANSACTION: IRC SEC. 351  
DESCRIPTION OF PROPERTY TRANSFERRED: CASH  
AMOUNT TRANSFERRED: 17,650

NAME: FCI HOLDINGS I LTD.  
IDENTIFYING NUMBER: 98-0485747  
ADDRESS: C/O FORTRESS INVESTMENT GROUP  
1345 AVENUE OF THE AMERICAS, 46TH FLOOR  
NEW YORK, NY 10105  
COUNTRY OF INCORPORATION OR ORGANIZATION: CAYMAN ISLANDS  
FOREIGN LAW CHARACTERIZATION: CORPORATION  
CONTROLLED FOREIGN CORPORATION: YES  
DATE OF TRANSFER: VARIOUS  
TYPE OF NONRECOGNITION TRANSACTION: IRC SEC. 351  
DESCRIPTION OF PROPERTY TRANSFERRED: CASH  
AMOUNT TRANSFERRED: 26,570

**SCH K-1 SUPPORTING SCHEDULES**

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THE FUND WILL ATTACH A FORM 8886 WITH THE FOLLOWING RESPONSES TO ITS TAX RETURN FOR THE YEAR ENDED DECEMBER 31, 2009.

PLEASE SEE FORM 8886 AND THE FORM INSTRUCTIONS FOR FURTHER DETAILS ON WHEN YOU ARE REQUIRED TO FILE FORM 8886 AND SPECIFIC DETAILS ON HOW TO COMPLETE FORM 8886, IF NECESSARY.

## PROTECTIVE DISCLOSURE

INFORMATION FOR FORM 8886: REPORTABLE TRANSACTION DISCLOSURE STATEMENT  
FOR THE TAX YEAR ENDED DECEMBER 31, 2009

ITEM A: ONE OF ONE  
ITEM B: 1065, 2009, NO  
ITEM C: CHECK "INITIAL YEAR FILER"  
LINE 1A: OTHER LOSSES  
LINE 1B: 2009  
LINE 1C: "N/A"  
LINE 2: CHECK BOX "D"  
LINE 3: "N/A"  
LINE 4: NUMEROUS  
LINE 5: "N/A"  
LINE 6: "N/A"  
LINE 7A: CHECK "ORDINARY LOSS"

LINE 7B: LIGHTHOUSE DIVERSIFIED FUND (QP) II, L.P. INDIRECTLY INVESTS IN MAGNETAR CAPITAL FUND, L.P. ("FUND"), WHICH TRADES VARIOUS STOCK, SECURITIES AND RELATED FINANCIAL INSTRUMENTS FOR ITS OWN ACCOUNT. AS PART OF SUCH ACTIVITY, FUND MAY NEED TO MAINTAIN CASH BALANCES IN NON-U.S. DOLLAR DENOMINATED CURRENCIES. THE REGULAR ACTIVITY AND PURPOSE OF THE FUND IS TO GENERATE A PRE-TAX ECONOMIC RATE OF RETURN. THE AMOUNT OF SUCH NON-U.S. DOLLAR DENOMINATED CURRENCIES INCREASE AND/OR DECREASE THROUGHOUT THE YEAR AT FREQUENT INTERVALS. THE LOSSES REPORTED HEREIN HAVE RESULTED AS PART OF THIS REGULAR ACTIVITY AND PURSUANT TO THE SAME PURPOSE. FOR FINANCIAL REPORTING PURPOSES, THE TRANSACTION IS BEING ACCOUNTED FOR IN ACCORDANCE WITH U.S. GAAP. THE REPORTABLE LOSSES RECOGNIZED THIS YEAR MAY BE THE RESULT OF ACQUISITIONS AND BASIS ADJUSTMENTS OCCURRING IN THIS OR PRIOR YEARS. THE ADJUSTED TAX BASIS OF NON-U.S. DOLLAR DENOMINATED CURRENCIES OBTAINED BY THE FUND IS DETERMINED BY WAY OF CASH PAID AND GAINS AND LOSSES ON SUCH CURRENCY TRANSACTIONS ARE CHARACTERIZED AS ORDINARY UNDER INTERNAL REVENUE CODE ("IRC") §988.

DUE TO THE NATURE AND VOLUME OF ACTIVITY, IT IS NOT PRACTICAL TO ASCERTAIN WHETHER THE RELEVANT REPORTABLE LOSS THRESHOLDS ARE EXCEEDED FOR A GIVEN TRANSACTION OR DETERMINE WITH CERTAINTY WHETHER A GIVEN TRANSACTION HAS MET ANY OF THE SPECIFIED EXCEPTIONS PROVIDED IN REVENUE PROCEDURE 2003-24, AND AS SUCH TAXPAYER IS REPORTING THESE TRANSACTIONS TO THE INTERNAL REVENUE SERVICE

**SCH K-1 SUPPORTING SCHEDULES**

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ON A PROTECTIVE BASIS.

LINE 8:"N/A"

EFFECTIVELY CONNECTED INCOME ("ECI")

=====

LIGHTHOUSE DIVERSIFIED FUND (QP) II, L.P. MAY HAVE EFFECTIVELY CONNECTED INCOME PASS THROUGH FROM ITS UNDERLYING INVESTMENTS. DETAILS TO THIS INFORMATION ARE AVAILABLE UPON REQUEST.

THE MUNICIPAL INTEREST REPORTED ON LINE 18A OF YOUR K-1 IS DERIVED FROM THE FOLLOWING JURISDICTIONS IN THE FOLLOWING AMOUNTS:

ARIZONA	5	NEBRASKA	1
CONNECTICUT	7	NEVADA	27
DELAWARE	4	NEW JERSEY	5
DISTRICT OF COLUMBIA	17	NEW YORK	4
GEORGIA	5	OHIO	7
HAWAII	11	OREGON	NONE
IOWA	NONE	PENNSYLVANIA	12
MARYLAND	8	TEXAS	65
MASSACHUSETTS	16	VIRGINIA	51
MISSOURI	16	WASHINGTON	2

Schedule K-1 (Form 1065)

2009

Department of the Treasury Internal Revenue Service

For calendar year 2009, or tax year beginning \_\_\_\_\_, 2009 ending \_\_\_\_\_, 20\_\_\_\_\_

Partner's Share of Income, Deductions, Credits, etc.

See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number 57-1140919
B Partnership's name, address, city, state, and ZIP code LIGHTHOUSE CREDIT OPPORTUNITIES FUND, L.P. 3801 PGA BOULEVARD, SUITE 500 PALM BEACH GARDENS, FL 33410-2757
C IRS Center where partnership filed return OGDEN, UT
D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number 65-6301255 #148
F Partner's name, address, city, state, and ZIP code EVELYN F. MCKNIGHT BRAIN RESEARCH FOUNDATION, SUNTRUST AS TRUSTEE C/O SUNTRUST BANK P.O. BOX 620005 ORLANDO, FL 32862
G General partner or LLC member-manager Limited partner or other LLC member
H Domestic partner Foreign partner
I What type of entity is this partner? TRUST
J Partner's share of profit, loss, and capital (see instructions):
Beginning Ending
Profit 0.885994 % 1.102382 %
Loss 0.885994 % 1.102382 %
Capital 0.886306 % 1.193387 %
K Partner's share of liabilities at year end:
Nonrecourse \$ 464,719
Qualified nonrecourse financing \$ 44,345
Recourse \$
L Partner's capital account analysis:
Beginning capital account \$ 1,885,184
Capital contributed during the year \$
Current year increase (decrease) \$ 361,942
Withdrawals & distributions \$ ( )
Ending capital account \$ 2,247,126
M Did the partner contribute property with a built-in gain or loss? Yes No

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 4 columns: Line number, Description, Code, and Amount. Rows include Ordinary business income (loss) -32,116, Net rental real estate income (loss) -6, Other net rental income (loss) 2,830, Guaranteed payments 283,552, Interest income 171,249, Ordinary dividends 5,406, Qualified dividends 4,847, Royalties 1,660, Net short-term capital gain (loss) 29,091, Net long-term capital gain (loss) 21,815, Collectibles (28%) gain (loss) -436, Unrecaptured section 1250 gain 29, Net section 1231 gain (loss) -2,200, Other income (loss) 834, Section 179 deduction 14, Other deductions 95, Self-employment earnings (loss) -29,746.

\*See attached statement for additional information. For IRS Use Only



**This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.**

- 1. Ordinary business income (loss).** Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.
- |                   |                                 |
|-------------------|---------------------------------|
|                   | <i>Report on</i>                |
| Passive loss      | See the Partner's Instructions  |
| Passive income    | Schedule E, line 28, column (g) |
| Nonpassive loss   | Schedule E, line 28, column (h) |
| Nonpassive income | Schedule E, line 28, column (j) |
- 2. Net rental real estate income (loss)** See the Partner's Instructions
- 3. Other net rental income (loss)**
- |            |                                 |
|------------|---------------------------------|
| Net income | Schedule E, line 28, column (g) |
| Net loss   | See the Partner's Instructions  |
- 4. Guaranteed payments** Schedule E, line 28, column (j)
- 5. Interest income** Form 1040, line 8a
- 6a. Ordinary dividends** Form 1040, line 9a
- 6b. Qualified dividends** Form 1040, line 9b
- 7. Royalties** Schedule E, line 4
- 8. Net short-term capital gain (loss)** Schedule D, line 5, column (f)
- 9a. Net long-term capital gain (loss)** Schedule D, line 12, column (f)
- 9b. Collectibles (28%) gain (loss)** 28% Rate Gain Worksheet, line 4 (Schedule D instructions)
- 9c. Unrecaptured section 1250 gain** See the Partner's Instructions
- 10. Net section 1231 gain (loss)** See the Partner's Instructions
- 11. Other income (loss)**
- |   |                                |
|---|--------------------------------|
| <i>Code</i>                                 |                                |
| <b>A</b> Other portfolio income (loss)      | See the Partner's Instructions |
| <b>B</b> Involuntary conversions            | See the Partner's Instructions |
| <b>C</b> Sec. 1256 contracts & straddles    | Form 6781, line 1              |
| <b>D</b> Mining exploration costs recapture | See Pub. 535                   |
| <b>E</b> Cancellation of debt               | Form 1040, line 21 or Form 982 |
| <b>F</b> Other income (loss)                | See the Partner's Instructions |
- 12. Section 179 deduction** See the Partner's Instructions
- 13. Other deductions**
- |   |  |
|---|--|
| <b>A</b> Cash contributions (50%)   | } See the Partner's Instructions         |
| <b>B</b> Cash contributions (30%)   |  |
| <b>C</b> Noncash contributions (50%)  |  |
| <b>D</b> Noncash contributions (30%)  |  |
| <b>E</b> Capital gain property to a 50% organization (30%)                      |  |
| <b>F</b> Capital gain property (20%)  |  |
| <b>G</b> Contributions (100%)   |  |
| <b>H</b> Investment interest expense  | Form 4952, line 1                        |
| <b>I</b> Deductions—royalty income  | Schedule E, line 18                      |
| <b>J</b> Section 59(e)(2) expenditures  | See the Partner's Instructions           |
| <b>K</b> Deductions—portfolio (2% floor)  | Schedule A, line 23                      |
| <b>L</b> Deductions—portfolio (other)   | Schedule A, line 28                      |
| <b>M</b> Amounts paid for medical insurance                                     | Schedule A, line 1 or Form 1040, line 29 |
| <b>N</b> Educational assistance benefits  | See the Partner's Instructions           |
| <b>O</b> Dependent care benefits  | Form 2441, line 14                       |
| <b>P</b> Preproductive period expenses  | See the Partner's Instructions           |
| <b>Q</b> Commercial revitalization deduction from rental real estate activities | See Form 8582 instructions               |
| <b>R</b> Pensions and IRAs  | See the Partner's Instructions           |
| <b>S</b> Reforestation expense deduction  | See the Partner's Instructions           |
| <b>T</b> Domestic production activities information                             | See Form 8903 instructions               |
| <b>U</b> Qualified production activities income                                 | Form 8903, line 7                        |
| <b>V</b> Employer's Form W-2 wages  | Form 8903, line 15                       |
| <b>W</b> Other deductions   | See the Partner's Instructions           |

**14. Self-employment earnings (loss)**

**Note.** If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.

- |   |                                |
|---|--------------------------------|
| <b>A</b> Net earnings (loss) from self-employment | Schedule SE, Section A or B    |
| <b>B</b> Gross farming or fishing income          | See the Partner's Instructions |
| <b>C</b> Gross non-farm income                    | See the Partner's Instructions |
- 15. Credits**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Low-income housing credit (section 42(j)(5)) from pre-2008 buildings  | See the Partner's Instructions   |
| <b>B</b> Low-income housing credit (other) from pre-2008 buildings             | See the Partner's Instructions   |
| <b>C</b> Low-income housing credit (section 42(j)(5)) from post-2007 buildings | Form 8586, line 11               |
| <b>D</b> Low-income housing credit (other) from post-2007 buildings            | Form 8586, line 11               |
| <b>E</b> Qualified rehabilitation expenditures (rental real estate)            | } See the Partner's Instructions |
| <b>F</b> Other rental real estate credits                                      |                                  |
| <b>G</b> Other rental credits  |                                  |
| <b>H</b> Undistributed capital gains credit                                    | Form 1040, line 70; check box a  |
| <b>I</b> Alcohol and cellulosic biofuel fuels credit                           | Form 6478, line 7                |
| <b>J</b> Work opportunity credit   | Form 5884, line 3                |

- |   |  |                                |
|---|--|--------------------------------|
| <i>Code</i>   |  | <i>Report on</i>               |
| <b>K</b> Disabled access credit                                   |  | See the Partner's Instructions |
| <b>L</b> Empowerment zone and renewal community employment credit |  | Form 8844, line 3              |
| <b>M</b> Credit for increasing research activities                |  | See the Partner's Instructions |
| <b>N</b> Credit for employer social security and Medicare taxes   |  | Form 8846, line 5              |
| <b>O</b> Backup withholding                                       |  | Form 1040, line 61             |
| <b>P</b> Other credits  |  | See the Partner's Instructions |
- 16. Foreign transactions**
- |   |                                |
|---|--------------------------------|
| <b>A</b> Name of country or U.S. possession   | } Form 1116, Part I            |
| <b>B</b> Gross income from all sources  |                                |
| <b>C</b> Gross income sourced at partner level  |                                |
| <i>Foreign gross income sourced at partnership level</i>                                  |                                |
| <b>D</b> Passive category   | } Form 1116, Part I            |
| <b>E</b> General category   |                                |
| <b>F</b> Other  |                                |
| <i>Deductions allocated and apportioned at partner level</i>                              |                                |
| <b>G</b> Interest expense   | Form 1116, Part I              |
| <b>H</b> Other  | Form 1116, Part I              |
| <i>Deductions allocated and apportioned at partnership level to foreign source income</i> |                                |
| <b>I</b> Passive category   | } Form 1116, Part I            |
| <b>J</b> General category   |                                |
| <b>K</b> Other  |                                |
| <i>Other information</i>  |                                |
| <b>L</b> Total foreign taxes paid   | Form 1116, Part II             |
| <b>M</b> Total foreign taxes accrued  | Form 1116, Part II             |
| <b>N</b> Reduction in taxes available for credit  | Form 1116, line 12             |
| <b>O</b> Foreign trading gross receipts   | Form 8873                      |
| <b>P</b> Extraterritorial income exclusion  | Form 8873                      |
| <b>Q</b> Other foreign transactions   | See the Partner's Instructions |
- 17. Alternative minimum tax (AMT) items**
- |  |   |
|--|---|
| <b>A</b> Post-1986 depreciation adjustment   | } See the Partner's Instructions and the Instructions for Form 6251 |
| <b>B</b> Adjusted gain or loss               |   |
| <b>C</b> Depletion (other than oil & gas)    |   |
| <b>D</b> Oil, gas, & geothermal—gross income |   |
| <b>E</b> Oil, gas, & geothermal—deductions   |   |
| <b>F</b> Other AMT items                     |   |
- 18. Tax-exempt income and nondeductible expenses**
- |                                     |                                |
|-------------------------------------|--------------------------------|
| <b>A</b> Tax-exempt interest income | Form 1040, line 8b             |
| <b>B</b> Other tax-exempt income    | See the Partner's Instructions |
| <b>C</b> Nondeductible expenses     | See the Partner's Instructions |
- 19. Distributions**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Cash and marketable securities      | } See the Partner's Instructions |
| <b>B</b> Distribution subject to section 737 |                                  |
| <b>C</b> Other property                      |                                  |
- 20. Other information**
- |  |                                  |
|--|----------------------------------|
| <b>A</b> Investment income   | Form 4952, line 4a               |
| <b>B</b> Investment expenses   | Form 4952, line 5                |
| <b>C</b> Fuel tax credit information   | Form 4136                        |
| <b>D</b> Qualified rehabilitation expenditures (other than rental real estate) | See the Partner's Instructions   |
| <b>E</b> Basis of energy property  | See the Partner's Instructions   |
| <b>F</b> Recapture of low-income housing credit (section 42(j)(5))             | Form 8611, line 8                |
| <b>G</b> Recapture of low-income housing credit (other)                        | Form 8611, line 8                |
| <b>H</b> Recapture of investment credit  | See Form 4255                    |
| <b>I</b> Recapture of other credits  | See the Partner's Instructions   |
| <b>J</b> Look-back interest—completed long-term contracts                      | See Form 8697                    |
| <b>K</b> Look-back interest—income forecast method                             | See Form 8866                    |
| <b>L</b> Dispositions of property with section 179 deductions                  | } See the Partner's Instructions |
| <b>M</b> Recapture of section 179 deduction                                    |                                  |
| <b>N</b> Interest expense for corporate partners                               |                                  |
| <b>O</b> Section 453(l)(3) information   |                                  |
| <b>P</b> Section 453A(c) information   |                                  |
| <b>Q</b> Section 1260(b) information   |                                  |
| <b>R</b> Interest allocable to production expenditures                         |                                  |
| <b>S</b> CCF nonqualified withdrawals  |                                  |
| <b>T</b> Depletion information—oil and gas                                     |                                  |
| <b>U</b> Amortization of reforestation costs                                   |                                  |
| <b>V</b> Unrelated business taxable income                                     |                                  |
| <b>W</b> Precontribution gain (loss)   |                                  |
| <b>X</b> Section 108(l) information  |                                  |
| <b>Y</b> Other information   |                                  |

**LIGHTHOUSE CREDIT OPPORTUNITIES  
 FUND, L.P.  
 SCH K-1 SUPPORTING SCHEDULES**

**57-1140919  
 PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH**

**ITEM L - RECONCILIATION OF INCOME**

INCOME (LOSS) FROM SCH. K-1, LINES 1-11	251,241
LESS: DEDUCTIONS FROM SCH. K-1, LINES 12, 13, 16L AND 16M	117,108
	-----
TOTAL INCOME PER SCHEDULE K-1	134,133
	=====
LESS: EXPENSES RECORDED ON BOOKS, NOT INCLUDED ON SCH. K-1:	
NONDEDUCTIBLE EXPENSES	303
U.S TAXES WITHHELD	261
PLUS: INCOME RECORDED ON BOOKS, NOT INCL. ON SCH. K-1:	
NET TAX UNREALIZED GAIN/(LOSS) FROM INVESTMENTS	227,843
TAX-EXEMPT INTEREST INCOME	522
OTHER TAX-EXEMPT INCOME	8
	-----
TOTAL INCOME PER ITEM L, CURRENT YEAR INCR(DEC)	361,942
	=====

**LINE 5 - INTEREST INCOME**

INTEREST INCOME FROM U.S. OBLIGATIONS	111
OTHER INTEREST INCOME	171,138
	-----
TOTAL INTEREST INCOME	171,249
	=====

**LINE 11 - OTHER INCOME (LOSS)**

<u>A - OTHER PORTFOLIO INCOME (LOSS)</u>	
OTHER PORTFOLIO INCOME/(LOSS)	5,110
NET IRC. SEC. 988 GAIN/(LOSS)	-4,414
SWAP INCOME	138
	-----
TOTAL BOX A	834
	=====
<u>C - SEC. 1256 CONTRACTS &amp; STRADDLES</u>	10,271
<u>E - CANCELLATION OF DEBT</u>	7,494
<u>F - OTHER INCOME (LOSS)</u>	
OTHER INTEREST INCOME	12,696
QUALIFIED DIVIDEND INCOME	76
NON-QUALIFIED DIVIDEND INCOME	17
NET IRC SEC. 988 GAIN/(LOSS)	4,050
NET IRC SEC. 475(F) INCOME/(LOSS)	35,486
NET SWAP INCOME/(EXPENSE)	-12,805
NET IRC SEC. 987 GAIN/(LOSS)	25
OTHER ORDINARY INCOME/(LOSS)	2,606

**LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES**

**57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH**

OTHER INCOME/(LOSS)	401
OTHER TRADE OR BUSINESS EXPENSE	-3,955
INCOME/(LOSS) FROM LENDING ACTIVITIES	-4,894
SHORT-TERM CAPITAL GAIN/(LOSS)	19,340
LONG-TERM CAPITAL GAIN/(LOSS)	-16,221
MTM LOAN ORIGINATION INCOME/(LOSS)	-1,908
	-----
<b>TOTAL BOX F</b>	<b>34,914</b>
	=====

**LINE 13 - OTHER DEDUCTIONS**

H - INVESTMENT INTEREST EXPENSE

INVESTMENT INTEREST EXPENSE FROM INVESTING ACTIVITIES	8,389
INVESTMENT INTEREST EXPENSE FROM TRADING ACTIVITIES	29,431
	-----

**TOTAL BOX H**

37,820

=====

I - DEDUCTIONS - ROYALTY INCOME

142

J - SECTION 59(E)(2) EXPENDITURES

1,384

K - DEDUCTIONS - PORTFOLIO (2% FLOOR)

43,531

L - DEDUCTIONS - PORTFOLIO (OTHER)

1,139

T - DOMESTIC PRODUCTION ACTIVITIES INFORMATION

DOMESTIC PRODUCTION GROSS RECEIPTS	50,427
GROSS RECEIPTS FROM ALL SOURCES	101,562
COST OF GOODS SOLD ALLOCABLE TO DPGR	39,095
COST OF GOODS SOLD FROM ALL SOURCES	75,745
TOTAL DED, EXP, AND LOSS DIRECTLY ALLOCABLE TO A DPGR	13,826
TOTAL DED, EXP, AND LOSS DIRECTLY ALLOCABLE TO A NON DPGR	2,792
TOTAL DED, EXP, AND LOSS NOT DIRECTLY ALLOCABLE TO A DPGR	16,247

U - QUALIFIED PRODUCTION ACTIVITIES INCOME

97

V - EMPLOYER'S FORM W-2 WAGES

8,367

W - OTHER DEDUCTIONS

32,732

**LINE 15 - CREDITS**

L - EMPOWERMENT ZONE AND RENEWAL COMMUNITY EMPLOYMENT CREDIT

4

M - CREDIT FOR INCREASING RESEARCH ACTIVITIES

4

N - CREDIT FOR EMPLOYER SOCIAL SECURITY AND MEDICARE TAXES

2

P - OTHER CREDITS

U.S TAXES WITHHELD	261
	-----

**TOTAL BOX P**

261

=====

LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES

57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH

LINE 16 - FOREIGN TRANSACTIONS

G - INTEREST EXPENSE	14,639
H - OTHER	109,990
I - PASSIVE CATEGORY	-3,776
J - GENERAL CATEGORY	7,164
K - OTHER	452
L - TOTAL FOREIGN TAXES PAID	156
M - TOTAL FOREIGN TAXES ACCRUED	86

LINE 17 - ALTERNATIVE MINIMUM TAX (AMT) ITEMS

C - DEPLETION (OTHER THAN OIL & GAS)	9
D - OIL, GAS, & GEOTHERMAL-GROSS INCOME	235
E - OIL, GAS, & GEOTHERMAL-DEDUCTIONS	302
F - OTHER AMT ITEMS	50

LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES

57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 1

AMOUNTS REPORTED ON LINE 1 BELOW WERE PASS-THROUGH TO THE  
FUND FROM ITS UNDERLYING INVESTMENTS IN PARTNERSHIPS.

ORDINARY TRADE OR BUSINESS INCOME/(LOSS)	-57,698
OTHER INTEREST INCOME	23,511
OTHER TRADE OR BUSINESS EXPENSE	-1,749
TRADE OR BUSINESS INTEREST EXPENSE	-6
NET IRC SEC. 475(F) MTM INCOME/(LOSS)	3,826

---

TOTAL	-32,116
-------	---------

DEPLETION INFORMATION:

A) GROSS INCOME SUBJECT TO PERCENTAGE DEPLETION RATE OF DEPLETION	11,027
B) RATE OF DEPLETION - 10% TENTATIVE PERCENTAGE DEPLETION DEDUCTION	1,103

STATEMENT TO SCHEDULE K-1, LINES 16B AND 16C:

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON LINES  
1-11 MUST BE CONSIDERED WHEN DETERMINING GROSS INCOME FROM ALL SOURCES AND  
GROSS INCOME SOURCED AT THE PARTNER LEVEL. PLEASE CONSULT YOUR TAX  
ADVISOR.

STATEMENT TO SCHEDULE K-1, LINES 16G THRU 16K:

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON LINES  
13H AND 13W MUST BE CONSIDERED WHEN ALLOCATING AND APPORTIONING EXPENSES TO  
GROSS INCOME FROM SOURCES OUTSIDE THE UNITED STATES. PLEASE CONSULT YOUR  
TAX ADVISOR.

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 20

V. UNRELATED BUSINESS TAXABLE INCOME

FOR TAX-EXEMPT ORGANIZATIONS ONLY:

UNRELATED BUSINESS TAXABLE INCOME (UBTI) INCLUDED IN YOUR  
SCHEDULE K-1 DISTRIBUTIVE SHARE ITEMS IS AS FOLLOWS:

NET UBTI ORDINARY INCOME/(LOSS):	-39,948
NET UBTI CAPITAL GAIN/(LOSS):	10,202

Y. OTHER INFORMATION

FOR CORPORATE PARTNERS: THE AMOUNT OF DIVIDEND INCOME  
REPORTED ON LINES 6A AND 11F THAT QUALIFIES FOR THE DIVIDEND  
RECEIVED DEDUCTION UNDER IRC SEC. 243 IS: 4,435

THE FOLLOWING AMOUNT OF QUALIFIED DIVIDEND INCOME REPORTED  
ON LINES 6B AND 11F IS FROM FOREIGN SOURCES: 897

THE AMOUNT OF INTEREST EXPENSE INCLUDED ON YOUR SCHEDULE  
K-1, RELATED TO THE PRODUCTION OF U.S. GOVERNMENT INTEREST  
INCOME IS: 119

DIRECT EQUITY-FINANCED LENDING ACTIVITIES

=====

LIGHTHOUSE CREDIT OPPORTUNITIES FUND, L.P. INVESTS IN DB ZWIRN SPECIAL OPPORTUNITIES FUND, L.P. WHICH ENGAGES IN DIRECT EQUITY-FINANCED LENDING ACTIVITIES. THIS INCOME/(LOSS) FROM THESE ACTIVITIES MAY OR MAY NOT BE PASSIVE DEPENDING ON THE PARTICULAR FACTS AND CIRCUMSTANCES OF EACH PARTNER PURSUANT TO TREAS. REG. 1.468-2T(F) (4).

YOUR SHARE OF INCOME/(LOSS) DERIVED FROM THESE ACTIVITIES IS REPORTED TO YOU ON LINE 11F, "INCOME/(LOSS) FROM LENDING ACTIVITIES."

THE FOLLOWING INFORMATION WAS PASS THROUGH FROM THE FUND'S UNDERLYING INVESTMENT IN SILVER POINT CAPITAL FUND, L.P. ("SILVER POINT") EIN 22-3849631

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SILVER POINT HAS DERIVED INCOME AND/OR LOSS FROM VARIOUS TYPES OF LOAN ORIGINATION ACTIVITIES. SILVER POINT HAS TAKEN THE POSITION THAT IT IS ENGAGED IN THE TRADE OR BUSINESS OF LENDING MONEY, AND AS SUCH, THOSE PARTNERS WHO DO NOT MATERIALLY PARTICIPATE IN THE ACTIVITY, UNDER THE RULES OF TREASURY REGULATION SECTION 1.469-5T, MAY HAVE PASSIVE ACTIVITY LOSS LIMITATIONS. UNDER THE PASSIVE ACTIVITY RULES, PASSIVE ACTIVITY LOSSES ARE ONLY DEDUCTIBLE TO THE EXTENT OF PASSIVE ACTIVITY INCOME, AND ANY EXCESS PASSIVE ACTIVITY LOSSES ARE NOT CURRENTLY DEDUCTIBLE BY A PARTNER BUT ARE SUSPENDED AND CARRIED FORWARD TO THE NEXT TAXABLE YEAR WHEN THESE LIMITATIONS ARE APPLIED AGAIN.

AS DESCRIBED IN TREASURY REGULATION SECTION 1.469-2T(F) (4), A TAXPAYER'S EQUITY FINANCED INTEREST INCOME FROM THIS ACTIVITY IS TREATED AS NON-PASSIVE INCOME TO THE EXTENT OF THE NET INCOME FROM SUCH ACTIVITY FOR THE TAX YEAR. HOWEVER, IF THERE IS A NET LOSS FOR SUCH YEAR FROM THIS LENDING ACTIVITY, THE NET LOSS CONTINUES TO BE TREATED AS PASSIVE AND REMAINS SUBJECT TO THE DEDUCTION LIMITATIONS UNDER THE PASSIVE LOSS RULES. THE TAX CONSEQUENCES OF THIS TREATMENT MAY VARY DEPENDING UPON THE PARTICULAR TAX SITUATION OF EACH TAXPAYER. ALL PARTNERS SHOULD CONSULT THEIR TAX ADVISORS WITH RESPECT TO THE APPLICATION OF THE PASSIVE ACTIVITY RULES.

YOUR SHARE OF INCOME/(LOSS) DERIVED FROM THESE ACTIVITIES IS REPORTED TO YOU ON LINE 11F, "MTM LOAN ORIGINATION INCOME/(LOSS)."

PLEASE NOTE (WITH THE EXCEPTION OF ITEMS INDICATED BELOW AND THE PASSIVE

**LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES**

**57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH**

ACTIVITY LOSS FROM SILVER POINT ABOVE), NONE OF THE DISTRIBUTIVE SHARE ITEMS REPORTED ON YOUR SCHEDULE K-1 ARE CONSIDERED AS DERIVED FROM A PASSIVE ACTIVITY UNDER TREASURY REGULATION 1.469-1T(E) (6).

THE PARTNERSHIP HAS DIRECTLY/INDIRECTLY INVESTED IN PASSIVE ACTIVITIES. YOUR DISTRIBUTIVE SHARE OF PASSIVE INCOME/(LOSS) ITEMS INCLUDED ON YOUR SCHEDULE K-1 ARE REPORTED IN DETAILS BELOW. PASSIVE LOSSES MAY BE SUBJECT TO LIMITATION PURSUANT TO IRC SEC. 469. PLEASE CONSULT YOUR TAX ADVISOR.

LINE 1 - ORDINARY TRADE OR BUSINESS INCOME/(LOSS) FROM PASSIVE ACTIVITIES	-54,345
LINE 2 - NET RENTAL REAL ESTATE INCOME/(LOSS)	1,008
LINE 3 - OTHER NET RENTAL INCOME/(LOSS)	2,830
LINE 5 - OTHER INTEREST INCOME	77
LINE 7 - ROYALTIES	1,660
LINE 8 - NET SHORT-TERM CAPITAL GAIN/(LOSS)	1,682
LINE 9C - UNRECAPTURED SECTION 1250 GAIN	29
LINE 10 - NET SECTION 1231 GAIN/(LOSS)	-2,545
LINE 11F - OTHER INCOME/(LOSS)	7,550
LINE 12 - SECTION 179 DEDUCTION	-14
LINE 13H - INVESTMENT INTEREST EXPENSE	-45
LINE 13I - DEDUCTIONS - ROYALTY INCOME	-142
LINE 13J - SECTION 59(E) (2) EXPENDITURES	-1,384
LINE 13W - OTHER TRADE OR BUSINESS EXPENSE	-22

THE AMOUNT REPORTED ON LINE 20A INCLUDES INVESTMENT INCOME FROM LINES 5, 6A, 7 AND 11A OF YOUR SCHEDULE K-1. BASED ON INDIVIDUAL FACTS AND CIRCUMSTANCES, AMOUNTS ON LINES 8, 9A, 11C, 11E AND 11F MAY ALSO BE INCLUDED IN THE INVESTMENT INTEREST EXPENSE LIMITATION CALCULATION. PLEASE CONSULT YOUR TAX ADVISOR.

THE AMOUNT REPORTED ON LINE 20B INCLUDES INVESTMENT EXPENSE FROM LINES 13I, 13K, AND 13L OF YOUR SCHEDULE K-1. BASED ON INDIVIDUAL FACTS AND CIRCUMSTANCES, AMOUNTS ON LINES 13J AND 13W MAY ALSO BE INCLUDED IN THE INVESTMENT INTEREST EXPENSE LIMITATION CALCULATION. PLEASE CONSULT YOUR TAX ADVISOR.

NO DETERMINATION HAS BEEN MADE WHETHER YOU MATERIALLY PARTICIPATE IN THE OPERATION OF THE PARTNERSHIP. IF YOU ARE A NON-MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE FROM TRADING ACTIVITIES REPORTED TO YOU ON LINES 1 AND 13H ARE SUBJECTED TO THE NET INVESTMENT INCOME LIMITATION. IF YOU ARE A MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE MAY BE TREATED AS TRADE OR BUSINESS INTEREST EXPENSE. PLEASE CONSULT YOUR TAX ADVISOR.

TRANSFERS TO FOREIGN CORPORATIONS:

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**LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES**

**57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH**

DURING THE TAXABLE YEAR, THE PARTNERSHIP MADE DIRECT AND/OR INDIRECT TRANSFERS OF PROPERTY TO FOREIGN CORPORATIONS THAT MAY REQUIRE REPORTING UNDER IRC SEC. 6038B. THE FOLLOWING INFORMATION IS BEING FURNISHED AS YOU MAY BE REQUIRED TO FILE FORM 926, RETURN BY A U.S. TRANSFEROR OF PROPERTY TO A FOREIGN CORPORATION. PLEASE CONSULT YOUR TAX ADVISOR.

NAME: FCI HOLDINGS I LTD.  
IDENTIFYING NUMBER: 98-0485747  
ADDRESS: C/O FORTRESS INVESTMENT GROUP  
1345 AVENUE OF THE AMERICAS, 46TH FLOOR  
NEW YORK, NY 10105  
COUNTRY OF INCORPORATION OR ORGANIZATION: CAYMAN ISLANDS  
FOREIGN LAW CHARACTERIZATION: CORPORATION  
CONTROLLED FOREIGN CORPORATION: YES  
DATE OF TRANSFER: VARIOUS  
TYPE OF NONRECOGNITION TRANSACTION: IRC SEC. 351  
DESCRIPTION OF PROPERTY TRANSFERRED: CASH  
AMOUNT TRANSFERRED: 21,210

NAME: DBSO CORPORATES LTD.  
IDENTIFYING NUMBER: N/A  
ADDRESS: C/O FORTRESS INVESTMENT GROUP  
1345 AVENUE OF THE AMERICAS, 46TH FLOOR  
NEW YORK, NY 10105  
COUNTRY OF INCORPORATION OR ORGANIZATION: CAYMAN ISLANDS  
FOREIGN LAW CHARACTERIZATION: CORPORATION  
CONTROLLED FOREIGN CORPORATION: YES  
DATE OF TRANSFER: 01/13/2009  
TYPE OF NONRECOGNITION TRANSACTION: IRC SEC. 351  
DESCRIPTION OF PROPERTY TRANSFERRED: CASH  
AMOUNT TRANSFERRED: 14,666

**EFFECTIVELY CONNECTED INCOME ("ECI")**

=====

LIGHTHOUSE CREDIT OPPORTUNITIES FUND, L.P. MAY HAVE EFFECTIVELY CONNECTED INCOME PASS THROUGH FROM ITS UNDERLYING INVESTMENTS. DETAILS TO THIS INFORMATION ARE AVAILABLE UPON REQUEST.

THE MUNICIPAL INTEREST REPORTED ON LINE 18A OF YOUR K-1 IS DERIVED FROM THE FOLLOWING JURISDICTIONS IN THE FOLLOWING AMOUNTS:

ARIZONA	14	NEBRASKA	3
CONNECTICUT	6	NEVADA	22
DELAWARE	12	NEW JERSEY	14
DISTRICT OF COLUMBIA	14	NEW YORK	4
GEORGIA	13	OHIO	6
HAWAII	29	OREGON	1



LIGHTHOUSE CREDIT OPPORTUNITIES  
FUND, L.P.  
SCH K-1 SUPPORTING SCHEDULES

57-1140919  
PTR #148-EVELYN F. MCKNIGHT BRAIN RESEARCH

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IOWA	1	PENNSYLVANIA	31
MARYLAND	21	TEXAS	64
MASSACHUSETTS	37	VIRGINIA	134
MISSOURI	42	WASHINGTON	5

**Schedule K-1  
(Form 1065)**

Department of the Treasury  
Internal Revenue Service

**2009**

For calendar year 2009, or tax  
year beginning \_\_\_\_\_, 2009  
ending \_\_\_\_\_, 20\_\_

**Partner's Share of Income, Deductions,  
Credits, etc.** ▶ See back of form and separate instructions.

Part I Information About the Partnership																					
<b>A</b> Partnership's employer identification number	59-3789085																				
<b>B</b> Partnership's name, address, city, state, and ZIP code	LIGHTHOUSE GLOBAL LONG/SHORT FUND, L. P. 3801 PGA BOULEVARD, SUITE 500 PALM BEACH GARDENS, FL 33410																				
<b>C</b> IRS Center where partnership filed return	OGDEN																				
<b>D</b> <input type="checkbox"/> Check if this is a publicly traded partnership (PTP)																					
Part II Information About the Partner																					
<b>E</b> Partner's identifying number	68																				
<b>F</b> Partner's name, address, city, state, and ZIP code	EVELYN F. MCKNIGHT BRIAN RESEARCH FOUNDATION C/O SUNTRUST BANK P. O. BOX 62005 ORLANDO, FL 32862																				
<b>G</b> <input type="checkbox"/> General partner or LLC member-manager <input checked="" type="checkbox"/> Limited partner or other LLC member																					
<b>H</b> <input checked="" type="checkbox"/> Domestic partner <input type="checkbox"/> Foreign partner																					
<b>I</b> What type of entity is this partner?	FIDUCIARY																				
<b>J</b> Partner's share of profit, loss, and capital (see instructions):																					
	<table border="1"> <thead> <tr> <th></th> <th>Beginning</th> <th></th> <th>Ending</th> <th></th> </tr> </thead> <tbody> <tr> <td>Profit</td> <td>2.101178</td> <td>%</td> <td>2.101178</td> <td>%</td> </tr> <tr> <td>Loss</td> <td>2.101178</td> <td>%</td> <td>2.101178</td> <td>%</td> </tr> <tr> <td>Capital</td> <td>2.188509</td> <td>%</td> <td>1.793692</td> <td>%</td> </tr> </tbody> </table>		Beginning		Ending		Profit	2.101178	%	2.101178	%	Loss	2.101178	%	2.101178	%	Capital	2.188509	%	1.793692	%
	Beginning		Ending																		
Profit	2.101178	%	2.101178	%																	
Loss	2.101178	%	2.101178	%																	
Capital	2.188509	%	1.793692	%																	
<b>K</b> Partner's share of liabilities at year end:																					
Nonrecourse . . . . . \$	4,106,563.																				
Qualified nonrecourse financing . . . . . \$																					
Recourse . . . . . \$																					
<b>L</b> Partner's capital account analysis:																					
Beginning capital account . . . . . \$	5,081,546.																				
Capital contributed during the year . . . . . \$																					
Current year increase (decrease) . . . . . \$	516,358.																				
Withdrawals & distributions . . . . . \$	(700,000.)																				
Ending capital account . . . . . \$	4,897,904.																				
<input type="checkbox"/> Tax basis <input checked="" type="checkbox"/> GAAP <input type="checkbox"/> Section 704(b) book																					
<input type="checkbox"/> Other (explain)																					
<b>M</b> Did the partner contribute property with a built-in gain or loss?																					
<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No																					
If "Yes", attach statement (see instructions)																					

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items			
1	Ordinary business income (loss)	15	Credits
2	Net rental real estate income (loss)		
3	Other net rental income (loss)	16	Foreign transactions
		A	VARIOUS
4	Guaranteed payments	B	833,041.
5	Interest income	C	731,266.
	30,562.		
6a	Ordinary dividends	D	37,812.
	71,467.		
6b	Qualified dividends	G	99,149.
	32,653.		
7	Royalties	H	69,938.
8	Net short-term capital gain (loss)	*	STMT
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
	-5,104.		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
11	Other income (loss)		
	C 15,043.		
	F* STMT		
12	Section 179 deduction		
13	Other deductions		
	H* 99,526.		
	K* 91,103.	A	102,029.
	W* 265,774.	B	91,103.
14	Self-employment earnings (loss)	V	143,572.

\*See attached statement for additional information.

For IRS Use Only

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
<b>1. Ordinary business income (loss).</b> Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
	<i>Report on</i>	
Passive loss	See the Partner's Instructions	
Passive income	Schedule E, line 28, column (g)	
Nonpassive loss	Schedule E, line 28, column (h)	
Nonpassive income	Schedule E, line 28, column (i)	
<b>2. Net rental real estate income (loss)</b>	See the Partner's Instructions	
<b>3. Other net rental income (loss)</b>		
Net income	Schedule E, line 28, column (g)	
Net loss	See the Partner's Instructions	
<b>4. Guaranteed payments</b>	Schedule E, line 28, column (j)	
<b>5. Interest income</b>	Form 1040, line 8a	
<b>6a. Ordinary dividends</b>	Form 1040, line 9a	
<b>6b. Qualified dividends</b>	Form 1040, line 9b	
<b>7. Royalties</b>	Schedule E, line 4	
<b>8. Net short-term capital gain (loss)</b>	Schedule D, line 5, column (f)	
<b>9a. Net long-term capital gain (loss)</b>	Schedule D, line 12, column (f)	
<b>9b. Collectibles (28%) gain (loss)</b>	28% Rate Gain Worksheet, line 4 (Schedule D instructions)	
<b>9c. Unrecaptured section 1250 gain</b>	See the Partner's Instructions	
<b>10. Net section 1231 gain (loss)</b>	See the Partner's Instructions	
<b>11. Other income (loss)</b>		
<i>Code</i>		
<b>A</b> Other portfolio income (loss)	See the Partner's Instructions	
<b>B</b> Involuntary conversions	See the Partner's Instructions	
<b>C</b> Sec. 1256 contracts & straddles	Form 6781, line 1	
<b>D</b> Mining exploration costs recapture	See Pub. 535	
<b>E</b> Cancellation of debt	Form 1040, line 21 or Form 982	
<b>F</b> Other income (loss)	See the Partner's Instructions	
<b>12. Section 179 deduction</b>	See the Partner's Instructions	
<b>13. Other deductions</b>		
<b>A</b> Cash contributions (50%)	See the Partner's Instructions	
<b>B</b> Cash contributions (30%)		
<b>C</b> Noncash contributions (50%)		
<b>D</b> Noncash contributions (30%)		
<b>E</b> Capital gain property to a 50% organization (30%)		
<b>F</b> Capital gain property (20%)		
<b>G</b> Contributions (100%)		
<b>H</b> Investment interest expense		Form 4952, line 1
<b>I</b> Deductions-royalty income		Schedule E, line 18
<b>J</b> Section 59(e)(2) expenditures		See the Partner's Instructions
<b>K</b> Deductions-portfolio (2% floor)	Schedule A, line 23	
<b>L</b> Deductions-portfolio (other)	Schedule A, line 28	
<b>M</b> Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29	
<b>N</b> Educational assistance benefits	See the Partner's Instructions	
<b>O</b> Dependent care benefits	Form 2441, line 14	
<b>P</b> Preproductive period expenses	See the Partner's Instructions	
<b>Q</b> Commercial revitalization deduction from rental real estate activities	See Form 8582 Instructions	
<b>R</b> Pensions and IRAs	See the Partner's Instructions	
<b>S</b> Reforestation expense deduction	See the Partner's Instructions	
<b>T</b> Domestic production activities information	See Form 8903 instructions	
<b>U</b> Qualified production activities income	Form 8903, line 7	
<b>V</b> Employer's Form W-2 wages	Form 8903, line 15	
<b>W</b> Other deductions	See the Partner's Instructions	
<b>14. Self-employment earnings (loss)</b>		
<b>Note.</b> If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		
<b>A</b> Net earnings (loss) from self-employment	Schedule SE, Section A or B	
<b>B</b> Gross farming or fishing income	See the Partner's Instructions	
<b>C</b> Gross non-farm income	See the Partner's Instructions	
<b>15. Credits</b>		
<b>A</b> Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	
<b>B</b> Low-income housing credit (other) from pre-2008 buildings	See the Partner's Instructions	
<b>C</b> Low-income housing credit (section 42(j)(5)) from post-2007 buildings	Form 8586, line 11	
<b>D</b> Low-income housing credit (other) from post-2007 buildings	Form 8586, line 11	
<b>E</b> Qualified rehabilitation expenditures (rental real estate)	See the Partner's Instructions	
<b>F</b> Other rental real estate credits		
<b>G</b> Other rental credits		
<b>H</b> Undistributed capital gains credit		Form 1040, line 70; check box a
<b>I</b> Alcohol and cellulosic biofuel fuels credit		Form 6478, line 7
<b>J</b> Work opportunity credit	Form 5884, line 3	
<b>Code</b>		
<b>K</b> Disabled access credit		See the Partner's Instructions
<b>L</b> Empowerment zone and renewal community employment credit		Form 8844, line 3
<b>M</b> Credit for increasing research activities		See the Partner's Instructions
<b>N</b> Credit for employer social security and Medicare taxes		Form 8846, line 5
<b>O</b> Backup withholding		Form 1040, line 61
<b>P</b> Other credits		See the Partner's Instructions
<b>16. Foreign transactions</b>		
<b>A</b> Name of country or U.S. possession	Form 1116, Part I	
<b>B</b> Gross income from all sources		
<b>C</b> Gross income sourced at partner level		
<i>Foreign gross income sourced at partnership level</i>		
<b>D</b> Passive category	Form 1116, Part I	
<b>E</b> General category		
<b>F</b> Other		
<i>Deductions allocated and apportioned at partner level</i>		
<b>G</b> Interest expense	Form 1116, Part I	
<b>H</b> Other	Form 1116, Part I	
<i>Deductions allocated and apportioned at partnership level to foreign source income</i>		
<b>I</b> Passive category	Form 1116, Part I	
<b>J</b> General category		
<b>K</b> Other		
<i>Other information</i>		
<b>L</b> Total foreign taxes paid	Form 1116, Part II	
<b>M</b> Total foreign taxes accrued	Form 1116, Part II	
<b>N</b> Reduction in taxes available for credit	Form 1116, line 12	
<b>O</b> Foreign trading gross receipts	Form 8873	
<b>P</b> Extraterritorial income exclusion	Form 8873	
<b>Q</b> Other foreign transactions	See the Partner's Instructions	
<b>17. Alternative minimum tax (AMT) items</b>		
<b>A</b> Post-1986 depreciation adjustment	See the Partner's Instructions and the Instructions for Form 6251	
<b>B</b> Adjusted gain or loss		
<b>C</b> Depletion (other than oil & gas)		
<b>D</b> Oil, gas, & geothermal - gross income		
<b>E</b> Oil, gas, & geothermal - deductions		
<b>F</b> Other AMT items		
<b>18. Tax-exempt income and nondeductible expenses</b>		
<b>A</b> Tax-exempt interest income	Form 1040, line 8b	
<b>B</b> Other tax-exempt income	See the Partner's Instructions	
<b>C</b> Nondeductible expenses	See the Partner's Instructions	
<b>19. Distributions</b>		
<b>A</b> Cash and marketable securities	See the Partner's Instructions	
<b>B</b> Distribution subject to section 737		
<b>C</b> Other property		
<b>20. Other information</b>		
<b>A</b> Investment income	Form 4952, line 4a	
<b>B</b> Investment expenses	Form 4952, line 5	
<b>C</b> Fuel tax credit information	Form 4136	
<b>D</b> Qualified rehabilitation expenditures (other than rental real estate)	See the Partner's Instructions	
<b>E</b> Basis of energy property	See the Partner's Instructions	
<b>F</b> Recapture of low-income housing credit (section 42(j)(5))	Form 8611, line 8	
<b>G</b> Recapture of low-income housing credit (other)	Form 8611, line 8	
<b>H</b> Recapture of investment credit	See Form 4255	
<b>I</b> Recapture of other credits	See the Partner's Instructions	
<b>J</b> Look-back interest - completed long-term contracts	See Form 8697	
<b>K</b> Look-back interest - income forecast method	See Form 8866	
<b>L</b> Dispositions of property with section 179 deductions	See the Partner's Instructions	
<b>M</b> Recapture of section 179 deduction		
<b>N</b> Interest expense for corporate partners		
<b>O</b> Section 453(l)(3) information		
<b>P</b> Section 453A(c) information		
<b>Q</b> Section 1260(b) information		
<b>R</b> Interest allocable to production expenditures		
<b>S</b> CCF nonqualified withdrawals		
<b>T</b> Depletion information - oil and gas		
<b>U</b> Amortization of reforestation costs		
<b>V</b> Unrelated business taxable income		
<b>W</b> Precontribution gain (loss)		
<b>X</b> Section 108(i) information		
<b>Y</b> Other information		

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ITEM L - RECONCILIATION OF INCOME

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INCOME (LOSS) FROM SCH. K-1, LINES 1 - 11 756,259.  
LESS: DEDUCTIONS FROM SCH. K-1, LINES 12, 13, 16L, AND 16M 460,786.

TOTAL INCOME PER SCHEDULE K-1 295,473.

PLUS: INCOME RECORDED ON BOOKS, NOT INCL. ON SCH. K-1:  
NET TAX UNREALIZED GAIN/(LOSS)  
FROM INVESTMENTS 220,885.

TOTAL INCOME PER ITEM L, CURRENT YEAR INCR( DECR) 516,358.

=====

LINE 11 - OTHER INCOME(LOSS)

=====

F OTHER INCOME(LOSS)

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OTHER INCOME INCLUDED IN ITEM L, CURRENT YEAR INCREASE (DECREASE):  
OTHER INCOME/(LOSS) 1,742.

OTHER MISCELLANEOUS INCOME:  
AMOUNTS REPORTED ON LINE 11F BELOW WERE  
PASS-THROUGH TO THE FUND FROM ITS  
UNDERLYING INVESTMENTS IN  
PARTNERSHIPS.

NET IRC SEC. 988 GAIN/(LOSS) -7,268.  
NET IRC SEC. 475(F) INCOME/(LOSS) 338,883.  
NET SWAP INCOME/(EXPENSE) -20,650.  
OTHER INCOME/(LOSS) -211.  
SHORT TERM CAPITAL GAIN/(LOSS) 348,176.  
LONG TERM CAPITAL GAIN/(LOSS) -16,381.

TOTAL BOX F 644,291.

=====

LINE 13 - OTHER DEDUCTIONS

=====

H - INVESTMENT INTEREST EXPENSE

-----

OTHER INVESTMENT INTEREST 99,526.

TOTAL BOX H 99,526.

=====

K DEDUCTIONS - PORTFOLIO (2% FLOOR)

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OTHER PORTFOLIO DEDUCTIONS 91,103.

TOTAL BOX K 91,103.

=====

W OTHER DEDUCTIONS

OTHER DEDUCTIONS INCLUDED IN ITEM L, CURRENT YEAR INCREASE (DECREASE)  
OTHER TRADE OR BUSINESS EXPENSE 265,774.  
TOTAL BOX W 265,774.

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 13

H. INVESTMENT INTEREST EXPENSE

AMOUNTS REPORTED ON LINE 13H BELOW WERE  
PASS-THROUGH TO THE FUND FROM ITS UNDERLYING  
INVESTMENTS.

INVESTMENT INTEREST EXPENSE FROM INVESTING  
ACTIVITIES 91,150.  
INVESTMENT INTEREST EXPENSE FROM TRADING  
ACTIVITIES 8,376.

LINE 16 - FOREIGN TRANSACTIONS

OVERFLOW ITEMS

I PASSIVE CATEGORY 14,132.

L TOTAL FOREIGN TAXES PAID 4,383.

LINE 20 - OTHER INFORMATION

V UNRELATED BUSINESS TAXABLE INCOME

FROM TRADE\BUSINESS 143,572.  
TOTAL BOX V 143,572.

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 20

V. UNRELATED BUSINESS TAXABLE INCOME

FOR TAX EXEMPT ORGANIZATION ONLY:

YOUR SHARE OF UNRELATED BUSINESS TAXABLE INCOME/  
(LOSS) GENERATED IN 2009 IS AS FOLLOWS:  
NET UBTI ORDINARY INCOME/(LOSS) 89,840.  
NET UBTI CAPITAL GAIN/(LOSS) 53,732.

Y. OTHER INFORMATION

FOR CORPORATE PARTNERS ONLY:

THE TOTAL AMOUNT OF DIVIDEND INCOME QUALIFYING FOR  
THE 70% DIVIDEND RECEIVED DEDUCTION INCLUDED ON

PARTNER FOOTNOTES ASSOCIATED W/SCH. K-1, LINE 20 (CONT'D)

LINE 6A IS: 25,568.

FOREIGN QUALIFYING DIVIDENDS:

THE TOTAL AMOUNT OF FOREIGN QUALIFYING DIVIDEND INCLUDED ON LINE 6B IS: 13,586.

PARTNER FOOTNOTES

PLEASE NOTE, NONE OF THE DISTRIBUTIVE SHARE ITEMS REPORTED ON YOUR SCHEDULE K-1 ARE CONSIDERED AS DERIVED FROM A PASSIVE ACTIVITY UNDER TREASURY REGULATION 1.469-1T(E)(6).

INVESTMENT INCOME AND EXPENSE ITEMS INCLUDED ON LINES 11F AND 13W AND NET CAPITAL GAINS/(LOSSES) ON LINES 9, 11C, AND 11F ARE NOT INCLUDED ON LINES 20A AND 20B. FOR INDIVIDUAL TAXPAYERS, THESE AMOUNTS SHOULD BE CONSIDERED WHEN PREPARING FORM 4952, INVESTMENT INTEREST EXPENSE DEDUCTION. PLEASE CONSULT YOUR TAX ADVISOR.

NO DETERMINATION HAS BEEN MADE WHETHER YOU MATERIALLY PARTICIPATE IN THE OPERATION OF THE PARTNERSHIP. IF YOU ARE A NON-MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE FROM TRADING ACTIVITIES REPORTED TO YOU ON LINE 13H IS SUBJECTED TO THE NET INVESTMENT INCOME LIMITATION. IF YOU ARE A MATERIALLY PARTICIPATING PARTNER, THE INVESTMENT INTEREST EXPENSE MAY BE TREATED AS A TRADE OR BUSINESS INTEREST EXPENSE. PLEASE CONSULT YOUR TAX ADVISOR.

STATEMENT TO SCHEDULE K-1, LINES 16B AND 16C:

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON LINES 1 THRU 11 MUST BE CONSIDERED WHEN DETERMINING GROSS INCOME FROM ALL SOURCES AND GROSS INCOME SOURCED AT THE PARTNER LEVEL. PLEASE CONSULT YOUR TAX ADVISOR.

STATEMENT TO SCHEDULE K-1, LINES 16G THRU 16K:

FOR PURPOSES OF DETERMINING YOUR FOREIGN TAX CREDIT, THE AMOUNTS ON SCHEDULE K-1, LINES 13H, 13K, AND 13W MUST BE CONSIDERED WHEN ALLOCATING AND APPORTIONING EXPENSES TO GROSS INCOME FROM SOURCES OUTSIDE THE U.S.

TAXABLE INCOME REPORTED ON YOUR SCHEDULE K-1 IS ALLOCATED CONSISTENT WITH THE PARTNERSHIP AGREEMENT. CHANGE IN OWNERSHIP DURING THE YEAR IS REFLECTED IN THE PROFIT, LOSS, AND CAPITAL PERCENTAGES REPORTED ON YOUR SCHEDULE K-1, ITEM J.