

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

2003

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

For calendar year 2003, or tax year beginning , and ending

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

Use the IRS label. Otherwise, print or type see Specific instructions.

Name of organization
CHARIS FOUNDATION, INC.
C/O STEINER & ELLIS, PLLC

Number and street (or P.O. box number if mail is not delivered to street address) Room/suite
5516 LONAS DRIVE **260**

City or town, state, and ZIP code
KNOXVILLE, TN 37909

Check type of organization: ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ **10,430,572.** (Part I, column (d) must be on cash basis)

J Accounting method ☒ Cash ☐ Accrual
☐ Other (specify) _____

A Employer identification number
62-1867423

B Telephone number
(865) 212-3800

C If exemption application is pending, check here ☐

D 1 Foreign organizations, check here ☐
2 Foreign organizations meeting the 85% test, check here and attach computation ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1	Contributions, gifts, grants, etc., received Check <input type="checkbox"/> if the foundation is not required to attach Sch. B	900,000.		N/A	
2	Distributions from split-interest trusts				
3	Interest on savings and temporary cash investments				
4	Dividends and interest from securities	218,256.	218,256.		STATEMENT 2
5a	Gross rents				
b	(Net rental income or (loss))				
6a	Net gain or (loss) from sale of assets not on line 10	<280,384.>			STATEMENT 1
b	Gross sales price for all assets on line 6a	5,416,048.			
7	Capital gain net income (from Part IV, line 2)		0.		
8	Net short-term capital gain				
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less: Cost of goods sold				
c	Gross profit or (loss)				
11	Other income				
12	Total. Add lines 1 through 11	837,872.	218,256.		
13	Compensation of officers, directors, trustees, etc.	0.	0.		0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees STMT 3	4,519.	4,519.		0.
c	Other professional fees				
17	Interest				
18	Taxes STMT 4	438.	395.		0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses STMT 5	49,553.	49,551.		0.
24	Total operating and administrative expenses. Add lines 13 through 23	54,510.	54,465.		0.
25	Contributions, gifts, grants paid	496,250.			496,250.
26	Total expenses and disbursements. Add lines 24 and 25	550,760.	54,465.		496,250.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	287,112.			
b	Net investment income (if negative, enter -0-)		163,791.		
c	Adjusted net income (if negative, enter -0-)			N/A	

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value		
Assets	1 Cash - non-interest-bearing			20,701.	29,555.	29,555.
	2 Savings and temporary cash investments			430,628.	214,760.	214,760.
	3 Accounts receivable ▶					
	Less: allowance for doubtful accounts ▶					
	4 Pledges receivable ▶					
	Less: allowance for doubtful accounts ▶					
	5 Grants receivable					
	6 Receivables due from officers, directors, trustees, and other disqualified persons					
	7 Other notes and loans receivable ▶					
	Less: allowance for doubtful accounts ▶					
	8 Inventories for sale or use					
	9 Prepaid expenses and deferred charges					
	10a Investments - U.S. and state government obligations					
	b Investments - corporate stock STMT 6			5,131,921.	7,524,915.	8,463,769.
	c Investments - corporate bonds			2,498,868.		
Liabilities	11 Investments - land, buildings, and equipment basis ▶					
	Less: accumulated depreciation ▶					
	12 Investments - mortgage loans					
	13 Investments - other STMT 7			1,015,000.	1,615,000.	1,722,488.
	14 Land, buildings, and equipment: basis ▶					
	Less: accumulated depreciation ▶					
	15 Other assets (describe ▶)					
	16 Total assets (to be completed by all filers)			9,097,118.	9,384,230.	10,430,572.
	17 Accounts payable and accrued expenses					
	18 Grants payable					
Net Assets or Fund Balances	19 Deferred revenue					
	20 Loans from officers, directors, trustees, and other disqualified persons					
	21 Mortgages and other notes payable					
	22 Other liabilities (describe ▶)					
	23 Total liabilities (add lines 17 through 22)			0.	0.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here ▶ <input type="checkbox"/>					
	and complete lines 24 through 26 and lines 30 and 31					
	24 Unrestricted					
	25 Temporarily restricted					
	26 Permanently restricted					
	Organizations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>					
	and complete lines 27 through 31					
	27 Capital stock, trust principal, or current funds			0.	0.	
28 Paid-in or capital surplus, or land, bldg., and equipment fund			0.	0.		
29 Retained earnings, accumulated income, endowment, or other funds			9,097,118.	9,384,230.		
30 Total net assets or fund balances			9,097,118.	9,384,230.		
31 Total liabilities and net assets/fund balances			9,097,118.	9,384,230.		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	9,097,118.
2 Enter amount from Part I, line 27a	2	287,112.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	9,384,230.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	9,384,230.

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Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs MLC Co.)		(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a SEE STATEMENT 12		P		
b				
c				
d				
e				

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 5,416,048.		5,696,432.	<280,384.>
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			<280,384.>
b			
c			
d			
e			

2 Capital gain net income or (net capital loss). { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	<280,384.>
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	3	N/A

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

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

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

Was the organization liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

If "Yes," the organization does not qualify under section 4940(e). Do not complete this part.

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2002	430,157.	9,250,277.	.0465021
2001	0.	448,414.	.0000000
2000			
1999			
1998			

2 Total of line 1, column (d)	2	.0465021
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.0232511
4 Enter the net value of noncharitable-use assets for 2003 from Part X, line 5	4	9,208,641.
5 Multiply line 4 by line 3	5	214,111.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,638.
7 Add lines 5 and 6	7	215,749.
8 Enter qualifying distributions from Part XII, line 4	8	496,250.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling letter: _____ (attach copy of ruling letter if necessary-see instructions)		
b	Domestic organizations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	1,638.
c	All other domestic organizations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0.
3	Add lines 1 and 2	3	1,638.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0.
5	Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-	5	1,638.
6	Credits/Payments		
a	2003 estimated tax payments and 2002 overpayment credited to 2003	6a	2,057.
b	Exempt foreign organizations - tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	1,500.
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	3,557.
8	Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8	
9	Tax due If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	1,919.
11	Enter the amount of line 10 to be Credited to 2004 estimated tax 1,919. Refunded 0.	11	0.

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the organization attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the organization in connection with the activities		X
c Did the organization file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the organization. \$ 0. (2) On organization managers. \$ 0.		
e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on organization managers. \$ 0.		
2 Has the organization engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities		X
3 Has the organization made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the organization have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) TENNESSEE		
b If the answer is "Yes" to line 7, has the organization furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the organization claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2003 or the taxable year beginning in 2003 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	X	
11 Did the organization comply with the public inspection requirements for its annual returns and exemption application? Web site address N/A	X	
12 The books are in care of STEINER & ELLIS, PLLC Telephone no. (865) 212-3800 Located at 5516 LONAS DRIVE, STE. 260, KNOXVILLE, TN ZIP+4 37909		
13 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year		N/A

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

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

1a During the year did the organization (either directly or indirectly):

- (1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No
- (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No
- (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No
- (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No
- (5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No
- (6) Agree to pay money or property to a government official? (Exception: Check "No" if the organization agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 19 of the instructions)?

N/A

Organizations relying on a current notice regarding disaster assistance check here

▶ ☐**c** Did the organization engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2003?

1b

1c

X

2 Taxes on failure to distribute income (section 4942) (does not apply for years the organization was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):**a** At the end of tax year 2003, did the organization have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2003?☐ Yes ☒ No

If "Yes," list the years: _____, _____, _____

b Are there any years listed in 2a for which the organization is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.)

N/A

2b

c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here.

▶ _____, _____, _____

3a Did the organization hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?☐ Yes ☒ No**b** If "Yes," did it have excess business holdings in 2003 as a result of (1) any purchase by the organization or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the organization had excess business holdings in 2003.)

N/A

3b

4a Did the organization invest during the year any amount in a manner that would jeopardize its charitable purposes?

4a

X

b Did the organization make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2003?

4b

X

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

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?
- (3) Provide a grant to an individual for travel, study, or other similar purposes?
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)?
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

N/A

Organizations relying on a current notice regarding disaster assistance check here

▶ ☐**c** If the answer is "Yes" to question 5a(4), does the organization claim exemption from the tax because it maintained expenditure responsibility for the grant?

N/A

☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d)

6a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?☐ Yes ☒ No

6b

X

b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

If you answered "Yes" to 6b, also file Form 8870

Part VIII

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

1 List all officers, directors, trustees, foundation managers and their compensation:

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
WILLIAM E. HASLAM 7112 SHERWOOD DRIVE KNOXVILLE, TN 37919	PRESIDENT & DIRECTOR 0.	0.	0.	0.
CRISTEN G. HASLAM 7112 SHERWOOD DRIVE KNOXVILLE, TN 37919	VICE PRESIDENT & DIRECTOR 0.	0.	0.	0.
J. TODD ELLIS 5516 LONAS DRIVE, STE. 260 KNOXVILLE, TN 37909	SECRETARY, TREASURER & DIR 0.	0.	0.	0.

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

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NO COMPENSATED EMPLOYEES				

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

0

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

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

Total number of others receiving over \$50,000 for professional services

0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

Expenses

1 NO DIRECT CHARITABLE ACTIVITIES IN 2003

2

3

4

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 NO PROGRAM RELATED INVESTMENTS IN 2003	
2	
All other program-related investments. See instructions	
3	
Total. Add lines 1 through 3	0.

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a Average monthly fair market value of securities	1a	9,328,970.
b Average of monthly cash balances	1b	19,904.
c Fair market value of all other assets	1c	
d Total (add lines 1a, b, and c)	1d	9,348,874.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	9,348,874.
4 Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	140,233.
5 Net value of noncharitable-use assets Subtract line 4 from line 3. Enter here and on Part V, line 4	5	9,208,641.
6 Minimum investment return Enter 5% of line 5	6	460,432.

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

1 Minimum investment return from Part X, line 6		1	460,432.
2a Tax on investment income for 2003 from Part VI, line 5	2a	1,638.	
b Income tax for 2003. (This does not include the tax from Part VI.)	2b		
c Add lines 2a and 2b		2c	1,638.
3 Distributable amount before adjustments. Subtract line 2c from line 1		3	458,794.
4a Recoveries of amounts treated as qualifying distributions	4a	0.	
b Income distributions from section 4947(a)(2) trusts	4b	0.	
c Add lines 4a and 4b		4c	0.
5 Add lines 3 and 4c		5	458,794.
6 Deduction from distributable amount (see instructions)		6	0.
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	458,794.

Part XII Qualifying Distributions (see instructions)

1 Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	496,250.
b Program-related investments - Total from Part IX-B	1b	0.
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3 Amounts set aside for specific charitable projects that satisfy the:		
a Suitability test (prior IRS approval required)	3a	
b Cash distribution test (attach the required schedule)	3b	
4 Qualifying distributions Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	496,250.
5 Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	1,638.
6 Adjusted qualifying distributions Subtract line 5 from line 4	6	494,612.

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

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2002	(c) 2002	(d) 2003
1 Distributable amount for 2003 from Part XI, line 7				458,794.
2 Undistributed income, if any, as of the end of 2002				
a Enter amount for 2002 only			37,185.	
b Total for prior years		0.		
3 Excess distributions carryover, if any, to 2003:				
a From 1998				
b From 1999				
c From 2000				
d From 2001				
e From 2002				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2003 from Part XII, line 4: ► \$ 496,250.				
a Applied to 2002, but not more than line 2a			37,185.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2003 distributable amount				458,794.
e Remaining amount distributed out of corpus	271.			
5 Excess distributions carryover applied to 2003 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	271.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2002. Subtract line 4a from line 2a. Taxable amount - see instr			0.	
f Undistributed income for 2003. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2004				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3)	0.			
8 Excess distributions carryover from 1998 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2004. Subtract lines 7 and 8 from line 6a	271.			
10 Analysis of line 9:				
a Excess from 1999				
b Excess from 2000				
c Excess from 2001				
d Excess from 2002				
e Excess from 2003	271.			

Part XV **Supplementary Information** (continued)**3** **Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a <i>Paid during the year</i> STATEMENT 13				496,250.
Total				496,250.
b <i>Approved for future payment</i> NONE				
Total				0.

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

323611
12-05-03

10301111 130770 CHARISFOUNDA 2003.07000

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

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No 1545-0047

2003

Name of organization

CHARIS FOUNDATION, INC.
C/O STEINER & ELLIS, PLLC

Employer identification number

62-1867423

Organization type (check one)

Filers of:

Section:

Form 990 or 990-EZ

☐ 501(c)() (enter number) organization

☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

☐ 527 political organization

Form 990-PF

☒ 501(c)(3) exempt private foundation

☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation

☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**. (Note: Only a section 501(c)(7), (8), or (10) organization can check box(es) for both the General Rule and a Special Rule-see instructions)

General Rule-

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

Special Rules-

- ☐ For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II)
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals (Complete Parts I, II, and III)
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than \$1,000 (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of \$5,000 or more during the year) ▶ \$ _____

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 1 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

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

Schedule B (Form 990, 990-EZ, or 990-PF) (2003)

Name of organization

CHARIS FOUNDATION, INC.
C/O STEINER & ELLIS, PLLC

Employer identification number

62-1867423

Part I Contributors (See Specific Instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	WILLIAM E. & CHRISTEN G. HASLAM 7112 SHERWOOD DRIVE KNOXVILLE, TN 37919	\$ 900,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)

FORM 990-PF	GAIN OR (LOSS) FROM SALE OF ASSETS	STATEMENT	1
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(A) DESCRIPTION OF PROPERTY	(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) MANNER ACQUIRED PURCHASED	(F) DATE ACQUIRED	DATE SOLD
SEE STATEMENT 12	5,416,048.	5,696,432.	0.	0.		
						<280,384.>
CAPITAL GAINS DIVIDENDS FROM PART IV						0.
TOTAL TO FORM 990-PF, PART I, LINE 6A						<280,384.>

FORM 990-PF	DIVIDENDS AND INTEREST FROM SECURITIES	STATEMENT	2
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SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
MORGAN STANLEY	218,256.	0.	218,256.
TOTAL TO FM 990-PF, PART I, LN 4	218,256.	0.	218,256.

FORM 990-PF	ACCOUNTING FEES	STATEMENT	3
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
	4,519.	4,519.		0.
TO FORM 990-PF, PG 1, LN 16B	4,519.	4,519.		0.

FORM 990-PF	TAXES			STATEMENT	4
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
FOREIGN TAXES	375.	375.		0.	
FEDERAL TAXES	43.	0.		0.	
TENNESSEE ANNUAL REPORT FEE	20.	20.		0.	
TO FORM 990-PF, PG 1, LN 18	438.	395.		0.	

FORM 990-PF	OTHER EXPENSES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
INVESTMENT EXPENSES	49,239.	49,239.		0.	
BANK CHARGES	207.	207.		0.	
INTEREST	2.	2.		0.	
PENALTIES	2.	0.		0.	
MISCELLANEOUS	103.	103.		0.	
TO FORM 990-PF, PG 1, LN 23	49,553.	49,551.		0.	

FORM 990-PF	CORPORATE STOCK		STATEMENT	6
DESCRIPTION			BOOK VALUE	FAIR MARKET VALUE
STATEMENT 11			7,524,915.	8,463,769.
TOTAL TO FORM 990-PF, PART II, LINE 10B			7,524,915.	8,463,769.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	7
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
MORGAN STANLEY LIQUID MARKETS FUND	1,015,000.	1,114,119.
SELECTINVEST ARBITRAGE/RELATIVE VALUE LTD	600,000.	608,369.
TOTAL TO FORM 990-PF, PART II, LINE 13	1,615,000.	1,722,488.

FORM 990-PF	LIST OF SUBSTANTIAL CONTRIBUTORS PART VII-A, LINE 10	STATEMENT	8
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NAME OF CONTRIBUTOR	ADDRESS
WILLIAM E. & CRISTEN G. HASLAM	7112 SHERWOOD DRIVE, KNOXVILLE, TN 37919

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT	9
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NAME OF MANAGER
WILLIAM E. HASLAM
CRISTEN G. HASLAM

FORM 990-PF	PART XV, LINE 2B APPLICATION REQUIREMENTS	STATEMENT	10
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DESCRIPTION

WRITTEN REQUEST STATING AMOUNT AND PURPOSE OF REQUEST, MOST RECENT AUDITED FINANCIAL STATEMENTS, AND COPY OF TAX EXEMPT RULING

<u>Description</u>	<u>Book Value</u>	<u>FMV</u>
Abbot Labs	114,566	139,800
Airgas Inc.	10,217	11,170
Alliance Data Systems Corp	7,144	7,197
Amer Financial Realty TR	11,744	13,452
Amer Intl Group Inc	180,777	165,700
Amsurg Inc	13,174	13,093
Anglogold Ltd Ads	6,577	6,958
Anheuser Busch Cos Inc	105,495	105,360
Annaly Mtge Mgmt Inc.	5,874	5,410
Aon Corp	10,742	12,257
Astoria Financial Corp	6,185	8,110
Avocent Corporation	12,903	12,417
Banknorth Grp Inc	10,722	14,085
Beckman Coulter Inc	8,133	10,420
Bed Bath and Beyond	87,453	95,370
Benchmark Electronics	10,505	10,443
Berkshire Hathaway CL A Inc	147,300	168,500
Berkshire Hathaway CL B Inc	12,020	14,075
Berkshire Hathaway Inc	46,030	56,300
Brandywine Realty Tr Sbi	9,761	11,752
Brookline Bancorp Inc	9,124	10,477
C R Bard Inc	8,612	12,838
Caci International Inc	10,678	14,100
Cardinal Health Inc	82,746	79,508
Career Education Crp	5,793	10,063
Caremark RX Inc	9,477	15,451
Carnival Corp	88,061	119,190
Centurytel Inc	6,775	8,644
Church & Dwight Co Inc	9,616	13,068
Cinergy Corp	12,543	14,243
Citigroup Inc	108,318	128,631
Clear Channel Comm Inc	92,341	88,977
Coca Cola Co	101,446	111,650
Cognizant Tech Solutions	7,218	17,800
Colgate Palmolive Co	114,491	105,105
Computer Sciences	10,710	13,579
Cost Plus Inc	9,462	10,455
Doral Finl Corp	17,371	31,473
East West Bancorp	4,838	6,978
Endurance Spclty Hldgs Inc	6,603	7,146
EOG Resources	12,557	13,620
Estee Lauder Cos Inc	76,633	98,150
Evergreen Res Inc.	8,199	12,679
Exxon Mobil Corp	135,064	143,500
Fannie Mae	124,196	120,096
First American Corp	10,199	13,784
First Data Corp	72,725	106,834
Fisher Scientific Intl Inc.	9,884	13,652
Freddie Mac	94,320	93,312
Freds Inc A	3,960	5,113
Freeport McMoran CP&GLD CL B	8,361	20,180
Gannett Inc	93,058	106,992

<u>Description</u>	<u>Book Value</u>	<u>FMV</u>
Genentech Inc	47,991	102,927
General Elec Co	155,987	130,116
Global Payment Inc	12,371	15,550
Goldcorp Inc	7,536	9,985
Guidant Corp	7,473	15,592
HCC Insurance Hldgs Inc	14,213	18,762
Health Care Property Invs Inc.	10,286	13,259
Health Care Reit Inc	9,586	12,600
Home Properties of NY Inc	5,451	6,907
Hot Topic Inc	6,066	15,667
Idexx Labs	6,398	9,626
Ingles Markets	6,824	6,183
Integrated Circuit Sys Inc	7,874	14,535
Ivax Corp	6,944	12,824
Johnson & Johnson	125,427	118,818
Kerr McGee CP	10,238	10,786
Knight Trans Inc.	10,271	12,184
Kronos Incorporated	12,312	13,071
KV Pharmaceutical Co	10,486	10,073
Legg Mason Inc	10,173	18,137
Longs Drug Stores Corp	11,104	14,671
MBNA Corp	102,668	121,765
Medcohealth Solutions Inc	6,499	8,599
Medtronic Inc	110,749	111,803
Merck & Co Inc	115,105	97,020
MFA Mortgage Investments Inc	8,669	9,760
Microsoft Corp	167,998	153,272
Milticom Intl Cellular SA	6,112	11,900
Moody's Corp	74,903	105,963
Morgan Stanley Instl Fund	2,244,959	2,239,047
MSIF INTL EQUITY A	948,102	1,324,607
NDC Health Corp	5,430	7,814
Netbank Inc	7,919	10,146
Newmont Mining Corp	5,165	9,528
Noble Energy Inc.	11,155	14,129
NY Community Bancorp Inc	15,375	27,396
Occidental Petroleum Corp	10,716	15,502
Old Republic Intl	11,135	13,263
Omnicare Inc	11,907	21,811
Omnicom Group Inc	94,753	96,063
O'Reilly Automotive Inc	11,011	14,653
Paychex Inc	105,110	111,600
Performance Food Group Co	13,009	13,564
Pfizer Inc	184,882	169,584
Pioneer Natural Resources Co	11,634	14,847
Placer Dome Inc	9,933	18,662
Pogo Producing Co	5,821	8,114
Portfolio Recovery Assoc Inc.	9,096	8,629
Principal Finl Group Inc	8,455	10,219
Priority Healthcare CP B	12,506	13,030
Progress Energy Inc.	10,668	11,768
Public Service Enterprise	8,584	9,154
Redwood Trust Inc	4,158	7,577
Remington Oil & Gas Corp.	10,380	11,519

CHARIS FOUNDATION
 FEIN 62-1867423
 FORM 990-PF, PART II
 DECEMBER 31, 2003

STATEMENT 11

<u>Description</u>	<u>Book Value</u>	<u>FMV</u>
Rowan Companies Inc.	8,905	10,380
Scansource Inc.	4,868	6,843
Sempra Energy	7,828	11,002
Sovereign Bancorp Inc	16,823	30,614
Spartech New	7,216	8,378
SRA Intl Inc	11,094	14,223
State Street Corp	91,944	109,368
Stericycle Inc	10,778	14,570
Taro Pharmaceutical Ind Ltd	11,404	22,898
Techne CP	12,401	14,001
Telephone & Data Systems Inc	12,499	14,574
Temple Inland	10,990	15,542
Unisource Energy Cp	8,266	12,231
United Natural Foods Inc	9,575	15,980
US Cellular CP	12,093	16,366
UTI Worldwide Inc	11,878	12,666
Varian Inc	11,407	15,831
Verint Systems Inc	5,873	5,527
Waste Connections	9,696	9,820
Wells Fargo Co	106,101	141,336
Wolverine World Wide	11,225	12,330
Wrigley WM JR PCS	89,779	95,557
Line 10b Investments - Corporate Stock	7,524,915	8,463,769

STATEMENT 11

(a) List and describe the kinds of property sold	(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Gross Sales Price	(g) Cost or Other Basis	(h) Gain or (Loss)
<u>Security</u>	<u>No. Shares</u>	<u>Date Purchased</u>	<u>Date Sold</u>	<u>Proceeds</u>	<u>Cost</u>	<u>Gain/(Loss)</u>
Cambrex Corp	170	P 08/29/02	01/02/03	5,137	6,456	(1,319)
Cambrex Corp	175	P 10/03/02	01/02/03	5,288	4,698	590
FHLB 1/23/09	500,000	P 01/10/02	01/02/03	501,100	500,000	1,100
FHLB 3 85% 7/11/05	500,000	P 06/26/02	01/02/03	503,906	500,000	3,906
FHLB 3/25/09	500,000	P 03/12/02	01/02/03	504,500	500,000	4,500
FHLMC 4% 9/13/07	500,000	P 08/28/02	01/02/03	505,781	499,735	6,046
FHLMC 4 5% 7/23/07	500,000	P 07/18/02	01/02/03	511,875	499,361	12,514
Diebold Inc	62	P 08/29/02	01/09/03	2,596	2,240	356
Diebold Inc	170	P 10/03/02	01/09/03	7,117	5,485	1,632
Nationwide Hlth Properties	260	P 08/29/02	01/15/03	3,888	4,498	(609)
Cognizant Tech Solutions	90	P 08/29/02	01/16/03	5,580	5,091	490
United Parcel Service	800	P 01/23/02	01/22/03	49,875	44,920	4,955
United Parcel Service	400	P 02/08/02	01/22/03	24,937	22,436	2,501
United Parcel Service	200	P 02/12/02	01/22/03	12,469	11,342	1,127
Bay View Capital Corp	910	P 08/29/02	01/27/03	5,279	5,213	66
Bay View Capital Corp	805	P 10/03/02	01/27/03	4,670	4,587	83
Talisman Energy Inc	32	P 08/29/02	01/30/03	1,221	1,303	(82)
Talisman Energy Inc	100	P 10/03/02	01/30/03	3,816	4,054	(238)
Intel Corp	1,600	P 01/23/02	02/05/03	25,335	51,486	(26,151)
Intel Corp	1,000	P 02/08/02	02/05/03	15,834	32,229	(16,394)
Intel Corp	300	P 02/12/02	02/05/03	4,750	9,822	(5,072)
Intel Corp	300	P 02/22/02	02/05/03	4,750	8,832	(4,082)
Intel Corp	300	P 03/20/02	02/05/03	4,750	9,131	(4,380)
Chiron Cp	175	P 08/29/02	02/18/03	6,434	6,908	(475)
Chiron Cp	190	P 10/03/02	02/18/03	6,985	6,877	108
Clear Channel Comm Inc	200	P 05/15/02	02/19/03	7,270	10,202	(2,932)
Clear Channel Comm Inc	200	P 01/02/02	02/19/03	7,270	10,079	(2,809)
Estee Lauder Cos Inc	600	P 02/04/02	02/19/03	17,242	19,297	(2,055)
Estee Lauder Cos Inc	200	P 03/20/02	02/19/03	5,747	6,824	(1,077)
Estee Lauder Cos Inc	200	P 02/04/02	02/19/03	5,747	6,432	(685)
Medtronic Inc	300	P 01/23/02	02/19/03	13,380	14,838	(1,458)
Swift Transp Co Inc	130	P 08/29/02	02/25/03	2,017	2,201	(184)
Swift Transp Co Inc	125	P 10/03/02	02/25/03	1,940	2,013	(73)
(Tim) Telecom Italia Mobile	3,591	P 12/28/01	02/27/03	15,621	20,002	(4,381)
(Tim) Telecom Italia Mobile	1,058	P 02/07/02	02/27/03	4,602	4,867	(265)
Alleanza Assicurazioni Spa	1,835	P 12/28/01	02/27/03	14,955	20,002	(5,046)
Alleanza Assicurazioni Spa	525	P 02/07/02	02/27/03	4,279	5,061	(782)
Aventis Spons ADR	515	P 12/28/01	02/27/03	23,041	35,823	(12,782)
Aventis Spons ADR	145	P 02/06/02	02/27/03	6,487	9,718	(3,231)
Bank of Ireland	2,013	P 08/14/02	02/27/03	21,084	25,329	(4,245)
Cadbury Schweppes Ord	3,840	P 12/28/01	02/27/03	19,277	24,998	(5,722)
Cadbury Schweppes Ord	1,109	P 02/07/02	02/27/03	5,567	6,820	(1,253)
Canon Inc	1,000	P 12/28/01	02/27/03	35,900	35,040	860
Credit Suisse Regd	934	P 12/28/01	02/27/03	17,400	39,985	(22,584)
Credit Suisse Regd	265	P 02/07/02	02/27/03	4,937	9,394	(4,457)
Fanuc Co Ltd	400	P 12/28/01	02/27/03	17,624	17,496	128
Fanuc Co Ltd	100	P 02/07/02	02/27/03	4,406	3,977	429
Fortis Group	967	P 12/28/01	02/27/03	12,484	24,997	(12,513)
Fortis Group	276	P 02/07/02	02/27/03	3,563	6,207	(2,644)
Glaxo Smithkline Spon PLC ADR	600	P 12/28/01	02/27/03	20,687	29,856	(9,169)
Glaxo Smithkline Spon PLC ADR	170	P 02/06/02	02/27/03	5,861	8,063	(2,202)
Hennes & Mauritz AB	967	P 12/28/01	02/27/03	20,355	19,998	358
Hennes & Mauritz AB	273	P 02/07/02	02/27/03	5,747	4,622	1,125
HSBC Holdings PLC USD	1,600	P 12/28/01	02/27/03	16,960	18,848	(1,888)
HSBC Holdings PLC USD	400	P 02/07/02	02/27/03	4,240	4,394	(154)
HSBC Holdings PLC USD	800	P 11/22/02	02/27/03	8,480	9,423	(943)
Koninklijke Philips Electron	880	P 12/28/01	02/27/03	14,021	25,916	(11,895)
Koninklijke Philips Electron	250	P 02/06/02	02/27/03	3,983	6,365	(2,381)
Loreal	423	P 12/28/01	02/27/03	26,861	30,008	(3,147)
Loreal	120	P 02/07/02	02/27/03	7,620	7,950	(330)
LVMH Moet Hen Louis Vuitton	620	P 12/28/01	02/27/03	24,713	25,017	(304)

(a) List and describe the kinds of property sold		(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Gross Sales Price	(g) Cost or Other Basis	(h) Gain or (Loss)
<u>Security</u>	<u>No. Shares</u>		<u>Date Purchased</u>	<u>Date Sold</u>	<u>Proceeds</u>	<u>Cost</u>	<u>Gain/(Loss)</u>
LVMH Moet Hen Louis Vuitton	181	P	02/07/02	02/27/03	7,215	6,943	272
Nestle Sa Regd	142	P	08/02/02	02/27/03	26,781	30,808	(4,027)
News Corp Ltd ADR New	800	P	12/28/01	02/27/03	19,807	25,440	(5,633)
News Corp Ltd ADR New	225	P	02/06/02	02/27/03	5,571	5,848	(277)
Nokia Corp	1,205	P	12/28/01	02/27/03	15,307	30,462	(15,156)
Nokia Corp	340	P	02/06/02	02/27/03	4,319	7,354	(3,035)
Novartis Ag New	695	P	12/28/01	02/27/03	24,624	24,999	(375)
Novartis Ag New	189	P	02/07/02	02/27/03	6,696	6,728	(32)
P & O Princess Cruis	3,107	P	11/14/02	02/27/03	18,754	25,510	(6,756)
Pearson PLC	2,631	P	12/28/01	02/27/03	18,759	29,993	(11,234)
Pearson PLC	755	P	02/07/02	02/27/03	5,383	7,701	(2,318)
Reckitt Benckiser PLC	2,017	P	12/28/01	02/27/03	30,981	29,993	988
Reckitt Benckiser PLC	576	P	02/07/02	02/27/03	8,847	8,611	236
Sanofi Synthelabo	396	P	12/28/01	02/27/03	20,291	30,025	(9,734)
Sanofi Synthelabo	110	P	02/07/02	02/27/03	5,636	7,192	(1,555)
Shin-Etsu Chemical Co Ltd	1,000	P	12/28/01	02/27/03	33,000	35,580	(2,580)
Siemens Ag NPV Regd Shs	303	P	12/28/01	02/27/03	11,732	19,977	(8,245)
Siemens Ag NPV Regd Shs	88	P	02/07/02	02/27/03	3,407	4,802	(1,395)
Smith & Nephew ORD	3,574	P	11/28/02	02/27/03	19,871	20,779	(908)
Sony Corp	450	P	12/28/01	02/27/03	17,100	20,390	(3,290)
Sony Corp	125	P	02/06/02	02/27/03	4,750	5,138	(388)
Stmicroelectronics NV	1,120	P	12/28/01	02/27/03	19,861	35,784	(15,923)
Stmicroelectronics NV	315	P	02/06/02	02/27/03	5,586	9,422	(3,836)
Suez	1,176	P	12/28/01	02/27/03	15,935	34,986	(19,051)
Suez	336	P	02/07/02	02/27/03	4,553	9,731	(5,178)
Swiss Re Regd Ords (New)	395	P	12/28/01	02/27/03	20,346	40,025	(19,679)
Swiss Re Regd Ords (New)	112	P	02/07/02	02/27/03	5,769	9,586	(3,817)
Telefonica SA Spons ADR	650	P	12/28/01	02/27/03	18,181	24,674	(6,493)
Telefonica SA Spons ADR	168	P	02/06/02	02/27/03	4,714	5,307	(593)
Tesco PLC Ord	7,900	P	10/18/02	02/27/03	19,750	24,774	(5,024)
Unicredito Italiano	7,538	P	12/28/01	02/27/03	28,094	30,001	(1,907)
Unicredito Italiano	2,136	P	02/07/02	02/27/03	7,961	8,095	(135)
VNU NV	970	P	12/28/01	02/27/03	19,778	30,012	(10,234)
VNU NV	283	P	02/07/02	02/27/03	5,770	8,377	(2,606)
VNU NV	271	P	08/14/02	02/27/03	5,526	6,011	(485)
Vodafone Group PLC	11,407	P	12/28/01	02/27/03	20,076	30,000	(9,924)
Vodafone Group PLC	3,401	P	02/07/02	02/27/03	5,986	6,598	(612)
Vodafone Group PLC	3,498	P	01/15/03	02/27/03	6,156	6,996	(840)
Telefonica SA Spons ADR	16	P	02/06/02	03/07/03	434	504	(70)
Telefonica SA Spons ADR	0	P	02/06/02	03/07/03	10	11	(2)
Expeditors Intl Wash Inc	20	P	08/29/02	03/13/03	670	532	139
Expeditors Intl Wash Inc	305	P	10/03/02	03/13/03	10,222	8,627	1,595
Fidelity National Finl Inc	158	P	08/29/02	03/13/03	5,025	4,686	339
Choicepoint Inc	80	P	08/29/02	03/21/03	2,694	3,388	(694)
Choicepoint Inc	40	P	10/03/02	03/21/03	1,347	1,371	(25)
Sandisk	55	P	12/10/02	04/09/03	936	1,209	(273)
Sandisk	170	P	12/11/02	04/09/03	2,894	3,753	(859)
Astoria Financial Corp	250	P	08/29/02	04/15/03	6,036	8,358	(2,321)
Astoria Financial Corp	245	P	10/03/02	04/15/03	5,915	5,721	195
Albany Molecular Res	170	P	08/29/02	05/05/03	1,940	3,437	(1,497)
Albany Molecular Res	180	P	10/03/02	05/05/03	2,054	3,124	(1,071)
Cabot Oil & Gas Corp	110	P	08/29/02	05/12/03	2,782	2,516	265
Cabot Oil & Gas Corp	200	P	10/03/02	05/12/03	5,058	4,431	626
Concord EFS Inc	1,200	P	02/04/02	05/12/03	18,331	34,500	(16,169)
Concord EFS Inc	1,200	P	02/08/02	05/12/03	18,331	33,116	(14,785)
Concord EFS Inc	400	P	02/12/02	05/12/03	6,110	10,440	(4,330)
Concord EFS Inc	700	P	08/14/02	05/12/03	10,693	13,335	(2,642)
Concord EFS Inc	1,100	P	09/11/02	05/12/03	16,803	17,514	(711)
Home Depot Inc	300	P	01/23/02	05/15/03	8,756	14,625	(5,869)
Home Depot Inc	400	P	01/23/02	05/15/03	11,674	19,500	(7,826)
Telefonica SA Spons ADR	0	P	02/06/02	05/15/03	1	1	(0)

(a) List and describe the kinds of property sold	(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Gross Sales Price	(g) Cost or Other Basis	(h) Gain or (Loss)
<u>Security</u>	<u>No.</u> <u>Shares</u>	<u>Date</u> <u>Purchased</u>	<u>Date</u> <u>Sold</u>	<u>Proceeds</u>	<u>Cost</u>	<u>Gain/(Loss)</u>
Genentech Inc	400	P 01/23/02	05/19/03	21,498	19,378	2,119
Expeditors Intl Wash Inc	275	P 08/29/02	05/22/03	9,071	7,311	1,760
Moody's Corp	500	P 03/20/02	05/22/03	25,821	20,437	5,384
Genentech Inc	200	P 01/23/02	05/23/03	11,915	9,689	2,226
Morgan Stanley Instl Fund	7,923	P 01/08/03	05/23/03	90,000	88,178	1,822
Moody's Corp	200	P 03/20/02	05/29/03	10,312	8,175	2,137
Perot Systems	110	P 08/29/02	05/29/03	1,159	1,313	(154)
Perot Systems	235	P 08/29/02	05/30/03	2,468	2,805	(337)
Perot Systems	370	P 10/03/02	05/30/03	3,885	3,330	555
Enzon Inc	532	P 01/08/03	06/05/03	7,571	9,057	(1,486)
Cree Research Inc	200	P 12/09/02	06/16/03	3,606	3,798	(192)
Cree Research Inc	60	P 12/10/02	06/16/03	1,082	1,135	(53)
Genentech Inc	200	P 02/08/02	06/24/03	14,160	9,634	4,526
Newmont Mining Corp	32	P 08/29/02	07/10/03	1,049	886	162
Alliance Gaming Corp	185	P 11/26/02	07/22/03	4,043	3,193	850
Alliance Gaming Corp	105	P 12/16/02	07/22/03	2,295	1,815	480
Alliance Gaming Corp	175	P 12/18/02	07/22/03	3,824	3,008	816
Alliance Gaming Corp	155	P 01/29/03	07/22/03	3,387	2,434	954
Anglogold Ltd Ads	80	P 08/29/02	07/23/03	2,660	1,839	821
Anglogold Ltd Ads	280	P 10/03/02	07/23/03	9,310	7,403	1,906
Annaly Mtge Mgmt Inc	220	P 05/15/03	07/23/03	4,494	4,396	99
Astoria Financial Corp	70	P 08/29/02	07/23/03	1,958	2,327	(369)
Beckman Coulter Inc	10	P 08/29/02	07/23/03	425	404	21
Brandywine Realty Tr Sbi	30	P 08/29/02	07/23/03	734	683	51
Centurytel Inc	20	P 08/29/02	07/23/03	663	548	116
Fedl Rlty Invst Trust S B I	169	P 08/29/02	07/23/03	5,645	4,552	1,092
Fedl Rlty Invst Trust S B I	230	P 10/03/02	07/23/03	7,682	6,089	1,593
Guidant Corp	70	P 08/29/02	07/23/03	3,407	2,512	895
Health Care Reit Inc	30	P 08/29/02	07/23/03	933	852	81
Home Properties of NY Inc	100	P 09/16/02	07/23/03	3,530	3,389	141
Idexx Labs	100	P 08/29/02	07/23/03	3,950	2,883	1,067
Ivax Corp	60	P 08/29/02	07/23/03	1,004	819	186
MFA Mortgage Investments Inc	100	P 08/29/02	07/23/03	1,010	917	93
NDC Health Corp	40	P 08/29/02	07/23/03	776	834	(58)
Newmont Mining Corp	106	P 08/29/02	07/23/03	3,655	2,936	719
Newmont Mining Corp	34	P 10/03/02	07/23/03	1,172	896	276
Placer Dome Inc	30	P 09/20/02	07/23/03	368	313	56
Pogo Producing Co	150	P 08/29/02	07/23/03	6,357	4,929	1,428
Principal Finl Group Inc	10	P 08/29/02	07/23/03	324	291	33
Redwood Trust Inc	169	P 08/29/02	07/23/03	6,641	5,007	1,634
Redwood Trust Inc	11	P 10/03/02	07/23/03	432	307	125
Sempra Energy	60	P 08/29/02	07/23/03	1,650	1,386	264
Sovereign Bancorp Inc	10	P 09/10/02	07/23/03	182	151	31
Teco Energy	239	P 08/29/02	07/23/03	2,901	4,887	(1,986)
Teco Energy	120	P 10/03/02	07/23/03	1,457	1,914	(458)
United Sts Std Cp	353	P 08/29/02	07/23/03	5,577	4,713	865
United Sts Std Cp	149	P 12/27/02	07/23/03	2,354	1,934	420
Genentech Inc	200	P 02/08/02	07/24/03	15,997	9,634	6,363
O'Charleys Inc	175	P 08/29/02	07/28/03	3,249	3,488	(239)
O'Charleys Inc	175	P 10/03/02	07/28/03	3,249	3,393	(144)
Veridian Corp	55	P 09/18/02	08/13/03	1,925	1,260	665
Veridian Corp	50	P 09/19/02	08/13/03	1,750	1,150	600
Veridian Corp	100	P 10/03/02	08/13/03	3,500	2,330	1,170
Veridian Corp	70	P 10/17/02	08/13/03	2,450	1,598	852
Veridian Corp	70	P 11/01/02	08/13/03	2,450	1,610	840
Home Depot Inc	300	P 01/23/02	08/25/03	9,662	14,625	(4,963)
Home Depot Inc	500	P 02/08/02	08/25/03	16,103	24,660	(8,556)
Home Depot Inc	300	P 02/12/02	08/25/03	9,662	15,216	(5,554)
Home Depot Inc	200	P 05/15/02	08/25/03	6,441	9,600	(3,159)
Home Depot Inc	600	P 07/25/02	08/25/03	19,324	17,160	2,164
Home Depot Inc	500	P 08/14/02	08/25/03	16,103	13,447	2,657

(a) List and describe the kinds of property sold	(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Gross Sales Price	(g) Cost or Other Basis	(h) Gain or (Loss)
<u>Security</u>	<u>No.</u> <u>Shares</u>	<u>Date</u> <u>Purchased</u>	<u>Date</u> <u>Sold</u>	<u>Proceeds</u>	<u>Cost</u>	<u>Gain/(Loss)</u>
CTI Molecular Imaging Inc	135	P 02/10/03	08/26/03	1,826	2,941	(1,116)
CTI Molecular Imaging Inc	80	P 02/10/03	08/27/03	1,113	1,743	(630)
Medcohealth Solutions Inc	0	P 01/02/02	08/27/03	3	3	0
Medcohealth Solutions Inc	0	P 02/08/02	08/27/03	2	2	0
Medcohealth Solutions Inc	0	P 04/17/02	08/27/03	1	1	0
Medcohealth Solutions Inc	0	P 05/15/02	08/27/03	1	1	0
Medcohealth Solutions Inc	0	P 08/07/03	08/27/03	1	1	0
Hot Topic Inc	1	P 08/29/02	09/02/03	11	6	6
Morgan Stanley Instl Fund	53,476	P 01/08/03	09/25/03	600,000	595,187	4,813
Reynolds & Reynolds	205	P 08/29/02	10/02/03	5,669	5,122	547
Teleflex Inc	110	P 08/29/02	10/03/03	4,909	5,309	(399)
Teleflex Inc	15	P 08/29/02	10/06/03	668	724	(56)
Teleflex Inc	85	P 10/03/02	10/06/03	3,785	3,889	(103)
Choicepoint Inc	295	P 10/03/02	10/07/03	10,030	10,114	(84)
Teleflex Inc	45	P 10/03/02	10/07/03	1,999	2,059	(60)
Morgan Stanley Instl Fund	903	P 01/08/03	10/14/03	10,000	10,045	(45)
Reynolds & Reynolds	105	P 08/29/02	11/07/03	2,868	2,623	245
Reynolds & Reynolds	330	P 10/03/02	11/07/03	9,015	7,249	1,766
L-3 Communications Holding Inc	160	P 08/29/02	11/12/03	7,623	8,128	(505)
L-3 Communications Holding Inc	170	P 10/03/02	11/12/03	8,100	9,046	(946)
Province Healthcare Co	230	P 08/29/02	11/13/03	2,975	3,804	(829)
Province Healthcare Co	235	P 10/03/02	11/13/03	3,039	3,908	(869)
Smucker JM Co	65	P 09/24/02	11/13/03	2,904	2,406	498
Smucker JM Co	40	P 09/25/02	11/13/03	1,787	1,480	307
Smucker JM Co	25	P 09/27/02	11/13/03	1,117	925	192
Smucker JM Co	140	P 10/03/02	11/13/03	6,256	5,019	1,237
Caremark RX Inc	640	P 08/29/02	11/19/03	16,675	10,291	6,383
Caremark RX Inc	55	P 10/03/02	11/19/03	1,433	854	579
Aptargroup Inc	90	P 08/29/02	12/01/03	3,193	2,841	352
Aptargroup Inc	90	P 10/03/02	12/01/03	3,193	2,403	790
Aptargroup Inc	205	P 10/03/02	12/02/03	7,353	5,473	1,880
American Express Co	600	P 01/02/02	12/08/03	27,601	21,307	6,294
American Express Co	1,000	P 02/08/02	12/08/03	46,001	33,900	12,101
American Express Co	300	P 02/12/02	12/08/03	13,800	10,008	3,792
MSIF Trust US Core Fixed Income	11,271	P 01/08/03	12/23/03	125,000	125,451	(451)
MSIF International Equity A	6,610	P 03/05/03	12/23/03	125,000	88,842	36,158
MSIF Trust US Core Fixed Income	5,362	P 01/08/03	12/30/03	59,522	59,683	(161)
MSIF Trust US Core Fixed Income	1,845	P 01/08/03	12/30/03	20,478	20,533	(55)
MSIF Trust US Core Fixed Income	4,505	P 01/08/03	12/31/03	50,000	50,135	(135)
Total Gain or Loss to Part IV, Line 1a, Col (h)				5,416.048	5,696.432	(280,384)

Name and Address	Relationship to Foundation Manager or Substantial Contributor	Status of Recipient	Purpose of grant or contribution	Amount
Austin East High School 2800 Martin Luther King Jr Avenue Knoxville, TN 37914	N/A	Public Charity - an organization described in section 501(c)(3)	Maintenance of educational institution properties	2,000
Boy Scouts of America PO Box 51885 Knoxville, TN 37950	N/A	Public Charity - an organization described in section 501(c)(3)	Educational and fitness programs for boys and young adults	4,500
Boys & Girls Club 220 Carrick Street, Suite 318 Knoxville, TN 37921	N/A	Public Charity - an organization described in section 501(c)(3)	To promote & enhance the development of boys & girls by instilling a sense of competence, usefulness, belonging & influence	20,000
Compassion Coalition 1450 Dowell Springs Boulevard, Suite 100 Knoxville, TN 37909	N/A	Public Charity - an organization described in section 501(c)(3)	To mobilize churches to transform lives and communities in the name of Christ.	1,500
Community Evangelistic Church 2650 Boyds Bridge Pike Knoxville, TN 37914	N/A	Public Charity - an organization described in section 501(c)(3)	To provide for the ministries of the church	2,000
Girl Scouts of Tanas Council 1600 Breda Drive Knoxville, TN 37918	N/A	Public Charity - an organization described in section 501(c)(3)	To help girls of today become the leaders of tomorrow	250
Golden Gloves Chanties 1025 Greenbay Road Glencoe, IL 60022	N/A	Public Charity - an organization described in section 501(c)(3)	To provide equipment to various boxing clubs and educational scholarships to qualified participants	10,000
Venture 29/7 601 West Summit Hill Drive Knoxville, TN 37902	N/A	Public Charity - an organization described in section 501(c)(3)	Mobilize Not For Profit Organizations to reach Knoxville with the gospel	10,000
Tnbe One 1507 University Avenue Knoxville, TN 37921	N/A	Public Charity - an organization described in section 501(c)(3)	Prepare people as neighbors for God's neighborhood	15,000
SOAR Youth Ministries P O Box 51611 Knoxville, TN 37950	N/A	Public Charity - an organization described in section 501(c)(3)	Knoxville area christian youth ministry	10,000
Emerald Youth Foundation 1718 North Central Street Knoxville, TN 37917-5501	N/A	Public Charity - an organization described in section 501(c)(3)	To advance the kingdom of God by serving youth & children	30,000
Great Smoky Mountain Council Boy Scouts of America PO Box 51885 Knoxville, TN 37950	N/A	Public Charity - an organization described in section 501(c)(3)	Educational and fitness programs for boys and young adults	4,000
Greater Warner AME Church 3800 Martin Luther King Jr Avenue Knoxville, TN 37914	N/A	Public Charity - an organization described in section 501(c)(3)	To provide for the ministries of the church	1,000
Knoxville Leadership Foundation 901 East Summit Hill Drive Knoxville, TN 37915	N/A	Public Charity - an organization described in section 501(c)(3)	To connect resources and needs in Knoxville	10,000
Knoxville Zoo PO Box 6040 Knoxville, TN 37914	N/A	Public Charity - an organization described in section 501(c)(3)	Maintenance of zoological gardens	3,750
Yoke Youth Ministries P O Box 3492 Knoxville, TN 37927-3492	N/A	Public Charity - an organization described in section 501(c)(3)	To provide Christian influence to interested youth.	500
Near West Little League 601 South LaSalle Street, 2nd Floor Chicago, IL 60605	N/A	Public Charity - an organization described in section 501(c)(3)	To support little league baseball in the greater Chicago area.	1,500
John Stott Ministries 1050 Chestnut Street, Suite 203 Menlo Park, CA 94025	N/A	Public Charity - an organization described in section 501(c)(3)	Committed to filling the church leadership gap in the Majority World by helping develop and equip key international pastors and church leaders who diligently serve the Church	5,000
Joni and Friends P O Box 2222 Akron, OH 44309-2222	N/A	Public Charity - an organization described in section 501(c)(3)	To promote the advancement of Christian ministry within the disability community	5,000
Kings Academy 202 Smothers Road Seymour, TN 37865	N/A	Public Charity - an organization described in section 501(c)(3)	To provide for Christ-centered education that prepares individuals academically, socially, physically and spiritually for the 21st century	10,000
Knoxville Symphony Orchestra The Symphony Bldg PO Box 360 Knoxville, TN 37901	N/A	Public Charity - an organization described in section 501(c)(3)	To develop and maintain a symphony orchestra of the highest artistic standards and to reach East Tennessee audiences of all ages	10,000

Name and Address	Relationship to Foundation Manager or Substantial Contributor	Status of Recipient	Purpose of grant or contribution	Amount
Wesley House Community Center Dameron Avenue Knoxville, TN 37921	N/A	Public Charity - an organization described in section 501(c)(3)	To provide spiritual leadership & education	12,500
World Vision P O Box 78481 Tacoma, WA 98481-8481	N/A	Public Charity - an organization described in section 501(c)(3)	To help children & families in need	40,000
Prison Fellowship P O Box 1550 Memphis, VA 22116-1550	N/A	Public Charity - an organization described in section 501(c)(3)	To assist the church in ministry to those affected by crime	5,000
United Way Of Greater Knoxville PO Box 326 Knoxville, TN 37901	N/A	Public Charity - an organization described in section 501(c)(3)	To bring volunteers and companies together in order to improve people's lives	75,000
U S Affairs/Mission Link International P O Box 53036 Knoxville, TN 37950	N/A	Public Charity - an organization described in section 501(c)(3)	To support indigenous evangelical missionaries in their pursuit of reaching their country for Jesus Christ.	4,000
Cedar Springs Presbyterian Church 9132 Kingston Pike Knoxville, TN 37923	N/A	Public Charity - an organization described in section 501(c)(3)	To provide for the ministries of the church	75,000
West End Academy 6900 Office Park Circle Knoxville, TN 37909-1161	N/A	Public Charity - an organization described in section 501(c)(3)	To reclaim and help make successful the lives of children.	11,250
Hope Resource Center 2700 Painter Avenue Knoxville, TN 37919	N/A	Public Charity - an organization described in section 501(c)(3)	To provide free care and education to expectant mothers	5,000
The Salvation Army P O Box 669 Knoxville, TN 37901-0669	N/A	Public Charity - an organization described in section 501(c)(3)	To preach the gospel of Jesus Christ and to meet human needs in his name without discrimination	5,000
Trinity School 4011 Pickett Road Durnam, NC 27705	N/A	Public Charity - an organization described in section 501(c)(3)	To educate students within the framework of Christian faith and conviction-teaching the classical tools of learning, providing a rich yet unhurried curriculum, communicating truth, goodness and beauty	25,000
Trinity Forum 7902 Westpark Drive McClean, VA 22102	N/A	Public Charity - an organization described in section 501(c)(3)	To prepare and enable young leaders to discern and pursue their life's calling from the perspective of faith and to engage strat- egically with the culture of the twenty-first century	2,000
YWCA of Knoxville 420 West Clinch Avenue Knoxville, TN 37902-2198	N/A	Public Charity - an organization described in section 501(c)(3)	To provide cultural, educational, recreational and personal development programs	10,000
YoungLife of Knoxville P O Box 647 Knoxville, TN 37901	N/A	Public Charity - an organization described in section 501(c)(3)	Youth christian education	70,500
Total Contributions				496,250

If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only Part II and check this box ☒ **X**

Note: Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

• If you are filing for an **Automatic 3-Month Extension**, complete only Part I (on page 1)

Part II Type or print. File by the extended due date for filing the return See instructions	Additional (not automatic) 3-Month Extension of Time - Must file Original and One Copy.	
	Name of Exempt Organization: CHARIS FOUNDATION, INC. C/O STEINER & ELLIS, PLLC	Employer identification number 62-1867423
	Number, street, and room or suite no. If a P.O. box, see instructions 5516 LONAS DRIVE, NO. 260	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions KNOXVILLE, TN 37909	

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

☐ Form 990 ☐ Form 990-EZ ☐ Form 990-T (sec. 401(a) or 408(a) trust) ☐ Form 1041-A ☐ Form 5227 ☐ Form 8870
☐ Form 990-BL ☒ Form 990-PF ☐ Form 990-T (trust other than above) ☐ Form 4720 ☐ Form 6069

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

• If the organization does **not** have an office or place of business in the United States, check this box ☐
 • If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) _____ If this is for the **whole** group, check this box ☐ If it is for **part** of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

4 I request an additional 3-month extension of time until **NOVEMBER 15, 2004**
 5 For calendar year **2003**, or other tax year beginning _____ and ending _____
 6 If this tax year is for less than 12 months, check reason ☐ Initial return ☐ Final return ☐ Change in accounting period
 7 State in detail why you need the extension
ADDITIONAL TIME IS NEEDED TO GATHER THE NECESSARY INFORMATION TO PREPARE A COMPLETE AND ACCURATE TAX RETURN.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. \$ **3,557.**
 b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868. \$ **3,557.**
 c **Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. \$ **0.**

Signature and Verification

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

Signature *[Signature]* Title **CPA** Date **7-29-04**

Notice to Applicant - To Be Completed by the IRS

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

Director _____ By: _____ Date: _____

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

Type or print	Name STEINER & ELLIS, PLLC
	Number and street (include suite, room, or apt. no.) Or a P.O. box number 5516 LONAS DRIVE, SUITE 260
	City or town, province or state, and country (including postal or ZIP code) KNOXVILLE, TN 37909