

Form **990-T**

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

OMB No. 1545-0687

2007

Department of the Treasury
Internal Revenue Service

For calendar year 2007 or other tax year beginning July 1st, 2007, and ending June 30th, 20 08 . ▶ See separate instructions.

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

- A** Check box if address changed
- B** Exempt under section
- 501(c) (3)
- 408(e) 220(e)
- 408A 530(a)
- 529(a)

Print or Type

Name of organization (Check box if name changed and see instructions.)
AMERICAN RED CROSS & ITS CONSTITUENT CHAPTERS AND BRANCHES

Number street and room or suite no. If a P.O. box see page 9 of instructions
2025 E Street, NW

City or town state and ZIP code
Washington, DC 20006-5009

D Employer identification number
(Employees' trust see instructions for Block D on page 9)
53 0196605

E Unrelated business activity codes
(See instructions for Block E on page 9.)
812930 713200

C Book value of all assets at end of year
3,997,279,708

F Group exemption number (See instructions for Block F on page 9.) ▶

G Check organization type ▶ 501(c) corporation 501(c) trust 401(a) trust Other trust

H Describe the organization's primary unrelated business activity. ▶ **CHARITABLE GAMING & DEBT-FINANCED RENTAL PROPERTY**

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

J The books are in care of ▶ **Brian Rhoa, CFO** Telephone number ▶ (**202**) **303-5707**

Part I Unrelated Trade or Business Income		(A) Income	(B) Expenses	(C) Net
1a Gross receipts or sales	<u>48,322</u>			
b Less returns and allowances				
c Balance ▶		1c 48,322		
2 Cost of goods sold (Schedule A, line 7)		2 2,695		
3 Gross profit. Subtract line 2 from line 1c		3 45,627		45,627
4a Capital gain net income (attach Schedule D)				
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)				
c Capital loss deduction for trusts				
5 Income (loss) from partnerships and S corporations (attach statement)		5 (3,186)		(3,186)
6 Rent income (Schedule C)				
7 Unrelated debt-financed income (Schedule E)		7 727,035	712,996	14,039
8 Interest, annuities, royalties, and rents from controlled organizations (Schedule F)				
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)				
10 Exploited exempt activity income (Schedule I)				
11 Advertising income (Schedule J)				
12 Other income (See page 11 of the instructions; attach schedule.)				
13 Total. Combine lines 3 through 12		13 769,476	712,996	56,480

Part II Deductions Not Taken Elsewhere (See page 12 of the instructions for limitations on deductions.)
(Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)		14		
15 Salaries and wages		15	24,430	
16 Repairs and maintenance		16		
17 Bad debts		17		
18 Interest (attach schedule)		18		
19 Taxes and licenses		19	(12,116)	
20 Charitable contributions (See page 14 of the instructions for limitation rules.)		20		
21 Depreciation (attach Form 4562)		21		
22 Less depreciation claimed on Schedule A and elsewhere on return		22a		22b
23 Depletion		23		
24 Contributions to deferred compensation plans		24		
25 Employee benefit programs		25		
26 Excess exempt expenses (Schedule I)		26		
27 Excess readership costs (Schedule J)		27		
28 Other deductions (attach schedule)		28	49,302	
29 Total deductions. Add lines 14 through 28		29	61,616	
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13		30	(5,136)	
31 Net operating loss deduction (limited to the amount on line 30)		31	0	
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30		32	(5,136)	
33 Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions.)		33	(1,000)	
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32		34	(5,136)	

Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation on page 15. Controlled group members (sections 1561 and 1563) check here **See instructions** and:

a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):
 (1) \$ _____ (2) \$ _____ (3) \$ _____

b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____
 (2) Additional 3% tax (not more than \$100,000) \$ _____

c Income tax on the amount on line 34 **35c** **0**

36 Trusts Taxable at Trust Rates. See instructions for tax computation on page 16. Income tax on the amount on line 34 from: Tax rate schedule or Schedule D (Form 1041) **36**

37 Proxy tax. See page 16 of the instructions **37**

38 Alternative minimum tax **38**

39 Total. Add lines 37 and 38 to line 35c or 36, whichever applies **39** **0**

Part IV Tax and Payments

40a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) **40a**

40b Other credits (see page 17 of the instructions) **40b**

40c General business credit. Check here and indicate which forms are attached:
 Form 3800 Form(s) (specify) _____ **40c**

40d Credit for prior year minimum tax (attach Form 8801 or 8827) **40d**

40e **Total credits.** Add lines 40a through 40d **40e** **0**

41 Subtract line 40e from line 39 **41** **0**

42 Other taxes. Check if from: Form 4255 Form 8611 Form 8697 Form 8866 Other (attach schedule) **42**

43 Total tax. Add lines 41 and 42 **43** **0**

44a Payments: A 2006 overpayment credited to 2007 **44a**

44b 2007 estimated tax payments **44b**

44c Tax deposited with Form 8868 **44c**

44d Foreign organizations: Tax paid or withheld at source (see instructions) **44d**

44e Backup withholding (see instructions) **44e** **17,609**

44f Other credits and payments: Form 2439 _____
 Form 4136 _____ Other _____ **Total** **44f**

45 Total payments. Add lines 44a through 44f **45** **17,609**

46 Estimated tax penalty (see page 4 of the instructions). Check if Form 2220 is attached **46** **0**

47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed **47** **0**

48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid **48** **17,609**

49 Enter the amount of line 48 you want: **Credited to 2008 estimated tax** **Refunded** **49** **17,609**

Part V Statements Regarding Certain Activities and Other Information (see instructions on page 18)

1 At any time during the 2007 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file Form TD F 90-22.1. If YES, enter the name of the foreign country here **SEE ATTACHED STATEMENT** **Yes** **No**

2 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If YES, see page 5 of the instructions for other forms the organization may have to file. **Yes** **No**

3 Enter the amount of tax-exempt interest received or accrued during the tax year **\$**

Schedule A—Cost of Goods Sold. Enter method of inventory valuation **▶**

1 Inventory at beginning of year	1		6 Inventory at end of year	6	
2 Purchases	2		7 Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2	7	2,695
3 Cost of labor	3		8 Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes	No
4a Additional section 263A costs (attach schedule)	4a				
4b Other costs (attach schedule)	4b	2,695			
5 Total. Add lines 1 through 4b	5	2,695			✓

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

Sign Here **Signature of officer** *[Signature]* **Date** **12/5/09** **Title** **Chief Financial Officer**

May the IRS discuss this return with the preparer shown below (see instructions)? **Yes** **No**

Paid Preparer's Use Only

Preparer's signature *[Signature]* **Date** **2/13/09** **Check if self-employed** **Preparer's SSN or PTIN** **P00451522**

Firm's name (or yours if self-employed) address, and ZIP code **KPMG LLP** **EIN** **13** **5565207**

1660 International Drive, McLean, VA 22102-4848 **Phone no.** **(703) 286-8000**

Schedule C—Rent Income (From Real Property and Personal Property Leased With Real Property)

(see instructions on page 20)

1 Description of property

(1)
(2)
(3)
(4)

2 Rent received or accrued

(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3 Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	Total	Total deductions. Enter here and on page 1, Part I, line 6, column (B) ▶

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

Schedule E—Unrelated Debt-Financed Income (see instructions on page 20)

1 Description of debt-financed property	2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property		
		(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)	
(1) VARIOUS CHAPTER BUILDINGS	1,322,321	218,632	1,074,482	
(2)				
(3)				
(4)				
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 × column 6)	8 Allocable deductions (column 6 × total of columns 3(a) and 3(b))
(1) 3,876,867	6,809,685	59.93 %	727,035	712,996
(2)		%		
(3)		%		
(4)		%		
Totals			727,035	712,996

Enter here and on page 1, Part I, line 7, column (A) ▶

Enter here and on page 1, Part I, line 7, column (B) ▶

Total dividends-received deductions included in column 8 ▶

Schedule F—Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions on page 21)

1 Name of Controlled Organization	2 Employer Identification Number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	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
(1)					
(2)					
(3)					
(4)					

Nonexempt Controlled Organizations

7 Taxable Income	8 Net unrelated income (loss) (see instructions)	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
(1)				
(2)				
(3)				
(4)				

Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A) ▶

Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B) ▶

Totals ▶

Other Deductions:		
Supplies/Office Equipment		-
Program Materials		39,154
Gaming Ins., Bond, License		-
Professional Fees		-
Transportation		-
Rent/Utilities		8,572
Lodging		-
Bank Service Charges		1,393
Profits required to be distributed		-
Cash Shortage		878
Reimbursement for Excess Cash Short		(147)
Advertising		3,232
Insurance		-
Misc. Other		(3,780)
Line 28	Total Other Deductions	49,302

"Other Deductions" relate to 3 American Red Cross Chapters' Gaming activities

Attachment A-1

American National Red Cross
 Year Ended June 30, 2008
 S Corp & Partnership Income

Part 1

Income:	S Corp K-1*	Partnerships K-1	TOTAL	
1 Ordinary Income from trade or business	87 565	10 754	98 319	
2 Net income from other rental activities	2 678	704 824	707 502	
3 Portfolio income - Interest	4 813	237 777	242 590	
4 Portfolio income - dividends	2 097	27 765	29 862	
5 Royalties	293	528	821	
6 net Short-term capital gain (loss)	(549)	(79 548)	(80 097)	
7 net Long-term capital gain (loss)	720	2,618	3,338	
8 Net Section 1231 gain (loss)	-	(242)	(242)	
9 Other income (loss)	-	9,757	9,757	
	97 617	914 232	1 011 849	
Deductions				
1 Section 179 deduction	-	(88)	(88)	
2 Other deductions	-	(969 554)	(969 554)	
3 Credits	-	-	-	
4 Other Information (line 20 K-1)	-	(45 393)	(45 393)	
Income from partnerships	97 617	(100 803)	(3 186)	Form 990-T line 5
5a Net short term capital gain (loss) (entire year)		-	-	
5b Net long term capital gain (loss) (entire year)		-	-	
Capital gain net income		-	-	Form 990-T line 4a and Schedule D
7 Charitable contributions		-	-	Form 990-T line 20

*The West Palm Beach chapter's shareholders percentage of stock ownership in KTBS Inc for the tax year is 4 166945%

American Red Cross
Year Ended June 30, 2008
S Corporation and Partnership Income

Form 990-T, Part V, Line 1 - INTEREST IN FOREIGN COUNTRIES

COUNTRIES WHERE ORGANIZATION HAS AN INTEREST IN OR SIGNATURE OR OTHER AUTHORITY
OVER A FINANCIAL ACCOUNT IN A FOREIGN COUNTRY:

ALBANIA, PAKISTAN, CAMBODIA, INDIA, VIETNAM, INDONESIA, MALDIVES, SRI LANKA, THAILAND,
COLOMBIA, EL SALVADOR, ECUADOR, HAITI, MEXICO, PERU, KENYA, TANZANIA

COUNTRIES OUTSIDE THE UNITED STATES WHERE THE ORGANIZATION MAINTAINED AN OFFICE:

ALBANIA, ECUADOR, COLOMBIA, HAITI, MEXICO, PERU, RUSSIA, CHINA, GUYANA, PAKISTAN,
CAMBODIA, INDIA, VIETNAM, KENYA, SRI LANKA, INDONESIA, MALDIVES, THAILAND, AND TANZANIA

Attachment A-3

American Red Cross
 Form 990-T -- Rental Income on Debt-Financed Property
 Fiscal Year Ending June 30, 2008

(1) Description of debt financed property	(2) Gross Income from or allocable to debt financed property	(3) Deduction directly allocable to debt-financed property a) Straight Line Depreciation b) Other Deductions	(4) Ave. acquisition debt allocable to debt- financed property	(5) Average adj. basis allocable to debt-financed property	(6) Percent of Column 4 divided by Column 5	(7) Gross Income Reportable (Col. 2 x Col. 6)	(8) Allocable deductions (Columns 3a + 3b x Column 6)
Chapter building 1	\$199,041	\$62,965	\$351,250	\$774,923	45.33%	\$90,219	\$98,516
Chapter building 2	\$25,570	\$9,097	\$75,000	\$339,357	22.10%	\$5,651	\$4,615
Chapter building 3	\$583,296	\$81,397	\$2,503,511	\$3,707,550	67.52%	\$393,869	\$357,193
Chapter building 4	\$67,933	\$8,266	\$43,364	\$163,643	26.50%	\$18,002	\$12,488
Chapter building 5	\$32,880	\$2,823	\$47,000	\$73,055	64.34%	\$21,153	\$22,055
Chapter building 6	\$200,590	\$31,951	\$453,000	\$922,190	49.12%	\$98,534	\$102,683
Chapter building 7	\$180,944	\$19,797	\$388,450	\$759,349	51.16%	\$92,563	\$111,679
Chapter building 8	\$32,067	\$2,336	\$15,292	\$69,618	21.97%	\$7,044	\$3,768
TOTALS	\$1,322,321	\$218,632	\$3,876,867	\$6,809,685	56.93%	\$727,035	\$712,996

Attachment A-4

Information Return of U.S. Persons With Respect To Certain Foreign Corporations

OMB No. 1545-0704

▶ See separate instructions.

Department of the Treasury
Internal Revenue Service

Information furnished for the foreign corporation's annual accounting period (tax year required by section 898) (see instructions) beginning **July 1**, 20 **07**, and ending **June 30**, 20 **08**

Attachment Sequence No. **121**

Name of person filing this return American Nat'l Red Cross & Its Constituent Chapters & Branches	A Identifying number 53-0196605
Number, street and room or suite no. (or P.O. box number if mail is not delivered to street address) 2025 E Street, NW	B Category of filer (See instructions. Check applicable box(es)): 1 (repeated) 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input checked="" type="checkbox"/> 5 <input checked="" type="checkbox"/>
City or town, state and ZIP code Washington, DC 20006	C Enter the total percentage of the foreign corporation's voting stock you owned at the end of its annual accounting period 100 %
Filer's tax year beginning July 1 , 20 07 , and ending June 30 , 20 08	

D Person(s) on whose behalf this information return is filed:

(1) Name	(2) Address	(3) Identifying number	(4) Check applicable box(es)		
			Shareholder	Officer	Director

Important: Fill in all applicable lines and schedules. All information must be in English. All amounts must be stated in U.S. dollars unless otherwise indicated.

1a Name and address of foreign corporation Boardman Indemnity, LTD Cumberland House P.O. Box HM 2280, Hamilton, HMHX Bermuda				b Employer identification number, if any None	
d Date of incorporation 5/26/1988				c Country under whose laws incorporated Bermuda	
e Principal place of business Hamilton, Bermuda		f Principal business activity code number 524290		g Principal business activity Insurance	
h Functional currency USDollar					

2 Provide the following information for the foreign corporation's accounting period stated above.

a Name, address, and identifying number of branch office or agent (if any) in the United States N/A		b If a U.S. income tax return was filed, enter:	
		(i) Taxable income or (loss) N/A	(ii) U.S. income tax paid (after all credits) N/A
c Name and address of foreign corporation's statutory or resident agent in country of incorporation Boardman Indemnity, LTD		d Name and address (including corporate department, if applicable) of person (or persons) with custody of the books and records of the foreign corporation and the location of such books and records if different same	

Schedule A Stock of the Foreign Corporation

(a) Description of each class of stock	(b) Number of shares issued and outstanding	
	(i) Beginning of annual accounting period	(ii) End of annual accounting period
Common Stock	10,000,000	10,000,000

Schedule B U.S. Shareholders of Foreign Corporation (see instructions)

(a) Name, address, and identifying number of shareholder	(b) Description of each class of stock held by shareholder. Note: This description should match the corresponding description entered in Schedule A, column (a).	(c) Number of shares held at beginning of annual accounting period	(d) Number of shares held at end of annual accounting period	(e) Pro rata share of subpart F income (enter as a percentage)
American National Red Cross 17th & D Streets, NW Washington, DC 20006 53-0196605	Common Stock	10,000,000	10,000,000	100%

Schedule C Income Statement (see instructions)

Important: Report all information in functional currency in accordance with U.S. GAAP. Also, report each amount in U.S. dollars translated from functional currency (using GAAP translation rules). However, if the functional currency is the U.S. dollar, complete only the U.S. Dollars column. See instructions for special rules for DASTM corporations.

		Functional Currency	U.S. Dollars
Income	1a Gross receipts or sales	1a	40,766,220
	b Returns and allowances	1b	
	c Subtract line 1b from line 1a	1c	40,766,220
	2 Cost of goods sold	2	
	3 Gross profit (subtract line 2 from line 1c)	3	
	4 Dividends	4	5,575,888
	5 Interest	5	34
	6a Gross rents	6a	
	b Gross royalties and license fees	6b	
7 Net gain or (loss) on sale of capital assets	7	480,919	
8 Other income (attach schedule)	8		
9 Total income (add lines 3 through 8)	9	46,823,061	
Deductions	10 Compensation not deducted elsewhere	10	
	11a Rents	11a	
	b Royalties and license fees	11b	
	12 Interest	12	
	13 Depreciation not deducted elsewhere	13	
	14 Depletion	14	
	15 Taxes (exclude provision for income, war profits, and excess profits taxes)	15	
	16 Other deductions (attach schedule—exclude provision for income, war profits, and excess profits taxes)	16	41,737,174
17 Total deductions (add lines 10 through 16)	17	41,737,174	
Net Income	18 Net income or (loss) before extraordinary items, prior period adjustments, and the provision for income, war profits, and excess profits taxes (subtract line 17 from line 9)	18	5,085,887
	19 Extraordinary items and prior period adjustments (see instructions)	19	
	20 Provision for income, war profits, and excess profits taxes (see instructions)	20	
	21 Current year net income or (loss) per books (combine lines 18 through 20)	21	5,085,887

Schedule E Income, War Profits, and Excess Profits Taxes Paid or Accrued (see instructions)

	(a) Name of country or U.S. possession	Amount of tax		
		(b) In foreign currency	(c) Conversion rate	(d) In U.S. dollars
1	U.S.			
2				
3				
4				
5				
6				
7				
8	Total			

Schedule F Balance Sheet

Important: Report all amounts in U.S. dollars prepared and translated in accordance with U.S. GAAP. See instructions for an exception for DASTM corporations.

Assets		(a) Beginning of annual accounting period	(b) End of annual accounting period
1	Cash	7,842	32,184
2a	Trade notes and accounts receivable	3,785,000	3,708,000
2b	Less allowance for bad debts	()	()
3	Inventories		
4	Other current assets (attach schedule)		
5	Loans to shareholders and other related persons	5,000,000	5,000,000
6	Investment in subsidiaries (attach schedule)		
7	Other investments (attach schedule)	129,050,920	136,427,952
8a	Buildings and other depreciable assets		
8b	Less accumulated depreciation	()	()
9a	Depletable assets		
9b	Less accumulated depletion	()	()
10	Land (net of any amortization)		
11	Intangible assets:		
11a	a Goodwill		
11b	b Organization costs		
11c	c Patents, trademarks, and other intangible assets		
11d	d Less accumulated amortization for lines 11a, b, and c	()	()
12	Other assets (attach schedule)	19,417	19,628
13	Total assets	137,863,179	145,187,764
Liabilities and Shareholders' Equity			
14	Accounts payable	7,212,709	7,731,161
15	Other current liabilities (attach schedule)		
16	Loans from shareholders and other related persons		
17	Other liabilities (attach schedule)	86,368,773	89,735,992
18	Capital stock:		
18a	a Preferred stock		
18b	b Common stock	10,000,000	10,000,000
19	Paid-in or capital surplus (attach reconciliation)		
20	Retained earnings	34,281,697	37,720,611
21	Less cost of treasury stock	()	()
22	Total liabilities and shareholders' equity	137,863,179	145,187,764

Schedule G Other Information

- | | |
|---|--|
| | Yes No |
| 1 During the tax year, did the foreign corporation own at least a 10% interest, directly or indirectly, in any foreign partnership?
If "Yes," see the instructions for required attachment. | <input type="checkbox"/> <input checked="" type="checkbox"/> |
| 2 During the tax year, did the foreign corporation own an interest in any trust? | <input type="checkbox"/> <input checked="" type="checkbox"/> |
| 3 During the tax year, did the foreign corporation own any foreign entities that were disregarded as entities separate from their owners under Regulations sections 301.7701-2 and 301.7701-3 (see instructions)?
If "Yes," you are generally required to attach Form 8858 for each entity (see instructions). | <input type="checkbox"/> <input checked="" type="checkbox"/> |
| 4 During the tax year, was the foreign corporation a participant in any cost sharing arrangement? | <input type="checkbox"/> <input checked="" type="checkbox"/> |
| 5 During the course of the tax year, did the foreign corporation become a participant in any cost sharing arrangement? | <input type="checkbox"/> <input checked="" type="checkbox"/> |

Schedule H Current Earnings and Profits (see instructions)

Important: Enter the amounts on lines 1 through 5c in **functional** currency.

1 Current year net income or (loss) per foreign books of account			1	5,085,887
2 Net adjustments made to line 1 to determine current earnings and profits according to U.S. financial and tax accounting standards (see instructions):	Net Additions	Net Subtractions		
	a Capital gains or losses			
	b Depreciation and amortization			
	c Depletion			
	d Investment or incentive allowance			
	e Charges to statutory reserves			
	f Inventory adjustments			
	g Taxes			
	h Other (attach schedule)			
3 Total net additions				
4 Total net subtractions				
5a Current earnings and profits (line 1 plus line 3 minus line 4)			5a	5,085,887
b DASTM gain or (loss) for foreign corporations that use DASTM (see instructions)			5b	
c Combine lines 5a and 5b			5c	5,085,887
d Current earnings and profits in U.S. dollars (line 5c translated at the appropriate exchange rate as defined in section 989(b) and the related regulations (see instructions)). Enter exchange rate used for line 5d ▶			5d	5,085,887

Schedule I Summary of Shareholder's Income From Foreign Corporation (see instructions)

1 Subpart F income (line 38b, Worksheet A in the instructions)			1	
2 Earnings invested in U.S. property (line 17, Worksheet B in the instructions)			2	
3 Previously excluded subpart F income withdrawn from qualified investments (line 6b, Worksheet C in the instructions)			3	
4 Previously excluded export trade income withdrawn from investment in export trade assets (line 7b, Worksheet D in the instructions)			4	
5 Factoring income			5	
6 Total of lines 1 through 5. Enter here and on your income tax return. See instructions.			6	
7 Dividends received (translated at spot rate on payment date under section 989(b)(1))			7	
8 Exchange gain or (loss) on a distribution of previously taxed income			8	

- | | |
|--|--|
| • Was any income of the foreign corporation blocked? | <input type="checkbox"/> <input checked="" type="checkbox"/> |
| • Did any such income become unblocked during the tax year (see section 964(b))? | <input type="checkbox"/> <input checked="" type="checkbox"/> |
- If the answer to either question is "Yes," attach an explanation.

**SCHEDULE M
(Form 5471)**

(Rev. December 2007)
Department of the Treasury
Internal Revenue Service

**Transactions Between Controlled Foreign Corporation
and Shareholders or Other Related Persons**

OMB No 1545-0704

▶ Attach to Form 5471. See Instructions for Form 5471.

Name of person filing Form 5471

Identifying number

American Nat'l Red Cross & Its Constituent Chapters & Branches

53-0196605

Name of foreign corporation

Boardman Indemnity, LTD

Important: Complete a *separate* Schedule M for each controlled foreign corporation. Enter the totals for each type of transaction that occurred during the annual accounting period between the foreign corporation and the persons listed in columns (b) through (f). All amounts must be stated in U.S. dollars translated from functional currency at the average exchange rate for the foreign corporation's tax year. See instructions

Enter the relevant functional currency and the exchange rate used throughout this schedule ▶

(a) Transactions of foreign corporation	(b) U.S. person filing this return	(c) Any domestic corporation or partnership controlled by U.S. person filing this return	(d) Any other foreign corporation or partnership controlled by U.S. person filing this return	(e) 10% or more U.S. shareholder of controlled foreign corporation (other than the U.S. person filing this return)	(f) 10% or more U.S. shareholder of any corporation controlling the foreign corporation
1 Sales of stock in trade (inventory)					
2 Sales of tangible property other than stock in trade					
3 Sales of property rights (patents, trademarks, etc.)					
4 Buy-in payments received					
5 Cost sharing payments received					
6 Compensation received for technical, managerial, engineering construction or like services					
7 Commissions received					
8 Rents, royalties, and license fees received					
9 Dividends received (exclude deemed distributions under subpart F and distributions of previously taxed income)					
10 Interest received					
11 Premiums received for insurance or reinsurance					
12 Add lines 1 through 11					
13 Purchases of stock in trade (inventory)					
14 Purchases of tangible property other than stock in trade					
15 Purchases of property rights (patents, trademarks, etc.)					
16 Buy-in payments paid					
17 Cost sharing payments paid					
18 Compensation paid for technical, managerial, engineering construction, or like services					
19 Commissions paid					
20 Rents, royalties, and license fees paid					
21 Dividends paid					
22 Interest paid					
23 Premiums paid for insurance or reinsurance					
24 Add lines 13 through 23					
25 Amounts borrowed (enter the maximum loan balance during the year) — see instructions					
26 Amounts loaned (enter the maximum loan balance during the year) — see instructions	5,000,000				

**SCHEDULE J
(Form 5471)**

(Rev. December 2005)
Department of the Treasury
Internal Revenue Service

**Accumulated Earnings and Profits (E&P)
of Controlled Foreign Corporation**

OMB No. 1545-0704

▶ Attach to Form 5471. See Instructions for Form 5471.

Name of person filing Form 5471

Identifying number

American National Red Cross & Its Constituent Chapters and Branches

53-0196605

Name of foreign corporation

Boardman Indemnity, LTD

	(a) Post-1986 Undistributed Earnings (post-86 section 959(c)(3) balance)	(b) Pre-1987 E&P Not Previously Taxed (pre-87 section 959(c)(3) balance)	(c) Previously Taxed E&P (see instructions)		(d) Total Section 964(a) E&P (combine columns (a), (b), and (c))
			(i) Earnings Invested in U.S. Property	(ii) Earnings Invested in Excess Passive Assets	
1 Balance at beginning of year	23,816,643			4,071,168	27,887,811
2a Current year E&P	5,085,887				
b Current year deficit in E&P					
3 Total current and accumulated E&P not previously taxed (line 1 plus line 2a or line 1 minus line 2b)	28,902,530				
4 Amounts included under section 951(a) or reclassified under section 959(c) in current year					
5a Actual distributions or reclassifications of previously taxed E&P					
b Actual distributions of nonpreviously taxed E&P					
6a Balance of previously taxed E&P at end of year (line 1 plus line 4, minus line 5a)				4,071,168	
b Balance of E&P not previously taxed at end of year (line 3 minus line 4, minus line 5b)	28,902,530				
7 Balance at end of year. (Enter amount from line 6a or line 6b, whichever is applicable.)	28,902,530			4,071,168	32,973,698

For Paperwork Reduction Act Notice, see the Instructions for Form 5471.

Cat. No. 21111K

Schedule J (Form 5471) (Rev. 12-2005)

American National Red Cross Its Constituent Chapters and Branches
Boardman Indemnity Fund Calculations
Form 5471 - Schedule C Support
Fiscal Year Ending June 30, 2008

Line 16

	Functional Currency	U.S. Dollars
Total Underwriting expenses		\$ 41,602,356
operating expenses	\$ -	\$ 134,818
Other deductions	\$ -	\$ 41,737,174

American National Red Cross Its Constituent Chapters and Branches
Boardman Indemnity Fund Calculations
Form 5471 - Schedule F Support
Fiscal Year Ending June 30, 2008

Line 2

	Beginning Balance	Ending Balance
Accrued interest receivable	\$ -	\$ -
Insurance balances receivable	\$ -	\$ -
Outstanding losses recoverable from reinsurers	\$ 3,785,000	\$ 3,708,000
Reinsurance balances receivable	\$ -	\$ -
Premiums receivable	\$ -	\$ -
Total accounts receivable	<u>\$ 3,785,000</u>	<u>\$ 3,708,000</u>

Line 7

	Beginning Balance	Ending Balance
Money market fund	\$ 2,157,553	\$ 38,775,832
Short term bond fund	\$ 43,769,260	\$ 16,096,388
Diversified bond fund	\$ 39,705,165	\$ 44,984,488
Strategic stock fund	\$ 10,657,384	\$ 9,293,581
Broad market index fund	\$ -	\$ -
International stock fund	\$ 4,053,411	\$ 3,637,524
Long duration bond fund	\$ 8,647,930	\$ 3,705,452
DLTA	\$ 20,060,217	\$ 19,934,687
Total investments	<u>\$ 129,050,920</u>	<u>\$ 136,427,952</u>

Line 12

	Beginning Balance	Ending Balance
<i>Loss escrow fund</i>		
Prepaid Insurance premiums	\$ 15,000	\$ 15,000
Due from Parent Company	\$ -	\$ -
Prepaid expenses	\$ -	\$ -
Total other assets	\$ 4,417	\$ 4,628
	<u>\$ 19,417</u>	<u>\$ 19,628</u>

Line 17

	Beginning Balance	Ending Balance
Outstanding losses and loss adjustments Incurred but not reported	\$ 42,727,309	\$ 42,692,220
Discount	\$ 56,639,194	\$ 61,698,802
	<u>\$ (12,997,730)</u>	<u>\$ (14,655,030)</u>
	<u>\$ 86,368,773</u>	<u>\$ 89,735,992</u>