

The G. Unger Vetlesen Foundation

NOTES TO FINANCIAL STATEMENTS (continued)

December 31, 2009

NOTE C (continued)

Level 3 - Securities that have little to no pricing observability as of the report date. These securities are measured using management's best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Foundation. The Foundation considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Foundation's perceived risk of that instrument.

As of December 31, 2009, all the Foundation's investments were Level 1.

NOTE D - GRANTS

Grants paid in 2009 were as follows:

Organization	Purpose	Amount
American-Scandinavian Foundation	General operating	\$ 10,000
Atlantic Salmon Federation	General operating	25,000
BIOS - Bermuda Institute for Ocean Sciences (formerly Bermuda Biological Station for Research)	General operating	100,000
Black Rock Consortium	General operating	50,000
Cape Eleuthera School	General operating	50,000
Chesapeake Bay Foundation	General purposes	25,000
Columbia University, Lamont-Doherty Earth Observatory	\$7,008 for Vetlesen Prize, \$500,000 for general operating and \$200,000 for programs at the Climate Center	707,008
Connecticut Fund for the Environment	Save the Sound Program	50,000
Foundation Center	Membership	2,500
International Yacht Restoration School	General Purposes	25,000

The G. Unger Vetlesen Foundation

NOTES TO FINANCIAL STATEMENTS (continued)

December 31, 2009

NOTE D (continued)

Organization	Purpose	Amount
Marine Biological Laboratories	\$350,000 for Center for Comparative Molecular Biology and Evolution, Marine Resources Center and veterinary services at the Marine Resources Center and \$250,000 for the recruitment of Dr. Sheri Simmons	\$ 600,000
Massachusetts Institute of Technology	Joint program on the science and policy of global climate change	100,000
National Parks Conservation Association	General operating	25,000
Oceana	“Dirty Fishing” campaign	25,000
Open Space Institute	Hudson Valley programs	10,000
Oregon State University, for College of Oceanic & Atmospheric Sciences	General operating	200,000
Organization for Tropical Studies	General operating	75,000
Peregrine Fund	General operating	35,000
Resources for the Future	Climate Economics and Policy Program	50,000
St. George School	Design and engineering costs for new science facility	100,000
Scenic Hudson	Riverfront Communities Program and/or Ecological Restoration Initiatives	100,000
Scripps Institution of Oceanography	Global change program	700,000
South Street Seaport Museum	General operating	10,000
University of Miami, Rosenstiel School of Marine and Atmospheric Science	Climate studies at the Rosenstiel School of Marine and Atmospheric Science	200,000
University of Rhode Island, Graduate School of Oceanography	\$200,000 for general purposes and \$100,000 for the 2010 URI Honors Colloquium on Global Environmental Change	300,000
University of the South Pacific	Prof. Nunn’s research on how global change affects Oceanic Islands	93,500
University of Texas, Institute for Geophysics	Antarctic aerogeophysical research project	200,000
University of Virginia, Department of Environmental and Civil Engineering	Research relating to the assessment of pharmaceutical compounds in US waste waters	50,000
University of Washington, Center of Excellence at the College of Ocean and Fishery Sciences	\$200,000 for general purposes and \$25,000 for Dr. Laidre’s work on whales in Greenland	225,000
Whitney Laboratories	General purposes	50,000

The G. Unger Vetlesen Foundation

NOTES TO FINANCIAL STATEMENTS (continued)

December 31, 2009

NOTE D (continued)

Organization	Purpose	Amount
Wildlife Conservation Society, for Bronx Zoo	\$50,000 for Global Health Program, \$50,000 for Marine Conservation Program, \$50,000 for the general purposes and \$500,000 for predevelopmental costs of the renovations to the New York Aquarium	\$ 650,000
Woods Hole Oceanographic Institution	General operating	700,000
Yale University, Department of Astronomy	Professor Sofia's research on solar variability and global temperature	<u>200,000</u>
Total grants		<u>\$5,743,008</u>

At December 31, 2009, the Foundation had commitments to make future grants aggregating \$450,000, as follows:

Grants to be paid in 2010

Organization	Purpose	Amount
Marine Biological Laboratories Scenic Hudson	Recruitment of Dr. Sheri Simmons Riverfront Communities Program and/or Ecological Restoration Initiatives	\$ 250,000 100,000
Yale University, Department of Astronomy	Prof. Sofia's research on solar variability and global temperature	<u>100,000</u>
Total grants		<u>\$ 450,000</u>

NOTE E - RELATED PARTY TRANSACTIONS

Individual members of the Foundation's Board of Directors serve on the boards of directors or similar boards of a number of its grantees, including the Marine Biological Laboratories and the Wildlife Conservation Society. None of the directors receive any compensation for their services as such.