

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

2009

Department of the Treasury Internal Revenue Service (77)

For calendar year 2009 or other tax year beginning OCT 1 2009 and ending SEP 30 2010

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

Header section containing organization name (BATELLE MEMORIAL INSTITUTE), address (505 KING AVENUE, COLUMBUS, OH 43201-2693), EIN (31-4379427), and organization type (501(c) corporation).

Section H: Describe the organization's primary unrelated business activity (SCIENTIFIC RESEARCH AND DEVELOPMENT). Section I: During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? (No).

Section J: The books are in care of (I. MARTIN INGLIS) Telephone number (614 424-7120)

Table with 4 columns: Description, (A) Income, (B) Expenses, (C) Net. Rows include Gross receipts or sales (1,942,714), Cost of goods sold (1,680,374), and Total (505,727).

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

Table with 4 columns: Description, (A) Income, (B) Expenses, (C) Net. Rows include Compensation of officers, directors, and trustees (153,434), Charitable contributions, and Unrelated business taxable income (0).

Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation.
 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) \$ 0. (2) \$ 0. (3) \$ 0.
b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ 0.
 (2) Additional 3% tax (not more than \$100,000) \$ 0.
c Income tax on the amount on line 34 **35c** 0.
36 Trusts Taxable at Trust Rates. See instructions for tax computation. Income tax on the amount on line 34 from:
 Tax rate schedule or Schedule D (Form 1041) **36**
37 Proxy tax. See 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**
b Other credits (see instructions) **40b**
c General business credit. Attach Form 3800 **40c**
d Credit for prior year minimum tax (attach Form 8801 or 8827) **40d**
e Total credits. Add lines 40a through 40d **40e**
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 2008 overpayment credited to 2009 **44a** 17,694.
b 2009 estimated tax payments **44b**
c Tax deposited with Form 8868 **44c**
d Foreign organizations: Tax paid or withheld at source (see instructions) **44d**
e Backup withholding (see instructions) **44e**
f Other credits and payments: Form 2439 Form 4136 Other **44f** Total **44f**
45 Total payments. Add lines 44a through 44f **45** 17,694.
46 Estimated tax penalty (see instructions). Check if Form 2220 is attached **46**
47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed **47**
48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid **48** 17,694.
49 Enter the amount of line 48 you want: **Credited to 2010 estimated tax** 17,694. **Refunded** **49** 0.

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

1 At any time during the 2009 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, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here **IT JA KS MX SZ UP UK MY GG IN** **Yes** **No**
 X
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**
 X
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 **N/A**

1 Inventory at beginning of year	1	<u>0.</u>	6 Inventory at end of year	6	<u>0.</u>
2 Purchases	2		7 Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2	7	<u>1,680,374.</u>
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	4a		<input checked="" type="checkbox"/> X		
b Other costs (attach schedule) Stmnt 4	4b	<u>1,680,374.</u>			
5 Total. Add lines 1 through 4b	5	<u>1,680,374.</u>			

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: 8/8/2011 Title: ASST TREASURER
 May the IRS discuss this return with the preparer shown below (see instructions)? **Yes** **No**

Paid Preparer's Use Only
 Preparer's signature: _____ Date: _____ Check if self-employed:
 Firm's name (or yours if self-employed), address, and ZIP code: _____ Preparer's SSN or PTIN: _____
 EIN: _____ Phone no.: _____

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

1. Description of property

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

2. Rent received or accrued		3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(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)	
(1)		
(2)		
(3)		
(4)		
Total	0.	Total 0.

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

(b) **Total deductions.** Enter here and on page 1, Part I, line 6, column (B) 0.

Schedule E - Unrelated Debt-Financed Income (See instructions on page 19)

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) ACQUISITION INDEBTEDNESS	11,176.			
(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 x column 6)	8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))
STATEMENT 6B				
(1) 27,596,083.	22,658,500.	100.00%	11,176.	
(2)		%		
(3)		%		
(4)		%		
Totals			11,176.	0.
Total dividends-received deductions included in column 8				0.

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

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) SEE STATEMENT 5					

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)				SEE STATEMENT 6
(2)				
(3)				
(4)				
Totals			Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A). 272,719.	Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B). 270,052.

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

(see instructions on page 20)

Table with 5 columns: 1. Description of income, 2. Amount of income, 3. Deductions directly connected, 4. Set-asides, 5. Total deductions and set-asides. Includes a Totals row at the bottom.

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

(see instructions on page 21)

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

Schedule J - Advertising Income (see instructions on page 21)

Part I Income From Periodicals Reported on a Consolidated Basis

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

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

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

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions on page 21)

Table with 4 columns: 1. Name, 2. Title, 3. Percent of time devoted to business, 4. Compensation attributable to unrelated business. Includes a Total row at the bottom.

**SCHEDULE O
(Form 1120)**

(Rev. December 2009)
Department of the Treasury
Internal Revenue Service

**Consent Plan and Apportionment Schedule
for a Controlled Group**

▶ **Attach to Form 1120, 1120-C, 1120-F, 1120-FSC, 1120-L, 1120-PC, 1120-REIT, or 1120-RIC.**
▶ **See separate instructions.**

OMB No. 1545-0123

Name

Employer identification number

BATTELLE MEMORIAL INSTITUTE

31-4379427

Part I Apportionment Plan Information

1 Type of controlled group:

- a Parent-subsidiary group
- b Brother-sister group
- c Combined group
- d Life insurance companies only

2 This corporation has been a member of this group:

- a For the entire year.
- b From _____, until _____.

3 This corporation consents and represents to:

- a Adopt an apportionment plan. All the other members of this group are adopting an apportionment plan effective for the current tax year which ends on _____, and for all succeeding tax years.
- b Amend the current apportionment plan. All the other members of this group are currently amending a previously adopted plan, which was in effect for the tax year ending DECEMBER 31, 2009, and for all succeeding tax years.
- c Terminate the current apportionment plan and not adopt a new plan. All the other members of this group are not adopting an apportionment plan.
- d Terminate the current apportionment plan and adopt a new plan. All the other members of this group are adopting an apportionment plan effective for the current tax year which ends on _____, and for all succeeding tax years.

4 If you checked box 3c or 3d above, check the applicable box below to indicate if the termination of the current apportionment plan was:

- a Voluntary
- b Involuntary

5 If you did not check a box on line 3 above, check the applicable box below concerning the status of the group's apportionment plan (see instructions).

- a No apportionment plan is in effect and none is being adopted.
- b An apportionment plan is already in effect. It was adopted for the tax year ending _____, and for all succeeding tax years.

6 If all the members of this group are adopting a plan or amending the current plan for a tax year after the due date (including extensions) of the tax return for this corporation, is there at least one year remaining on the statute of limitations from the date this corporation filed its amended return for such tax year for assessing any resulting deficiency? See instructions.

- a Yes.
 - (i) The statute of limitations for this year will expire on _____.
 - (ii) On _____, this corporation entered into an agreement with the Internal Revenue Service to extend the statute of limitations for purposes of assessment until _____.
- b No. The members may not adopt or amend an apportionment plan.

7 Required information and elections under section 1561. Check the applicable box(es) (see instructions).

- a The corporation will determine its tax liability by applying the maximum tax rate under section 11 to the entire amount of its taxable income.
- b The corporation and the other members of the group elect the FIFO method (rather than defaulting to the proportionate method) for allocating the group's section 11(b)(1) additional tax.
- c The corporation has a short tax year that does not include December 31.

Part II Taxable Income Apportionment (See instructions)

Caution: Each total in Part II, column (g) for each component member must agree with Form 1120, page 1, line 30 or the comparable line of such member's tax return.

	(a) Group member's name and employer identification number	(b) Tax year end (Yr-Mo)	Taxable Income Amount Allocated to Each Bracket				(g) Total (add columns (c) through (f))
			(c) 15%	(d) 25%	(e) 34%	(f) 35%	
1	BATTELLE MEMORIAL INSTITUTE 31-4379427	10-09	0.	0.	0.		0.
2	BATTELLE SERVICES COMPANY, INC. 31-1792334	10-09	0.	0.	0.		0.
3	BATTELLE OKLAHOMA, LLC 20-0292062	10-09	50,000.	25,000.	116,980.		191,980.
4	BLUEFIN ROBOTIC CORPORATION 20-2576696	10-09	0.	0.	0.		0.
5	GEOSAFE CORPORATION 91-1404268	10-09	0.	0.	0.		0.
6	SCIENTIFIC ADVANCES, INC. 31-6024333	10-09	0.	0.	0.		0.
7	ZIVENA, INC 75-3090227	10-09	0.	0.	0.		0.
8							
9							
10							
11							
12							
Total			50,000.	25,000.	116,980.		191,980.

Schedule O (Form 1120) (Rev. 12-2009)

Part III Income Tax Apportionment (See instructions)

(a) Group member's name	Income Tax Apportionment						
	(b) 15%	(c) 25%	(d) 34%	(e) 35%	(f) 5%	(g) 3%	(h) Total income tax (combine lines (b) through (g))
1 BATTELLE MEMORIAL INSTITUTE	0.	0.	0.		0.		
2 BATTELLE SERVICES COMPANY, INC.	0.	0.	0.		0.		
3 BATTELLE OKLAHOMA, LLC	7,500.	6,250.	39,773.		4,599.		58,122.
4 BLUEFIN ROBOTIC CORPORATION	0.	0.	0.		0.		
5 GEOSAFE CORPORATION	0.	0.	0.		0.		
6 SCIENTIFIC ADVANCES, INC.	0.	0.	0.		0.		
7 ZIVENA, INC	0.	0.	0.		0.		
8							
9							
10							
11							
12							
Total	7,500.	6,250.	39,773.		4,599.		58,122.

Schedule O (Form 1120) (Rev. 12-2009)

Part IV Other Apportionments (See instructions)

	(a) Group member's name	Other Apportionments				
		(b) Accumulated earnings credit	(c) AMT exemption amount	(d) Phaseout of AMT exemption amount	(e) Penalty for failure to pay estimated tax	(f) Other
1	BATTELLE MEMORIAL INSTITUTE					
2	BATTELLE SERVICES COMPANY, INC.					
3	BATTELLE OKLAHOMA, LLC					
4	BLUEFIN ROBOTIC CORPORATION					
5	GEOSAFE CORPORATION					
6	SCIENTIFIC ADVANCES, INC.		40,000.	150,000.		
7	ZIVENA, INC					
8						
9						
10						
11						
12						
Total			40,000.	150,000.		

Schedule O (Form 1120) (Rev. 12-2009)

FORM 990-T	INCOME (LOSS) FROM PARTNERSHIPS	STATEMENT	1
<u>DESCRIPTION</u>		<u>AMOUNT</u>	
BATTELLECRO BUSINESS TRUST-ORDINARY LOSS			-5,176.
ENERTECH CAPITAL PARTNERS II-DEDUCTIONS			-451.
GS CAPITAL PARTNERS VI PARALLEL-GROSS INCOME			3,365.
GS CAPITAL PARTNERS VI PARALLEL-DEDUCTIONS			-831.
PALADIN III, LP-DEDUCTIONS			-69,337.
TOTAL TO FORM 990-T, PAGE 1, LINE 5			-72,430.

FORM 990-T	OTHER INCOME	STATEMENT	2
<u>DESCRIPTION</u>		<u>AMOUNT</u>	
INSURANCE PREMIUMS FROM TAXABLE SUBSIDIARIES			31,922.
TOTAL TO FORM 990-T, PAGE 1, LINE 12			31,922.

FORM 990-T	OTHER DEDUCTIONS	STATEMENT	3
<u>DESCRIPTION</u>		<u>AMOUNT</u>	
CORPORATE AND DIVISIONAL OVERHEAD			153,434.
TOTAL TO FORM 990-T, PAGE 1, LINE 28			153,434.

FORM 990-T	COST OF GOODS SOLD - OTHER COSTS	STATEMENT	4
<u>DESCRIPTION</u>		<u>AMOUNT</u>	
COST OF SALES FOR COMMERCIAL/UNRELATED SERVICES			1,680,374.
TOTAL TO FORM 990-T, SCHEDULE A, LINE 4B			1,680,374.

FORM 990-T SCHEDULE F - INTEREST, ANNUITIES, ROYALTIES AND RENTS FROM CONTROLLED ORGANIZATIONS STATEMENT 5

1. NAME OF CONTROLLED ORGANIZATION	ACTIVITY NUMBER	2. EMPLOYER ID NO.	
ZIVENA INC.	1	31-1792148	
EXEMPT CONTROLLED ORGANIZATIONS			
3. NET UNRELATED INCOME (LOSS)	4. TOTAL OF SPECIFIED PAYMENTS MADE	5. PART OF COL (4) INCLUDED IN GROSS INCOME	6. DEDUCTIONS DIRECTLY CONNECTED WITH COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7. TAXABLE INCOME	8. NET UNRELATED INCOME (LOSS)	9. TOTAL OF SPECIFIED PMTS	10. PART OF COL (9) INCLUDED IN GROSS INCOME	11. DEDUCTIONS DIRECTLY CONNECTED
-226,607.	13,435.	13,435.	13,435.	16,384.

1.

NAME OF CONTROLLED ORGANIZATION

ACTIVITY
NUMBER

2.
EMPLOYER
ID NO.

BLUEFIN ROBOTICS CORPORATION

2

20-2576696

EXEMPT CONTROLLED ORGANIZATIONS

3.

4.

5.

6.

NET UNRELATED
INCOME (LOSS)

TOTAL OF SPECIFIED
PAYMENTS MADE

PART OF COL (4)
INCLUDED IN
GROSS INCOME

DEDUCTIONS DIRECTLY
CONNECTED WITH
COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7.

8.

9.

10.

11.

TAXABLE INCOME

NET UNRELATED
INCOME (LOSS)

TOTAL OF
SPECIFIED PMTS

PART OF COL (9)
INCLUDED IN
GROSS INCOME

DEDUCTIONS
DIRECTLY
CONNECTED

-4,107,937.

93,937.

93,937.

93,937.

93,937.

1.

NAME OF CONTROLLED ORGANIZATION

ACTIVITY
NUMBER

2.
EMPLOYER
ID NO.

GEOSAFE CORPORATION

3

91-1404268

EXEMPT CONTROLLED ORGANIZATIONS

3.

4.

5.

6.

NET UNRELATED
INCOME (LOSS)

TOTAL OF SPECIFIED
PAYMENTS MADE

PART OF COL (4)
INCLUDED IN
GROSS INCOME

DEDUCTIONS DIRECTLY
CONNECTED WITH
COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7.

8.

9.

10.

11.

TAXABLE INCOME

NET UNRELATED
INCOME (LOSS)

TOTAL OF
SPECIFIED PMTS

PART OF COL (9)
INCLUDED IN
GROSS INCOME

DEDUCTIONS
DIRECTLY
CONNECTED

-143,512.

132,342.

132,342.

132,342.

132,342.

1.

NAME OF CONTROLLED ORGANIZATION

ACTIVITY
NUMBER

2.
EMPLOYER
ID NO.

360IP PTE LTD

4

47-0924456

EXEMPT CONTROLLED ORGANIZATIONS

3.

4.

5.

6.

NET UNRELATED
INCOME (LOSS)

TOTAL OF SPECIFIED
PAYMENTS MADE

PART OF COL (4)
INCLUDED IN
GROSS INCOME

DEDUCTIONS DIRECTLY
CONNECTED WITH
COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7.

8.

9.

10.

11.

TAXABLE INCOME

NET UNRELATED
INCOME (LOSS)

TOTAL OF
SPECIFIED PMTS

PART OF COL (9)
INCLUDED IN
GROSS INCOME

DEDUCTIONS
DIRECTLY
CONNECTED

-2,763,820.

10,128.

10,128.

10,128.

7,455.

1.

NAME OF CONTROLLED ORGANIZATION

ACTIVITY
NUMBER

2.
EMPLOYER
ID NO.

INTERNATIONAL SCIENTIFIC STANDARDS INC.

5

31-4379427

EXEMPT CONTROLLED ORGANIZATIONS

3.

4.

5.

6.

NET UNRELATED
INCOME (LOSS)

TOTAL OF SPECIFIED
PAYMENTS MADE

PART OF COL (4)
INCLUDED IN
GROSS INCOME

DEDUCTIONS DIRECTLY
CONNECTED WITH
COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7.

8.

9.

10.

11.

TAXABLE INCOME

NET UNRELATED
INCOME (LOSS)

TOTAL OF
SPECIFIED PMTS

PART OF COL (9)
INCLUDED IN
GROSS INCOME

DEDUCTIONS
DIRECTLY
CONNECTED

-1,170,986.

15,313.

15,313.

15,313.

15,313.

1.

NAME OF CONTROLLED ORGANIZATION

ACTIVITY
NUMBER

2.
EMPLOYER
ID NO.

BATTELLE SERVICES COMPANY, INC.

6

31-1792334

EXEMPT CONTROLLED ORGANIZATIONS

3.

4.

5.

6.

NET UNRELATED
INCOME (LOSS)

TOTAL OF SPECIFIED
PAYMENTS MADE

PART OF COL (4)
INCLUDED IN
GROSS INCOME

DEDUCTIONS DIRECTLY
CONNECTED WITH
COL (5) INCOME

NONEXEMPT CONTROLLED ORGANIZATIONS

7.

8.

9.

10.

11.

TAXABLE INCOME

NET UNRELATED
INCOME (LOSS)

TOTAL OF
SPECIFIED PMTS

PART OF COL (9)
INCLUDED IN
GROSS INCOME

DEDUCTIONS
DIRECTLY
CONNECTED

-502,043.

7,564.

7,564.

7,564.

4,621.

ADD COLUMNS
5 AND 10

ADD COLUMNS
6 AND 11

TOTALS TO FORM 990-T, SCHEDULE F

272,719.

270,052.

FORM 990-T SCHEDULE F - DEDUCTIONS OF CONTROLLED ORGANIZATIONS STATEMENT 6
DIRECTLY CONNECTED WITH COLUMN 10 INCOME

DESCRIPTION	ACTIVITY NUMBER	AMOUNT	TOTAL
RENT EXPENSE		16,384.	
- SUBTOTAL -	1		16,384.
INTEREST EXPENSE		93,937.	
- SUBTOTAL -	2		93,937.
INTEREST EXPENSE		132,342.	
- SUBTOTAL -	3		132,342.
RENT EXPENSE		1,794.	
INTEREST EXPENSE		5,661.	
- SUBTOTAL -	4		7,455.
INTEREST EXPENSE		15,313.	
- SUBTOTAL -	5		15,313.
RENT EXPENSE		4,621.	
- SUBTOTAL -	6		4,621.
TOTAL OF FORM 990-T, SCHEDULE F, COLUMN 11			270,052.

Battelle Memorial Institute

EIN: 31-4379427

Tax Year 2009 (October 1, 2009 to September 30, 2010)

Form 990-T, Part I, Line 3 - Gross Profit

	<u>UBI Research Project Revenue</u>	<u>Cost of Goods Sold/Direct Expenses</u>	<u>UBI Gross Profit</u>
Battelle Columbus Division	1,529,791	(1,269,693)	260,098
Pacific Northwest Division	228,836	(226,594)	2,242
Battelle Geneva Division	0	0	0
UT-Battelle, LLC	44,536	(44,536)	0
Brookhaven Science Associates, LLC	0	0	0
Battelle Energy Alliance, LLC	139,551	(139,551)	0
Battelle Ventures, LP	0	0	0
Battelle Asia, LLC	0	0	0
BattelleCRO Business Trust	0	0	0
Battelle Energy UK, LLC	0	0	0
Battelle National Biodefense Institute, LLC	0	0	0
Total - Battelle Memorial Institute	<u>1,942,714</u>	<u>(1,680,374)</u>	<u>262,340</u>

Battelle Memorial Institute
EIN: 31-4379427
Tax Year 2009 (October 1, 2009 to September 30, 2010)

Form 990-T, Schedule E Unrelated Debt-Financed Income

Line 2 Gross Income from or allocable to debt-financed property 11,176

Line 4 Average acquisition debt on or allocable to debt financed property

		Total	# months	Average
OCT 09	34,524,000	331,153,000	12	27,596,083
NOV 09	34,524,000	Draws		
DEC 09	33,884,000	640,000		
JAN 10	30,352,000	3,532,000		
FEB 10	29,165,000	1,187,000		
MAR 10	27,531,000	1,634,000		
APR 10	26,635,000	896,000		
MAY 10	25,421,000	1,214,000		
JUN 10	24,408,000	1,013,000		
JUL 10	23,147,000	1,261,000		
AUG 10	21,403,000	1,744,000		
SEP 10	20,159,000	1,244,000		

Line 5 Average adjusted basis of or allocable to debt-financed property

		Total	# months	Average
OCT 09	15,476,000	45,317,000	2	22,658,500
SEP 10	29,841,000			

Line 6
 Percentage cannot be more than 100% 1.217913

Line 7 11,176

Battelle Memorial Institute

EIN: 31-4379427

Tax Year 2009 (October 1, 2009 to September 30, 2010)

Form 990-T, Part II, Line 31 - Net Operating Loss

<u>TAX YEAR</u>	<u>LOSS SUSTAINED</u>	<u>LOSS PREVIOUSLY APPLIED</u>	<u>LOSS REMAINING</u>
09/30/06	2,972,118	0	2,972,118
09/30/07	6,474,997	0	6,474,997
09/30/08	7,705,636	0	7,705,636
09/30/09	942,073	0	942,073
NOL AVAILABLE THIS YEAR			18,094,824
NOL UTILIZED IN 2009			82,241
NOL CARRYFORWARD TO 2010			18,012,583