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### PENNINGTON BIOMEDICAL RESEARCH FOUNDATION **CONSOLIDATED FINANCIAL STATEMENTS** MODIFIED CASH BASIS

### YEARS ENDED DECEMBER 31, 1996 AND 1995

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.



Postlethwaite & Netterville

(A Professional Accounting Corporation) CERTIFIED PUBLIC ACCOUNTANTS

#### BATON ROUGE • DONALDSONVILLE • GONZALES • NEW ORLEANS • ST. FRANCISVILLE LOUISIANA

PENNINGTON BIOMEDICAL RESEARCH FOUNDATION CONSOLIDATED FINANCIAL STATEMENTS MODIFIED CASH BASIS YEARS ENDED DECEMBER 31, 1996 AND 1995

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Release Date SEPOS 1866



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# Postlethwaite & Netterville

A Professional Accounting Corporation CERTIFIED PUBLIC ACCOUNTANTS

8550 UNITED PLAZA BLVD., SUITE 1001 · BATON ROUGE, LOUISIANA 70809 · TELEPHONE (504) 922-4600 · FAX (504) 922-4611

### **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors Pennington Biomedical Research Foundation Baton Rouge, Louisiana

We have audited the consolidated statements of assets, liabilities, and net assets (modified cash basis) of the Pennington Biomedical Research Foundation as of December 31, 1996 and 1995, and the related modified cash basis consolidated statements of activities, changes in net assets, and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1, these consolidated financial statements were prepared on the modified cash basis of accounting which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of the Pennington Biomedical Research Foundation as of December 31, 1996 and 1995, and its activities, changes in net assets, and cash flows for the years then ended, on the basis of accounting described in Note 1.

Postlethunito ! Netterville

Baton Rouge, Louisiana July 11, 1997

#### DONALDSONVILLE • GONZALES • NEW ORLEANS • ST. FRANCISVILLE ASSOCIATED OFFICES IN PRINCIPAL CITIES OF THE UNITED STATES

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### CONSOLIDATED STATEMENTS OF ASSETS, LIABILITIES, AND NET ASSETS (MODIFIED CASH BASIS) DECEMBER 31, 1996 AND 1995

### <u>ASSETS</u>

<u>CURRENT ASSETS</u> Cash in banks	_	
Cash in banks		
	\$ 46,453	\$ 161,737
Investments (short-term)	278,043	367,737
Employee advances	-	5,766
Inventory	8,467	2,781
	332,963	538,021
OTHER ASSETS		
Equipment - net	3,573	2,185
Land	-	6,000
Investments (long-term)	4,948,553	4,449,777
Notes receivable	18,800	37,600
	4,970,926	4,495,562
Total assets	<u>\$ 5,303,889</u>	<u>\$ 5,033,583</u>
<u>LIABILITIES AND NE</u>	<u>T ASSETS</u>	
<u>CURRENT LIABILITIES</u>		
Payroll taxes withheld	\$ 2,184	\$ 3,629
Sales taxes payable	486	-
Notes payable	101,568	101,568
	104,238	105,197
LONG-TERM LIABILITIES		
Funds held-in-custody	1,314,983	1,283,155
	1,314,983	1,283,155
NET ASSETS - Restated		
Unrestricted	348,871	559,617
Temporarily restricted	1,525,797	1,125,614
Permanently restricted	2,010,000	1,960,000
	2 001 660	3,645,231
	3,884,668	

### The accompanying notes are an integral part of these statements.



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### CONSOLIDATED STATEMENTS OF ACTIVITIES (MODIFIED CASH BASIS) YEARS ENDED DECEMBER 31, 1996 AND 1995

	<b></b>			1996		
	<u>Un</u>	restricted		mporarily estricted		nanently stricted
SUPPORT AND REVENUES						
Donations	\$	276,100	\$	130,885	\$	50,000
Investment income		21,732		278,793		-
Other	<b>_</b>	22,875	<u> </u>	164,458		<u> </u>
		320,707		574,136		50,000
Satisfaction of program restrictions		173,953	(	<u>173,953</u> )		
		494,660	<u></u>	400,183	<u> </u>	50,000

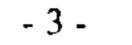
#### EXPENSES

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Interest expense	-	-	-
Program services	427,588	•	-
Management & general	277,818	<del>_</del>	<b></b>
	705,406	<u> </u>	
CHANGE IN NET ASSETS	( <u>\$ 210,746</u> ) <u>\$</u>	400,183	<u>\$                                    </u>

### The accompanying notes are an integral part of these statements.

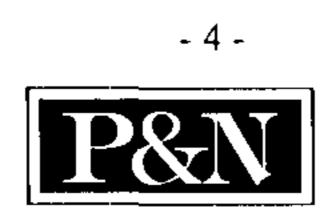




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	1996				1995	 	 <b></b>
	<u>Total</u>	<u>Un</u>	restricted		emporary Restricted	rmanently <u>Restricted</u>	 <u>Total</u>
\$	456,985	\$	238,259	\$	288,987	\$ 50,000	\$ 577,246
	300,525 <u>187,333</u>	•	17,654 22,233		64,848 	 215,090	 297,592 22,233
	944,843		278,146 248,852	(	353,835 172,251) (	265,090 76,601)	897,071
<b>-</b>	944,843		526,998	` <u> </u>	181,584	 188,489	 897,071

-	18,010	-	-	18,010
427,588	199,042	-	~	199,042
277,818	334,952		P-	334,952
705,406	552,004		<u> </u>	552,004
<u>\$ 239,437</u>	( <u>\$ 25,006</u> )	<u>\$ 181,584</u>	<u>\$ 188,489</u>	<u>\$ 345,067</u>



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### CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (MODIFIED CASH BASIS) YEARS ENDED DECEMBER 31, 1996 AND 1995

	<u>Un</u>	restricted		mporarily estricted		rmanently estricted	Total
Net assets at December 31, 1994	\$	627,778	\$	944,030	\$	1,728,356	\$ 3,300,164
Change in net assets for the year ended December 31, 1995	(	<u>25,006</u> )	<b></b>	<u>181,584</u>	<del></del>	<u>188,489</u>	<u>345,067</u>
Net assets at December 31, 1995 (as previously reported)		602,772		1,125,614		1,916,845	3,645,231
Prior period adjustment	(	43,155)		<b></b>		43,155	
Net assets at December 31, 1995 - as restated		559,617		1,125,614		1,960,000	3,645,231
Change in net assets for the year ended December 31, 1996	(	210,746)		<u>400,183</u>		<u>50,000</u>	239,437
Net assets at December 31, 1996	<u>\$</u>	<u>348,871</u>	<u>\$</u>	1,525,797	<u>\$</u>	2,010,000	<u>\$ 3,884,668</u>

### The accompanying notes are an integral part of these statements.



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### <u>CONSOLIDATED STATEMENTS OF CASH FLOWS – MODIFIED CASH BASIS</u> <u>YEARS ENDED DECEMBER 31, 1996 AND 1995</u>

	<del>~</del>	1996		<u>1995</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in net assets	\$	239,437	\$	345,067
Adjustments to reconcile change in net assets				
to net cash provided by operating				
activities:				
Gain on sale of land	(	2,000)		-
Write-down of notes receivable		18,800		-
Depreciation and amortization		2,270		1,007
Changes in operating assets and liabilities:				
Interest receivable and employee advances		5,766		4,014
Inventory	(	5,686)	(	2,781)
Payroll taxes and sales taxes payable	(	959)	<b>_</b>	342
Net cash provided by operating activities	<b>-</b>	257,628	•	347,649
Net (increase) decrease in investments Proceeds from sale of land Purchase of equipment Net cash (used in) provided by investing activities	( (	409,082) 8,000 <u>3,658</u> ) 404,740)	(	165,465 - - - 500 164,965
CASH FLOWS FROM FINANCING ACTIVITIES				
Principal payments on notes payable		-	(	475,000)
Net increase in funds held-in-custody	••• • • <del>••</del> •	31,828		-
Net cash provided by (used in) financing activities		31,828	(	475,000
Net (decrease) increase in cash	(	115,284)		37,614
Cash at beginning of year	<u> </u>	161,737	<b>-</b>	124,123
Cash at end of year	<u>\$</u>	46,453	<u>\$</u>	161,737

### Supplemental Disclosures of Cash Flow Information

Cash paid during the year for interest

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### The accompanying notes are an integral part of these statements.



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### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### 1. <u>Summary of Significant Accounting Policies</u>

#### **Organization**

The Pennington Biomedical Research Foundation (Foundation) is a non-profit corporation organized to provide financial support for the Pennington Biomedical Research Center, a division of the Louisiana State University System (University) operating in Baton Rouge, Louisiana. The major programs of the Foundation include nutrition research related to obesity, diabetes, cancer, heart disease, food science, behavior, and various educational programs.

During the year ended December 31, 1996, Pennington Discoveries, Inc. was organized as a separate for-profit organization to produce, market, and sell products developed by the Pennington Biomedical Research Center.

### **Consolidation**

The Foundation owns 100% of the outstanding capital stock of Pennington Discoveries, Inc. Consequently, the Foundation's consolidated financial statements include the accounts of Pennington Discoveries, Inc. All significant intercompany accounts and transactions have been eliminated.

### Modified Cash Basis

The Foundation's policy is to prepare its financial statements on the modified cash basis of accounting. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. The Foundation has elected to record inventory, depreciation, and notes payable, which is a departure from the pure cash basis of accounting.

### Income Taxes

The Foundation has been recognized by the Internal Revenue Service as a not-for-profit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes pursuant to Section 501(a) of the Internal Revenue Code.

Pennington Discoveries, Inc. is a for-profit organization and is required to pay income taxes as determined by the guidelines established by the Internal Revenue Service.

#### Use of Estimates

The preparation of financial statements using the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.



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### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### 1. <u>Summary of Significant Accounting Policies</u> (continued)

#### Investments

Investments consist of United States Government Agency obligations, certificates of deposit, repurchase agreements, money market funds, and cash maintained in trust accounts. All investments purchased by the Foundation are stated at cost. Realized gains and losses on dispositions are based on the net proceeds and the book value of the securities sold, using the specific identification method. These realized gains and losses flow through the Foundation's yearly activities.

#### Inventory

Inventory is stated at the lower of cost or market using the first-in, first-out (FIFO) method.

#### Property and Equipment

Property and equipment are stated at historical cost. Additions, renewals, and betterments that extend the life of assets are capitalized. Maintenance and repair expenditures are expensed as incurred. Provisions for depreciation are computed using accelerated methods over the assets' estimated useful lives.

The Foundation leases office space from the University and utilizes furniture and other office equipment owned by the University. These assets are not reflected on the accompanying financial statements.

Software is recorded at cost with amortization recorded using the straight-line method over the estimated useful life of the asset.

#### Revenue Recognition

The Foundation records revenue in the following manner:

- 1. Unrestricted funds represent the portion of funds available for support of Foundation supporting services and amounts which have been expended for property acquisitions.
- 2. Temporarily restricted funds represent expendable funds with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are transferred to unrestricted funds and related expenses are shown as unrestricted. Donor-restricted contributions whose restrictions are met within the same year as received are reflected as unrestricted contributions in the accompanying financial statements.
- 3. Permanently restricted funds represent funds that are subject to restrictions of gift instruments requiring that the principal be invested in perpetuity and the income only be used. Expendable income derived from the and extrement funds is account of form

#### the endowment funds is accounted for as revenue in the current funds.

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### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### 1. <u>Summary of Significant Accounting Policies (continued)</u>

Revenue Recognition (continued):

The Foundation reports gifts of property and equipment (or other long-lived assets) as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

#### Cash Flow Statement

For purposes of the cash flow statement, cash includes operating funds on deposit at the various financial institutions.

#### **Reclassification**

Certain amounts in the 1995 financial statements have been reclassified to conform with the current year presentation.

### 2. <u>Retirement Contributions</u>

The Foundation makes an annual contribution to the retirement plan of eligible employees. The amount of the contribution is equal to 7.5% of annual compensation. Eligibility requirements are attainment of age 21 and full-time employment for three of the past five years. Total contributions for the years ended December 31, 1996 and 1995 totaled \$7,020 and \$6,770, respectively.

#### 3. <u>Related Parties</u>

On July 1, 1991, the Foundation entered into a lease agreement with Louisiana State University to lease 600 square feet of office space at an annual rate of \$8 per square foot, or \$4,800 per year. During the year ended December 31, 1996, the parties signed a new lease extending the terms of this agreement through June 30, 2001.

A promissory note with an original balance of \$45,000 and a book balance of \$18,800 and \$37,600 at December 31, 1996 and 1995, respectively, dated June 29, 1989, is due the Foundation by the Executive Director of the Pennington Biomedical Research Center. The note does not bear interest.



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### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### 4. <u>Investments</u>

Investments consist of money market funds, certificates of deposit, mutual funds, mortgage/loan backed pools, and U. S. government and agency obligations. These investments are maintained and managed in trust accounts and brokerage accounts which are in compliance with the Board of Regent's investment policy for the Endowed Professorship Programs and the Endowed Chairs for Eminent Scholars Program. As of December 31, 1996 and 1995, the market values, which are based on quoted market prices, were \$5,227,208 and \$4,924,341, respectively.

#### 5. Notes Payable

The Foundation borrowed \$101,568 from two unrelated parties prior to January 1, 1995. These notes are noninterest bearing and contain no specified repayment terms.

#### 6. <u>Leases</u>

The Foundation leases space from the University at an annual rate of \$4,800 under a non-cancelable operating lease which expires on June 30, 2001.

As of December 31, 1996, the future minimum lease payments under this lease were as follows:

Year Ending		
December 31		
1997	¢ / Q	00
	\$ 4,8	
1998	4,8	
1999	4,8	.00
2000	4,8	<u>00</u>
	\$ 19,2	00

During the year ended December 31, 1996, the Foundation vacated the leased premises, despite having paid rent through June 30, 1997.

#### 7. Endowment Enhancement

In order to comply with Act Numbers 909 and 910 of the 1992 Louisiana Legislative Session regarding depositories for University Endowment Trust Funds, a portion of the endowment income is added to the endowment principal. The enhancement is the lessor of the amount of increase derived when the rate of the Consumer Price Index for the immediate preceding year is applied to the endowment base, or 25% of endowment earnings, which is calculated annually. The enhancement calculated, as of the State's fiscal year ended June 30, 1996, was \$74,983.



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### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### 8. Funds Held in Escrow

Included in investments at December 31, 1996, were funds held in escrow at local banks which represent funds contributed to the Foundation by private donors and matching funds received from the State of Louisiana. The Endowed Chairs for Eminent Scholars Program requires a \$600,000 private donation and a matching \$400,000 gift from the State of Louisiana, making a total endowment of \$1,000,000 per program. The Eminent Scholars Program requires a \$60,000 private donation and a \$40,000 matching gift from the State of Louisiana, making a total endowment of \$1,000,000 per program. The Eminent Scholars Program requires a \$60,000 private donation. The Eminent Scholars Program requires a \$60,000 private donation and a \$40,000 matching gift from the State of Louisiana, making a total endowment of \$100,000. Total funds held in escrow are as follows:

	1996	1995
Private donations	\$ 2,010,000	\$ 1,960,000
Matching funds	1,314,983	1,283,155
	<u>\$ 3,324,983</u>	\$3,243,155

#### 9. <u>Prior Period Adjustment</u>

The accompanying financial statements for December 31, 1996 have been restated to correct the classification of permanently restricted net assets. The effect of the restatement was to increase permanently restricted net assets at December 31, 1995 by \$43,155 and to decrease unrestricted net assets at December 31, 1995 by the same amount. There was no effect on the change in net assets during either year.

#### 10. <u>Management Agreement</u>

During the year ended December 31, 1996, the Foundation entered into a memorandum of understanding with the Pennington Medical Foundation (Medical Foundation) for an unspecified period of time.

In accordance with the terms of the agreement, the Foundation will undertake the responsibility for the operation and maintenance of the Claude B. Pennington Conference and Education Center; will take responsibility for the management and operation of the conference center meeting program; and will provide the Medical foundation with professional and administrative services. The Medical Foundation will reimburse the Foundation for the above mentioned services and will allow the Foundation to retain the revenues generated from the conference management operations.

#### 11. <u>Temporarily Restricted Net Assets</u>

Temporarily restricted net assets at December 31, 1996 were available for specific nutritional research programs being conducted at the Pennington Biomedical Research Center.



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**SUPPLEMENTAL INFORMATION** 





# Postlethwaite & Netterville

A Professional Accounting Corporation CERTIFIED PUBLIC ACCOUNTANTS

8550 UNITED PLAZA BLVD., SUITE 1001 • BATON ROUGE, LOUISIANA 70809 • TELEPHONE (504) 922-4600 • FAX (504) 922-4611

### **INDEPENDENT AUDITORS' REPORT** ON SUPPLEMENTAL INFORMATION

To the Board of Directors Pennington Biomedical Research Foundation Baton Rouge, Louisiana

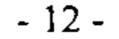
Our report on our audits of the basic modified cash basis consolidated financial statements of the Pennington Biomedical Research Foundation for December 31, 1996 and 1995, appears on page 1. Those audits were performed for the purpose of forming an opinion on the basic modified cash basis consolidated financial statements taken as a whole. The accompanying schedules are presented for purposes of additional analysis and are not a required part of the basic modified cash basis consolidated financial statements and are not a required part of the basic modified cash basis consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic modified cash basis consolidated financial statements taken as a whole.

Postlethuaite ? Netterielle

Baton Rouge, Louisiana July 11, 1997

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#### DONALDSONVILLE • GONZALES • NEW ORLEANS • ST. FRANCISVILLE ASSOCIATED OFFICES IN PRINCIPAL CITIES OF THE UNITED STATES



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### CONSOLIDATED SCHEDULES OF FUNCTIONAL EXPENSES (MODIFIED CASH BASIS) YEARS ENDED DECEMBER 31, 1996 AND 1995

	<del>.</del>		<u>1996</u>	
		Program Expenses	Management & General <u>Expenses</u>	Total
XPENSES				
Salaries	\$	247,893	\$ 122,523	\$ 370,416
Meetings and symposiums	4,	100,190	16,818	117,008
Depreciation and amortization		1,219	1,050	2,269
Business development		99	14,000	14,099
Copies		-	565	565
Payroll taxes		916	6,919	7,835
Postage		359	1,534	1,893
Telephone		-	877	877
Professional fees		484	29,038	29,522
Benefits		11,499	9,631	21,130
Printing		2,784	5,226	8,010
Contract services		18	1,067	1,085
Recruiting		-	5,350	5,350
Rent		-	10,112	10,112
Research		13,478	7,072	20,550
Supplies		5,413	6,566	11,979
Travel		14,463	5,224	19,687
Miscellaneous		4,185	21,098	25,283
Legal fees		-	2,842	2,842
Honorariums and awards		20,900	3,558	24,458
Investment losses		44	-	44
Cost of sales		3,598	6,201	9,799
Sales tax	<u></u>	46	547	593
	<u>\$</u>	427,588	<u>\$ 277,818</u>	<u>\$ 705,406</u>

### The accompanying notes are an integral part of these schedules.

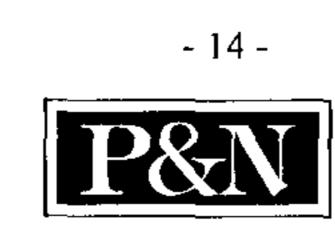
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Program	<u>1995</u> Management & General	
<u>Expenses</u>	Expenses	<u> </u>
\$ 82,219	\$ 191,845	\$ 274,064
28,396	42,594	70,990
-	1,009	1,009
9,124	3,041	12,165
253	760	1,013
2,332	5,441	7,773
548	1,645	2,193
253	760	1,013
49,307	21,132	70,439
5,972	13,936	19,908
4,656	6,985	11,641
-	824	824
-	1,971	1,971
-	-	-
-	5,598	5,598
-	2,111	2,111
7,409	11,113	18,522
583	2,330	2,913
-	3,199	3,199
7,990	11,985	19,975
-	1,149	1,149
-	4,964	4,964
	560	560
<u>\$ 199,042</u>	<u>\$ 334,952</u>	<u>\$ 533,994</u>

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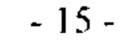
#### SCHEDULE OF INVESTMENTS DECEMBER 31, 1996

The cost and market value of investments are summarized as follows:

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		1996			
		Total		Market	
		Cost		Value	
Cash held in trust accounts	\$	158,240	\$	158,240	
		843,075		843,075	
Bond funds		473,330		456,050	
		401,000		401,624	
		99,969		100,375	
		1,756,645		1,775,287	
		434,365		439,080	
-		99,656		99,969	
-		495,120		509,375	
		188,413		185,438	
GNMA Trust		260,408		245,312	
United Companies stock		16,375		13,383	
S. Treasury Notes, 6.75%, 5/31/97 S. Treasury Notes, 6.25%, 08/31/2000 S. Treasury Notes, 7.375%, 11/15/97 S. Treasury Notes, 6.375%, 07/15/99 S. Treasury Notes, 6.000%, 08/15/99 HLMC; 7.250%, 06/17/18 NMA; 6.000%, 04/01/04 NMA Trust	<u>\$</u>	5,226,596	<u>\$</u>	5,227,208	

### The accompanying notes are an integral part of this schedule.





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### SCHEDULE OF INVESTMENTS DECEMBER 31, 1995

The cost and market value of investments are summarized as follows:

-

	1995			
		Total Cost	<u>-</u>	Market Value
Cash held in trust accounts	\$	63,915	\$	63,915
Paragon Treasury Money Market Fund				
held in trust accounts		727,281		727,281
Paragon Intermediate-term bond fund		102,723		101,354
Paragon Short-term government fund		395,648		388,451
FNMA 10/10/96, 7.05%		48,014		47,616
U.S. Treasury Notes, 5/31/97, 6.75%		401,000		408,124
U.S. Treasury Notes, 9/30/96, 7.00%		27,540		27,338
FNMA REMIC TR-1992-20, CL-20-PE, 10/25/03, 6.75%		59,271		52,108
FNMA REMIC TR-1992-20, CL-16-D, 1/25/12, 7.25%		456,655		517,965
Federated GNMA Trust, 7.16%		250,000		237,753
U.S. Treasury Notes, 2/29/96, 4.625%		64,919		64,939
U.S. Treasury Notes, 7/31/96, 6.125%		59,916		60,300
U.S. Treasury Notes, 8/15/96, 4.375%		32,863		33,819
FNMA, 7/10/96, 8.00%		150,820		152,016
FNMA, 10/10/96, 7.05%		69,191		68,892
U.S. Treasury Notes, 11/15/97, 7.375%		1,681,575		1,743,521
FNMA, 11/15/97, 7.375%		75,070		77,836
U.S. Treasury Money Fund		134,738		134,738
United Companies stock	<u>,                                    </u>	16,375	<b>-</b>	16,375
	<u>\$</u>	4,817,514	\$	4,924,341

### The accompanying notes are an integral part of this schedule.

