



Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)			
		Beginning of year (a) Book Value	End of year (b) Book Value (c) Fair Market Value		
Assets	1	Cash—non-interest-bearing . . . . .			
	2	Savings and temporary cash investments . . . . .	131,207	46,520	46,520
	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 (attach schedule) (see instructions) . . . . .			
	7	Other notes and loans receivable (attach schedule) ▶ _____ Less allowance for doubtful accounts ▶ _____			
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .	227	1,821	1,821
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule) . . . . .	2,134,080	2,229,488	2,229,488
	c	Investments—corporate bonds (attach schedule) . . . . .	2,189,717	2,026,211	2,026,211
	11	Investments—land, buildings, and equipment basis ▶ _____ Less accumulated depreciation (attach schedule) ▶ _____			
	12	Investments—mortgage loans . . . . .			
	13	Investments—other (attach schedule) . . . . .			
	14	Land, buildings, and equipment basis ▶ _____ Less accumulated depreciation (attach schedule) ▶ _____			
15	Other assets (describe ▶ _____)				
16	<b>Total assets</b> (to be completed by all filers—see the instructions Also, see page 1, item I)	4,455,231	4,304,040	4,304,040	
Liabilities	17	Accounts payable and accrued expenses . . . . .	22,640	19,372	
	18	Grants payable . . . . .			
	19	Deferred revenue . . . . .			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule) . . . . .			
	22	Other liabilities (describe ▶ _____)	10,142	14,365	
	23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .	32,782	33,737	
Net Assets or Fund Balances	<b>Foundations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> <b>and complete lines 24 through 26 and lines 30 and 31.</b>				
	24	Unrestricted . . . . .	4,422,449	4,270,303	
	25	Temporarily restricted . . . . .			
	26	Permanently restricted . . . . .			
	<b>Foundations that do not follow SFAS 117, check here</b> <input type="checkbox"/> <b>and complete lines 27 through 31.</b>				
	27	Capital stock, trust principal, or current funds . . . . .			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	<b>Total net assets or fund balances</b> (see instructions) . . . . .	4,422,449	4,270,303	
31	<b>Total liabilities and net assets/fund balances</b> (see instructions) .	4,455,231	4,304,040		

**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	4,422,449
2	Enter amount from Part I, line 27a . . . . .	2	-284,780
3	Other increases not included in line 2 (itemize) ▶ _____	3	132,634
4	Add lines 1, 2, and 3 . . . . .	4	4,270,303
5	Decreases not included in line 2 (itemize) ▶ _____	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .	6	4,270,303

**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 )
<b>1 a</b> 1,680 shares Vanguard Developed Markets Index Fund	P	2011-12-05	2016-05-09
<b>b</b> 223 Vanguard Small Cap Index Fund	P	2011-12-05	2016-05-09
<b>c</b> 20,365 shares Vanguard Total Bond Market Index Fund	P	2011-12-05	2016-05-09
<b>d</b> 526 shares Vanguard 500 Index Fund	P	2011-12-05	2016-05-09
<b>e</b>			

  

(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)
<b>a</b> 15,000		13,121	1,879
<b>b</b> 12,000		7,448	4,552
<b>c</b> 223,000		224,015	-1,015
<b>d</b> 100,000		60,136	39,864
<b>e</b>			

  

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	
<b>a</b>			1,879
<b>b</b>			4,552
<b>c</b>			-1,015
<b>d</b>			39,864
<b>e</b>			

  

<b>2</b> 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 }	<b>2</b>	45,280
<b>3</b> 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) (see instructions) If (loss), enter -0- in Part I, line 8		<b>3</b>	

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



Yes



No

If "Yes," the foundation 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))
2015	447,756	4,600,421	0 09733
2014	603,222	4,943,500	0 12202
2013	350,674	4,938,801	0 07100
2012	160,107	4,806,731	0 03331
2011	495,029	4,881,669	0 10141

  

<b>2</b> Total of line 1, column (d)	<b>2</b>	0 425071
<b>3</b> 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	<b>3</b>	0 085014
<b>4</b> Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	<b>4</b>	4,312,933
<b>5</b> Multiply line 4 by line 3	<b>5</b>	366,660
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	<b>6</b>	1,404
<b>7</b> Add lines 5 and 6	<b>7</b>	368,064
<b>8</b> Enter qualifying distributions from Part XII, line 4	<b>8</b>	403,402

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

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

<b>1a</b>	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary—see instructions)		
<b>b</b>	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b . . . . .	<b>1</b>	1,404
<b>c</b>	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
<b>2</b>	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	<b>2</b>	
<b>3</b>	Add lines 1 and 2. . . . .	<b>3</b>	1,404
<b>4</b>	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	<b>4</b>	
<b>5</b>	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0- . . . . .	<b>5</b>	1,404
<b>6</b>	Credits/Payments		
<b>a</b>	2016 estimated tax payments and 2015 overpayment credited to 2016	<b>6a</b>	3,273
<b>b</b>	Exempt foreign organizations—tax withheld at source . . . . .	<b>6b</b>	
<b>c</b>	Tax paid with application for extension of time to file (Form 8868) . . . . .	<b>6c</b>	
<b>d</b>	Backup withholding erroneously withheld . . . . .	<b>6d</b>	
<b>7</b>	Total credits and payments. Add lines 6a through 6d. . . . .	<b>7</b>	3,273
<b>8</b>	Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	<b>8</b>	
<b>9</b>	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b> . . . . . ▶	<b>9</b>	
<b>10</b>	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b> . . . ▶	<b>10</b>	1,869
<b>11</b>	Enter the amount of line 10 to be <b>Credited to 2017 estimated tax</b> ▶ 1,869 <b>Refunded</b> ▶	<b>11</b>	

**Part VII-A Statements Regarding Activities**

	Yes	No
<b>1a</b> During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign? . . . . .	<b>1a</b>	No
<b>b</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 <b>1a</b> or <b>1b</b> , attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities	<b>1b</b>	No
<b>c</b> Did the foundation file <b>Form 1120-POL</b> for this year? . . . . .	<b>1c</b>	No
<b>d</b> Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ \$ _____ (2) On foundation managers ▶ \$ _____		
<b>e</b> Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ \$ _____		
<b>2</b> Has the foundation engaged in any activities that have not previously been reported to the IRS? . . . . . If "Yes," attach a detailed description of the activities	<b>2</b>	No
<b>3</b> Has the foundation 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 . . . . .	<b>3</b>	No
<b>4a</b> Did the foundation have unrelated business gross income of \$1,000 or more during the year? . . . . .	<b>4a</b>	No
<b>b</b> If "Yes," has it filed a tax return on <b>Form 990-T</b> for this year? . . . . .	<b>4b</b>	No
<b>5</b> Was there a liquidation, termination, dissolution, or substantial contraction during the year? . . . . . If "Yes," attach the statement required by General Instruction T	<b>5</b>	No
<b>6</b> 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? . . . . .	<b>6</b>	Yes
<b>7</b> Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV . . . . .	<b>7</b>	Yes
<b>8a</b> Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ NY _____		
<b>b</b> If the answer is "Yes" to line 7, has the foundation 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 .	<b>8b</b>	Yes
<b>9</b> Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? If "Yes," complete Part XIV . . . . .	<b>9</b>	No
<b>10</b> Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses . . . . .	<b>10</b>	No

**Part VII-A Statements Regarding Activities** (continued)

<b>11</b>	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions).	<b>11</b>		<b>No</b>
<b>12</b>	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	<b>12</b>		<b>No</b>
<b>13</b>	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address <b>►</b> N/A	<b>13</b>	<b>Yes</b>	
<b>14</b>	The books are in care of <b>►</b> Readers Digest Foundation Telephone no <b>►</b> (914) 244-1000			

Located at **►** 44 South Broadway White Plains NY ZIP+4 **►** 10601

<b>15</b>	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of <b>Form 1041</b> —Check here . . . . . <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year . . . . . <b>►</b> 15			
<b>16</b>	At any time during calendar year 2016, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR). If "Yes," enter the name of the foreign country <b>►</b>	<b>16</b>	<b>Yes</b>	<b>No</b>

**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.**

<b>1a</b>	During the year did the foundation (either directly or indirectly)		<b>Yes</b>	<b>No</b>
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(6) Agree to pay money or property to a government official? ( <b>Exception.</b> Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days). <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b>	If any answer is "Yes" to 1a(1)–(6), did <b>any</b> 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 instructions)? <input type="checkbox"/> Organizations relying on a current notice regarding disaster assistance check here. <b>►</b> <input type="checkbox"/>	<b>1b</b>		<b>No</b>
<b>c</b>	Did the foundation 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 2016? <input type="checkbox"/>	<b>1c</b>		<b>No</b>
<b>2</b>	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))			
<b>a</b>	At the end of tax year 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years <b>►</b> 20____, 20____, 20____, 20____			
<b>b</b>	Are there any years listed in 2a for which the foundation is <b>not</b> 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 <b>all</b> years listed, answer "No" and attach statement—see instructions). <input type="checkbox"/>	<b>2b</b>		<b>No</b>
<b>c</b>	If the provisions of section 4942(a)(2) are being applied to <b>any</b> of the years listed in 2a, list the years here <b>►</b> 20____, 20____, 20____, 20____			
<b>3a</b>	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b>	If "Yes," did it have excess business holdings in 2016 as a result of (1) any purchase by the foundation 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 foundation had excess business holdings in 2016). <input type="checkbox"/>	<b>3b</b>		<b>No</b>
<b>4a</b>	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	<b>4a</b>		<b>No</b>
<b>b</b>	Did the foundation 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 2016?	<b>4b</b>		<b>No</b>

**Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required** (Continued)

<b>5a</b> During the year did the foundation pay or incur any amount to				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions).	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> If any answer is "Yes" to 5a(1)–(5), did <b>any</b> 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)?		<b>5b</b>		<b>No</b>
Organizations relying on a current notice regarding disaster assistance check here.	<input type="checkbox"/>			
<b>c</b> If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
If "Yes," attach the statement required by Regulations section 53.4945–5(d)				
<b>6a</b> Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		<b>6b</b>		<b>No</b>
If "Yes" to 6b, file Form 8870				
<b>7a</b> At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?		<b>7b</b>		<b>No</b>

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

<b>1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).</b>				
(a) Name and address	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
See Additional Data Table				
<b>2 Compensation of five highest-paid employees (other than those included on line 1—see instructions). If none, enter "NONE."</b>				
(a) Name and address of each employee paid more than \$50,000	Title, and average hours per week (b) devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
NONE				
<b>Total number of other employees paid over \$50,000.</b>				

**Part VIII** Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

**3** Five highest-paid independent contractors for professional services (see instructions). 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. . . . . ▶

**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
<b>1</b> Volunteer Program - The Foundation supported volunteer activity by employees of The Reader's Digest Association, Inc., for underprivileged children including a back-to-school clothing drive, Christmas holiday parties and educational programs	0
<b>2</b>	
<b>3</b>	
<b>4</b>	

**Part IX-B** Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
<b>1</b>	
<b>2</b>	
All other program-related investments. See instructions.	
<b>3</b>	

**Total.** Add lines 1 through 3 . . . . . ▶

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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
<b>a</b>	Average monthly fair market value of securities.	<b>1a</b>	4,289,748
<b>b</b>	Average of monthly cash balances.	<b>1b</b>	88,864
<b>c</b>	Fair market value of all other assets (see instructions).	<b>1c</b>	0
<b>d</b>	<b>Total</b> (add lines 1a, b, and c).	<b>1d</b>	4,378,612
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation).	<b>1e</b>	0
<b>2</b>	Acquisition indebtedness applicable to line 1 assets.	<b>2</b>	
<b>3</b>	Subtract line 2 from line 1d.	<b>3</b>	4,378,612
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	<b>4</b>	65,679
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4.	<b>5</b>	4,312,933
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5.	<b>6</b>	215,647

**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.)

<b>1</b>	Minimum investment return from Part X, line 6.	<b>1</b>	215,647
<b>2a</b>	Tax on investment income for 2016 from Part VI, line 5.	<b>2a</b>	1,404
<b>b</b>	Income tax for 2016 (This does not include the tax from Part VI).	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b.	<b>2c</b>	1,404
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1.	<b>3</b>	214,243
<b>4</b>	Recoveries of amounts treated as qualifying distributions.	<b>4</b>	60
<b>5</b>	Add lines 3 and 4.	<b>5</b>	214,303
<b>6</b>	Deduction from distributable amount (see instructions).	<b>6</b>	
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1.	<b>7</b>	214,303

**Part XII Qualifying Distributions** (see instructions)

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
<b>a</b>	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26.	<b>1a</b>	403,402
<b>b</b>	Program-related investments—total from Part IX-B.	<b>1b</b>	
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes.	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the		
<b>a</b>	Suitability test (prior IRS approval required).	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule).	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4.	<b>4</b>	403,402
<b>5</b>	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions).	<b>5</b>	1,404
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4.	<b>6</b>	401,998

**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 2015	(c) 2015	(d) 2016
<b>1</b> Distributable amount for 2016 from Part XI, line 7				214,303
<b>2</b> Undistributed income, if any, as of the end of 2016				
<b>a</b> Enter amount for 2015 only. . . . .				
<b>b</b> Total for prior years 20____, 20____, 20____				
<b>3</b> Excess distributions carryover, if any, to 2016				
<b>a</b> From 2011. . . . .	264,007			
<b>b</b> From 2012. . . . .	39,634			
<b>c</b> From 2013. . . . .	106,956			
<b>d</b> From 2014. . . . .	362,011			
<b>e</b> From 2015. . . . .	221,969			
<b>f</b> <b>Total</b> of lines 3a through e. . . . .	994,577			
<b>4</b> Qualifying distributions for 2016 from Part XII, line 4 ▶ \$ 403,402				
<b>a</b> Applied to 2015, but not more than line 2a				
<b>b</b> Applied to undistributed income of prior years (Election required—see instructions). . . . .				
<b>c</b> Treated as distributions out of corpus (Election required—see instructions). . . . .	0			
<b>d</b> Applied to 2016 distributable amount. . . . .				214,303
<b>e</b> Remaining amount distributed out of corpus	189,099			
<b>5</b> Excess distributions carryover applied to 2016 (If an amount appears in column (d), the same amount must be shown in column (a) )				
<b>6</b> <b>Enter the net total of each column as indicated below:</b>				
<b>a</b> Corpus Add lines 3f, 4c, and 4e Subtract line 5	1,183,676			
<b>b</b> Prior years' undistributed income Subtract line 4b from line 2b . . . . .				
<b>c</b> 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. . . . .				
<b>d</b> Subtract line 6c from line 6b Taxable amount—see instructions . . . . .				
<b>e</b> Undistributed income for 2015 Subtract line 4a from line 2a Taxable amount—see instructions . . . . .				
<b>f</b> Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2017 . . . . .				0
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions). . . . .				
<b>8</b> Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions). . . . .	264,007			
<b>9</b> <b>Excess distributions carryover to 2017.</b> Subtract lines 7 and 8 from line 6a . . . . .	919,669			
<b>10</b> Analysis of line 9				
<b>a</b> Excess from 2012. . . . .	39,634			
<b>b</b> Excess from 2013. . . . .	106,956			
<b>c</b> Excess from 2014. . . . .	362,011			
<b>d</b> Excess from 2015. . . . .	221,969			
<b>e</b> Excess from 2016. . . . .	189,099			

**Part XIV Private Operating Foundations** (see instructions and Part VII-A, question 9)

<b>1a</b> If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2016, enter the date of the ruling. . . . . ▶					
<b>b</b> Check box to indicate whether the organization is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)					
<b>2a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .	Tax year	Prior 3 years			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
<b>b</b> 85% of line 2a . . . . .					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed . . . . .					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon					
<b>a</b> "Assets" alternative test—enter					
(1) Value of all assets . . . . .					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i) . . . . .					
<b>b</b> "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . . . .					
<b>c</b> "Support" alternative test—enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . . .					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . . .					
(3) Largest amount of support from an exempt organization . . . . .					
(4) Gross investment income . . . . .					

**Part XV Supplementary Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year—see instructions.)**

<b>1 Information Regarding Foundation Managers:</b>	
<b>a</b> List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2) )	
<b>b</b> List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest	
<b>2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:</b>	
Check here <input type="checkbox"/> if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d	
<b>a</b> The name, address, and telephone number or e-mail address of the person to whom applications should be addressed Carolyn Malile 44 South Broadway White Plains, NY 10601 (914) 244-1000 Carolyn_Malile@ReadersDigest.com	
<b>b</b> The form in which applications should be submitted and information and materials they should include Letter	
<b>c</b> Any submission deadlines None	
<b>d</b> Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors None	

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

Recipient	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
Name and address (home or business)				
<b>a</b> <i>Paid during the year</i> See Additional Data Table				
<b>Total</b> . . . . .			<b>3a</b>	299,946
<b>b</b> <i>Approved for future payment</i>				
<b>Total</b> . . . . .			<b>3b</b>	

Enter gross amounts unless otherwise indicated

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions )
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
<b>1</b> Program service revenue					
<b>a</b> _____					
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>f</b> _____					
<b>g</b> Fees and contracts from government agencies					
<b>2</b> Membership dues and assessments. . . .					
<b>3</b> Interest on savings and temporary cash investments . . . . .			14		
<b>4</b> Dividends and interest from securities. . . .			14	99,765	
<b>5</b> Net rental income or (loss) from real estate					
<b>a</b> Debt-financed property. . . . .					
<b>b</b> Not debt-financed property. . . . .					
<b>6</b> Net rental income or (loss) from personal property					
<b>7</b> Other investment income. . . . .					
<b>8</b> Gain or (loss) from sales of assets other than inventory . . . . .			18	45,280	
<b>9</b> Net income or (loss) from special events					
<b>10</b> Gross profit or (loss) from sales of inventory					
<b>11</b> Other revenue <b>a</b> _____					
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>12</b> Subtotal Add columns (b), (d), and (e). .				145,045	
<b>13 Total.</b> Add line 12, columns (b), (d), and (e). . . . .			<b>13</b>		145,045

(See worksheet in line 13 instructions to verify calculations )

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

[illegible]

## Part XVII

- |       | Yes | No |
|-------|-----|----|
| 1a(1) |     | No |
| 1a(2) |     | No |
| 1b(1) |     | No |
| 1b(2) |     | No |
| 1b(3) |     | No |
| 1b(4) |     | No |
| 1b(5) |     | No |
| 1b(6) |     | No |
| 1c    |     | No |

[illegible]

- 2a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? . . . . . ☐ Yes ☒ No
- b** If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Form **990-PF** (2016)

**Form 990PF Part VIII Line 1 - List all officers, directors, trustees, foundation managers and their compensation**

(a) Name and address	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
Bonnie Kintzer Readers Digest Foundation White Plains, NY 10601	Chairman 1 00	0		
Bruce Kelly Readers Digest Association White Plains, NY 10601	Director 1 00	0		
Paul Gillow Readers Digest Foundation White Plains, NY 10601	President 9 00	18,360		
Carolyn Malile Readers Digest Foundation White Plains, NY 10601	Secretary 30 00	42,216		
Maria Morganti Readers Digest Foundation White Plains, NY 10601	Treasurer 1 00	0		
Phyllis Gebhardt Readers Digest Foundation White Plains, NY 10601	Director 1 00	0		

**Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	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
Name and address (home or business)				
<b>a</b> <i>Paid during the year</i>				
Jacob Burns Film Center 39 Manville Road Pleasantville, NY 10570	None	PC	Minds in Motion Program	5,000
JK Group Trustee for Reader's Diges PO Box 7174 Princeton, NJ 08543	None	PC	Matching Gifts Program - Gifts to publicly supported charities matching the contributions of employees of The Reader's Digest Association, Inc See Schedule attached	30,223
JK Group Trustee for Reader's Diges PO Box 7174 Princeton, NJ 08543	None	PC	Volunteer Incentive Program - Grants to charitable organizations in which employees of The Reader's Digest Association, Inc , participate as volunteers See Schedule attached	6,000
Parent-Child Home Program 1415 Kellum Place Garden City, NY 11530	None	PC	R E A D Together Program	125,000
Direct Charitable Activities - Part 44 South Broadway White Plains, NY 10601	None	PC	Direct Charitable Activities described in Part IX-A of Form 990-PF	8,723
<b>Total . . . . . ▶</b> <b>3a</b>				299,946

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	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
Name and address (home or business)				
<b>a</b> Paid during the year				
United Through Reading 1455 Frazee Road San Diego, CA 92108	None	PC	The grant supports the 40 Million Stories Campaign which allows members of the armed forces of the United States to read stories while deployed overseas or at sea and record them so they can be read to their children at home	125,000
Total . . . . . ▶ 3a				299,946



**TY 2016 Accounting Fees Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Accounting	12,000	2,400	0	9,600
Auditing	11,000	2,200	0	8,800

**TY 2016 Investments Corporate Bonds Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

<b>Name of Bond</b>	<b>End of Year Book Value</b>	<b>End of Year Fair Market Value</b>
Vanguard Total Bond Market Index Fund	2,026,211	2,026,211

**TY 2016 Investments Corporate Stock Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

<b>Name of Stock</b>	<b>End of Year Book Value</b>	<b>End of Year Fair Market Value</b>
Vanguard Developed Markets Index Fund	333,094	333,094
Vanguard Emerging Markets Index Fund	83,810	83,810
Vanguard Small Cap Index Fund	237,478	237,478
Vanguard 500 Index Fund	1,575,106	1,575,106

**TY 2016 Other Expenses Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0**Other Expenses Schedule**

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Fringe benefits & payroll taxes	18,608			18,608
Miscellaneous	72			72
New York State annual fee	250			250

**TY 2016 Other Liabilities Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

Description	Beginning of Year - Book Value	End of Year - Book Value
Deferred federal excise taxes	10,142	14,365

**TY 2016 Other Professional Fees Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Matching gift administration	5,252	0	0	5,252

**TY 2016 Taxes Schedule****Name:** Readers Digest Foundation**EIN:** 13-6120380**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Federal excise tax	1,452			

Reader's Digest Foundation  
EIN 13 6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a - Statement 14

Matching Gifts

April 2016 Distribution	\$ 17,658 00
July 2016 Distribution	3,150 00
October 2016 Distribution	9,415 00
	<hr/>
	<u>\$ 30,223 00</u>

Volunteer Incentive Program

April 2016 Distribution	\$ 3 000 00
July 2016 Distribution	1,250 00
October 2016 Distribution	1,750 00
	<hr/>
	<u>\$ 6,000 00</u>

See Schedules Attached



Reader's Digest Foundation  
EIN. 13-6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a - Statement 12

Volunteer Incentive Program

Anjellicle Cats Rescue - New York NY	250 00
Friendship Circle of Connecticut - Stamford, CT	1,000 00
Little League Baseball Inc - Lagrangeville, NY	750 00
McGaw YMCA - Evanston IL	500 00
Putnam Valley High School PTSA - Putnam Valley NY	500 00
Amity Foundation for Healing With Horses Inc	500 00
Girl Scouts of The Heart of the Hudson	500 00
Sparrows Nest of the Hudson Valley Inc	250 00
Back-To-School Clothes for Kids	500 00
Elder Law and Wellness Initiative Nfp	500 00
Friends of PS -Is 187	250 00
Girl Scout Council of Greater New York Inc	500.00

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\$ 6,000.00

Reader's Digest Foundation  
EIN 13-6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a - Statement 14

Matching Gifts

April 2016 Distribution

American Cancer Society Inc - Atlanta GA	50 00
ASPCA - New York, NY	500 00
Amity Foundation for Healing With Horses Inc - Warwick, NY	200 00
Aspen Institute Inc - Washington, DC	50.00
Trustees of Boston College - Chestnut Hill, MA	25.00
Brooklyn Bureau of Community Service - Brooklyn NY	250 00
Careers Through Culinary Arts Program Inc - New York NY	100 00
Catholic Medical Mission Board Inc - New York, NY	200 00
Childrens Aid Society - New York, NY	200 00
Citymeals-on-Wheels - New York, NY	51 00
Community Scholarship Fund of Pleasantville New York	25 00
Compassion International Incorporated - Colorado Spgs, CO	517 00
Connecticut Public Broadcasting Inc - Hartford CT	75 00
Croton Free Library - Croton, NY	25 00
Duke University - Durham NC	100 00
Emory University - Atlanta, GA	50 00
Equal Justice Initiative - Montgomery, AL	100 00
Feed the Children Inc - Oklahoma City, OK	30 00
Food Bank of Lower Fairfield County Inc - Stamford, CT	50 00
Friends of Guatemala - Washington, DC	1,100 00
Friends of Stuyvesant Baseball Inc - New York, NY	100 00
Friendship Circle of Connecticut - Stamford, CT	5,000 00
Give Back Yoga Foundation - Boulder, CO	100 00
Grameen Foundation USA - Washington, DC	1,000 00
Hudson Valley Shakespeare Festival Inc - Cold Spring, NY	525 00
Judges and Lawyers Breast Cancer Alert Inc - New York, NY	100 00
Kevins Community Center - Newtown, CT	50 00
Leukemia & Lymphoma Society Inc - Pittsfield MA	35 00
Maine Coast Heritage Trust - Topsham ME	1 000 00
Meals on Wheels of Ridgefield - Ridgefield, CT	100 00

Reader's Digest Foundation  
EIN: 13-6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a - Statement 14

Matching Gifts  
April 2016 Distribution (Continued)

Melanoma Research Foundation - Washington, DC	100 00
Memorial Sloan-Kettering Cancer Center - New York, NY	200 00
Metropolitan Museum of Art - New York, NY	180 00
Milwaukee Public Museum Inc - Milwaukee WI	240 00
Milwaukee Repertory Theater Inc - Milwaukee WI	200 00
National Wildlife Federation - Reston VA	200 00
New York Public Library Astor Lenox & Tilden Fns - New York, NY	115.00
New York University - New York, NY	25 00
Newtown Volunteer Ambulance Association Inc - Newtown, CT	50 00
Northern Westchester Hospital - Mount Kisco NY	100 00
Northwestern University - Evanston, IL	1,000 00
Parents Association of Stuyvesant High School - New York, NY	500 00
Pkd Foundation - Kansas City, MO	50 00
Ridgefield Library & Historical Association - Ridgefield, CT	100 00
Santa for the Very Poor Inc - Chicago, IL	800 00
ASPCA Westchester - Briarcliff Manor, NY	525.00
St Jude Childrens Research Hospital Inc - Memphis, TN	750 00
University of Connecticut Foundation Incorporated - Storrs, CT	100 00
UWM Foundation Inc - Milwaukee WI	218 00
Whitefish Bay Foundation - Whitefish Bay WI	100 00
Wikimedia Foundation Inc - Washington DC	100 00
WNYC Radio - WNYC Foundation - New York NY	72 00
Wound Warrior Project Inc - Jacksonville FL	25 00
Yellowstone Park Foundation Inc - Bozeman, MT	100 00
YMCA Camp Ralph S Mason Inc - Hardwick NJ	100 00

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\$ 17,658 00

Reader's Digest Foundation  
EIN: 13-6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a - Statement 14

Matching Gifts

July 2016 Distribution

African Mission Healthcare Foundation	\$ 100 00
Amos House Inc	300 00
Best Buddies International Inc - Best Buddies International - Wisconsin	25 00
Trustees of Boston College	25 00
Childrens Miracle Network	50 00
Cystic Fibrosis Foundation National Office	75 00
Mayors Alliance for Nycs Animals Inc	100 00
Memorial Sloan-Kettering Cancer Center	50 00
Mt Pleasant Animal Shelter Inc	75 00
National Multiple Sclerosis Society	50 00
Nazareth College of Rochester	100 00
Operation Smile Inc	75 00
Saint Marys College	1,000 00
St Jude Childrens Research Hospital Inc	175 00
Stamford Hospital - Stamford Hospital Foundation	150 00
US Catholic Conference - Pope John XXIII School	750 00
Wildlife Conservation Society	50 00
	<hr/>
	<u>\$ 3,150 00</u>

Reader's Digest Foundation  
EIN 13-6120380  
Year Ended December 31, 2016

Form 990-PF, Part XV, Line 3a Statement 14

Matching Gifts

October 2016 Distribution

Back-To-School Clothes for Kids	\$ 1,015.00
Freedom Plains United Presbyterian Church	175 00
Friends of PS -Is 187	750.00
Global Brigades Inc	50 00
Groton School - Groton School Corp	2,500 00
Harley School - The Harley School	100 00
Hemopet	25 00
Lakeland College	25 00
Leukemia & Lymphoma Society Inc	175 00
Leukemia & Lymphoma Society Inc	25 00
Lift Me Up	400 00
Metropolitan Opera Guild Inc	500 00
Milwaukee Film Inc	2,430 00
Milwaukee Symphony Orchestra Inc	100 00
Monmouth County ASPCA	25 00
Mt Pleasant Animal Shelter Inc	100 00
National Multiple Sclerosis Society	50 00
New Venture Fund - Avon Breast Cancer Crusade	25 00
New York Public Library Astor Lenox and Tilden Foundations	115 00
Operation Dream Inc	100 00
Operation Smile Inc	100 00
Puppies Behind Bars Inc	100 00
Rotary Club of Great Falls Virginia Foundation Inc	100 00
Sacred Heart University- WSHU	75 00
St Jude Childrens Research Hospital Inc	130 00
Support Connection Inc	25 00
US Catholic Conference - Pope John XXIII School	200 00

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\$ 9,415 00

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