

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

OMB No. 1545-0047

2004

Open to Public Inspection

Form 990

Department of the Treasury Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

Form 990 header section including: A For the 2004 calendar year, or tax year beginning and ending; B Check if applicable; C Name of organization (AMERICAN KENNEL CLUB CANINE HEALTH FOUNDATION, INC.); D Employer identification number (13-3813813); E Telephone number (888-682-9696); F Accounting method (Accrual); G Website (WWW.AKCCHF.ORG); J Organization type (501(c)(3)); K Check here; L Gross receipts (6,406,523); M Check; H and I are not applicable to section 527 organizations.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Table with 21 rows and multiple columns. Rows include: 1 Contributions, gifts, grants, and similar amounts received; 2 Program service revenue including government fees and contracts; 3 Membership dues and assessments; 4 Interest on savings and temporary cash investments; 5 Dividends and interest from securities; 6 a Gross rents; 6 b Less: rental expenses; 6 c Net rental income or (loss); 7 Other investment income; 8 a Gross amount from sales of assets other than inventory; 8 b Less: cost or other basis and sales expenses; 8 c Gain or (loss); 8 d Net gain or (loss); 9 Special events and activities; 9 a Gross revenue; 9 b Less: direct expenses other than fundraising expenses; 9 c Net income or (loss) from special events; 10 a Gross sales of inventory, less returns and allowances; 10 b Less: cost of goods sold; 10 c Gross profit or (loss) from sales of inventory; 11 Other revenue; 12 Total revenue; 13 Program services; 14 Management and general; 15 Fundraising; 16 Payments to affiliates; 17 Total expenses; 18 Excess or (deficit) for the year; 19 Net assets or fund balances at beginning of year; 20 Other changes in net assets or fund balances; 21 Net assets or fund balances at end of year.

423001 01-13-05

LHA For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Form 990 (2004)

**AMERICAN KENNEL CLUB CANINE
HEALTH FOUNDATION, INC.**

13-3813813

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Page 2

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) (cash \$ 1,844,872. noncash \$)	1,844,872.	1,844,872.		
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc.	89,692.	40,362.	40,361.	8,969.
26	Other salaries and wages	218,413.	119,137.	56,684.	42,592.
27	Pension plan contributions	3,954.	3,407.		547.
28	Other employee benefits	14,628.	6,948.	4,910.	2,770.
29	Payroll taxes	26,215.	12,854.	8,819.	4,542.
30	Professional fundraising fees				
31	Accounting fees				
32	Legal fees				
33	Supplies	24,507.	10,336.	8,087.	6,084.
34	Telephone	4,438.	1,534.	1,906.	998.
35	Postage and shipping	17,859.	8,662.	4,055.	5,142.
36	Occupancy				
37	Equipment rental and maintenance	9,230.	3,437.	3,578.	2,215.
38	Printing and publications	23,634.	19,424.	1,759.	2,451.
39	Travel	34,717.	12,121.	7,333.	15,263.
40	Conferences, conventions, and meetings	57,679.	24,409.	9,044.	24,226.
41	Interest				
42	Depreciation, depletion, etc. (attach schedule) ...	21,522.		21,522.	
43	Other expenses not covered above (itemize):				
a	_____				
b	_____				
c	_____				
d	_____				
e	SEE STATEMENT 4	280,247.	37,776.	188,809.	53,662.
44	<small>Total functional expenses (add lines 22 through 43). Organizations completing columns (B)-(D), carry these totals to lines 13-15.</small>	2,671,607.	2,145,279.	356,867.	169,461.

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____;

(iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? **SEE STATEMENT 5**

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses
(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)

a	SEE STATEMENT 6				
		(Grants and allocations \$ 1,844,872.)			2,145,279.
b					
		(Grants and allocations \$)			
c					
		(Grants and allocations \$)			
d					
		(Grants and allocations \$)			
e	Other program services (attach schedule)	(Grants and allocations \$)			
f	Total of Program Service Expenses (should equal line 44, column (B), Program services)				2,145,279.

Part IV Balance Sheets

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year	(B) End of year
Assets	45 Cash - non-interest-bearing	282,175.	426,887.
	46 Savings and temporary cash investments	797,162.	333,664.
	47 a Accounts receivable	47a	47c
	b Less: allowance for doubtful accounts	47b	47c
	48 a Pledges receivable	48a 216,043.	48c
	b Less: allowance for doubtful accounts	48b	216,043.
	49 Grants receivable	49	
	50 Receivables from officers, directors, trustees, and key employees		50
	51 a Other notes and loans receivable	51a	51c
	b Less: allowance for doubtful accounts	51b	51c
	52 Inventories for sale or use		52
	53 Prepaid expenses and deferred charges	8,502.	8,298.
	54 Investments - securities STMT 7 STMT 8 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	3,128,407.	5,801,395.
	55 a Investments - land, buildings, and equipment: basis	55a	55c
	b Less: accumulated depreciation	55b	55c
56 Investments - other SEE STATEMENT 9	424,472.	238,928.	
57 a Land, buildings, and equipment: basis	57a 123,051.	57c	
b Less: accumulated depreciation	57b 36,903.	86,148.	
58 Other assets (describe SEE STATEMENT 10)	88,711.	88,066.	
59 Total assets (add lines 45 through 58) (must equal line 74)	5,163,872.	7,199,429.	
Liabilities	60 Accounts payable and accrued expenses	95,321.	97,073.
	61 Grants payable	2,446,818.	2,782,833.
	62 Deferred revenue		77,331.
	63 Loans from officers, directors, trustees, and key employees		63
	64 a Tax-exempt bond liabilities		64a
	b Mortgages and other notes payable		64b
	65 Other liabilities (describe SEE STATEMENT 10)		65
66 Total liabilities (add lines 60 through 65)	2,542,139.	2,957,237.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted	<695,841.>	65,257.
	68 Temporarily restricted	2,266,133.	2,243,782.
	69 Permanently restricted	1,051,441.	1,933,153.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.		
	70 Capital stock, trust principal, or current funds		70
	71 Paid-in or capital surplus, or land, building, and equipment fund		71
	72 Retained earnings, endowment, accumulated income, or other funds		72
	73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)	2,621,733.	4,242,192.
	74 Total liabilities and net assets / fund balances (add lines 66 and 73)	5,163,872.	7,199,429.

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

**AMERICAN KENNEL CLUB CANINE
HEALTH FOUNDATION, INC.**

Form 990 (2004)

13-3813813

Page 5

Part VI Other Information		Yes	No
76 Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76		X
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77	X	
78 a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a		X
b If "Yes," has it filed a tax return on Form 990-T for this year? N/A	78b		
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80 a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a		X
b If "Yes," enter the name of the organization ▶ _____ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.			
81 a Enter direct or indirect political expenditures. See line 81 instructions 81a 0.			
b Did the organization file Form 1120-POL for this year?	81b		X
82 a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a	X	
b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) 82b 331,186.			
83 a Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	X	
84 a Did the organization solicit any contributions or gifts that were not tax deductible? N/A	84a		
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A	84b		
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members? N/A	85a		
b Did the organization make only in-house lobbying expenditures of \$2,000 or less? N/A If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.	85b		
c Dues, assessments, and similar amounts from members 85c N/A			
d Section 162(e) lobbying and political expenditures 85d N/A			
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e N/A			
f Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f N/A			
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A	85g		
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A	85h		
86 501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12 86a N/A			
b Gross receipts, included on line 12, for public use of club facilities 86b N/A			
87 501(c)(12) organizations. Enter: a Gross income from members or shareholders 87a N/A			
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b N/A			
88 At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	88		X
89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ 0.; section 4912 ▶ 0.; section 4955 ▶ 0.			
b 501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ 0.			
d Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ 0.			
90 a List the states with which a copy of this return is filed ▶ SEE STATEMENT 12			
b Number of employees employed in the pay period that includes March 12, 2004 90b 5			
91 The books are in care of ▶ AKC CANINE HEALTH FOUNDATION, INC. Telephone no. ▶ 888-682-9696			
Located at ▶ 5580 CENTERVIEW DRIVE, RALEIGH, NC ZIP + 4 ▶ 27606-3390			
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92 N/A			

**AMERICAN KENNEL CLUB CANINE
HEALTH FOUNDATION, INC.**

Form 990 (2004)

13-3813813 Page 6

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions.)

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
Note: Enter gross amounts unless otherwise indicated.					
93 Program service revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities			14	157,987.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	24,511.	
101 Net income or (loss) from special events			01	25,971.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a MISCELLANEOUS			01	4,552.	
b ROYALTY INCOME			15	687.	
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		0.		213,708.	0.
105 Total (add line 104, columns (B), (D), and (E))					213,708.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
▼	

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions.)

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No
- (b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No

Note: If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

Please Sign Here 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 officer) is based on all information of which preparer has any knowledge.

Signature of officer: *Robert L. Kelly* Date: *5-12-05* Type or print name and title: *Robert L. Kelly Treasurer*

Paid Preparer's Use Only

Preparer's signature: *Tom G. Rubin CPA* Date: *5/16/05* Check if self-employed: Preparer's SSN or PTIN: _____

Firm's name (or yours if self-employed), address, and ZIP + 4: **ERE LLP**
42 MEMORIAL PLZ
PLEASANTVILLE, NY 10570

EIN: _____ Phone no.: **914-741-0800**

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ▶
 - If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).
- Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I Automatic 3-Month Extension of Time - Only submit original (no copies needed)

Form 990-T corporations requesting an automatic 6-month extension - check this box and complete Part I only ▶

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Electronic Filing (e-file). Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers). However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile.

Type or print	Name of Exempt Organization AMERICAN KENNEL CLUB CANINE HEALTH FOUNDATION, INC.	Employer identification number 13-3813813
File by the due date for filing your return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. 5580 CENTERVIEW DRIVE	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. RALEIGH, NC 27606-3390	

Check type of return to be filed (file a separate application for each return):

- | | | |
|----------------------------------------------|-------------------------------------------------------------------|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of ▶ **AKC CANINE HEALTH FOUNDATION, INC.**
Telephone No. ▶ **888-682-9696** FAX No. ▶ **919-334-4011**
- If the organization does **not** have an office or place of business in the United States, check this box ▶
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) _____ . If this is for the **whole** group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension will cover.

- 1 I request an automatic 3-month (6-months for a **Form 990-T corporation**) extension of time until **AUGUST 15, 2005** to file the exempt organization return for the organization named above. The extension is for the organization's return for:
 - ▶ calendar year **2004** or
 - ▶ tax year beginning _____, and ending _____.
- 2 If this tax year is for less than 12 months, check reason: Initial return Final return Change in accounting period
- 3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions \$ _____
- b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit \$ _____
- c **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions \$ **N/A**

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

AMERICAN KENNEL CLUB CANINE

Part III Statements About Activities (See page 2 of the instructions.)

		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.	1	X
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.) SEE STATEMENT 13		
a	Sale, exchange, or leasing of property?	2a	X
b	Lending of money or other extension of credit?	2b	X
c	Furnishing of goods, services, or facilities?	2c	X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? SEE PART V, FORM 990	2d	X
e	Transfer of any part of its income or assets?	2e	X
3 a	Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.)	3a	X
b	Do you have a section 403(b) annuity plan for your employees?	3b	X
4 a	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4a	X
b	Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b	X

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)

The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6 A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8 A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9 A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► _____
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See page 5 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14 An organization organized and operated to test for public safety. Section 509(a)(4). (See page 5 of the instructions.)

AMERICAN KENNEL CLUB CANINE

Schedule A (Form 990 or 990-EZ) 2004 **HEALTH FOUNDATION, INC.**

13-3813813 Page 3

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**
 Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) ▶	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	2,671,461.	2,527,981.	2,304,785.	2,360,534.	9,864,761.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	71,446.	58,433.	77,729.	146,236.	353,844.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	119,325.	123,939.	137,620.	425,474.	806,358.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	2,862,232.	2,710,353.	2,520,134.	2,932,244.	11,024,963.
24 Line 23 minus line 17	2,790,786.	2,651,920.	2,442,405.	2,786,008.	10,671,119.
25 Enter 1% of line 23	28,622.	27,104.	25,201.	29,322.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					213,422.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2000 through 2003 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					4,703,449.
c Total support for section 509(a)(1) test: Enter line 24, column (e)					10,671,119.
d Add: Amounts from column (e) for lines: 18 806,358. 19 4,703,449. 22 26b					5,509,807.
e Public support (line 26c minus line 26d total)					5,161,312.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					48.3671%
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: N/A					
(2003) (2002) (2001) (2000)					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: N/A					
(2003) (2002) (2001) (2000)					
c Add: Amounts from column (e) for lines: 15 16 17 20 21					N/A
d Add: Line 27a total and line 27b total					N/A
e Public support (line 27c total minus line 27d total)					N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)			N/A		
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					N/A %

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

Part V Private School Questionnaire (See page 7 of the instructions.)

N/A

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?		
If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)			
.....			
.....			
.....			
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions?		
If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)			
.....			
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities?		
If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			
.....			
.....			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?		
b	Has the organization's right to such aid ever been revoked or suspended?		
If you answered "Yes" to either 34a or b, please explain using an attached statement.			
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation		

AMERICAN KENNEL CLUB CANINE

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.)

N/A

(To be completed **ONLY** by an eligible organization that filed Form 5768)

Check **a** if the organization belongs to an affiliated group. Check **b** if you checked "a" and "limited control" provisions apply.

Limits on Lobbying Expenditures

(The term "expenditures" means amounts paid or incurred.)

	(a) Affiliated group totals	(b) To be completed for ALL electing organizations
	N/A	
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38 Total lobbying expenditures (add lines 36 and 37)	38	
39 Other exempt purpose expenditures	39	
40 Total exempt purpose expenditures (add lines 38 and 39)	40	
41 Lobbying nontaxable amount. Enter the amount from the following table -		
If the amount on line 40 is -		
Not over \$500,000		
Over \$500,000 but not over \$1,000,000		
Over \$1,000,000 but not over \$1,500,000		
Over \$1,500,000 but not over \$17,000,000		
Over \$17,000,000		
The lobbying nontaxable amount is -		
20% of the amount on line 40		
\$100,000 plus 15% of the excess over \$500,000		
\$175,000 plus 10% of the excess over \$1,000,000		
\$225,000 plus 5% of the excess over \$1,500,000		
\$1,000,000		
42 Grassroots nontaxable amount (enter 25% of line 41)	42	
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44	

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
45 Lobbying nontaxable amount					0.
46 Lobbying ceiling amount (150% of line 45(e))					0.
47 Total lobbying expenditures					0.
48 Grassroots nontaxable amount					0.
49 Grassroots ceiling amount (150% of line 48(e))					0.
50 Grassroots lobbying expenditures					0.

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions.)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

- a** Volunteers
- b** Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c** Media advertisements
- d** Mailings to members, legislators, or the public
- e** Publications, or published or broadcast statements
- f** Grants to other organizations for lobbying purposes
- g** Direct contact with legislators, their staffs, government officials, or a legislative body
- h** Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i** Total lobbying expenditures (Add lines c through h.)

Yes	No	Amount
		0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 11 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

a Transfers from the reporting organization to a noncharitable exempt organization of:

- (i) Cash
- (ii) Other assets
- b Other transactions:
 - (i) Sales or exchanges of assets with a noncharitable exempt organization
 - (ii) Purchases of assets from a noncharitable exempt organization
 - (iii) Rental of facilities, equipment, or other assets
 - (iv) Reimbursement arrangements
 - (v) Loans or loan guarantees
 - (vi) Performance of services or membership or fundraising solicitations
- c Sharing of facilities, equipment, mailing lists, other assets, or paid employees

	Yes	No
51a(i)		X
a(ii)		X
b(i)		X
b(ii)		X
b(iii)		X
b(iv)	X	
b(v)		X
b(vi)	X	
c	X	

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received:

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
			REIMBURSEMENTS FOR OUT OF POCKET EXPENDITURES ON BEHALF OF FOUNDATION.
B-IV		AMERICAN KENNEL CLUB	
			ADMINISTER PENSION AND MEDICAL PLAN FOR FOUNDATION.
B-VI		AMERICAN KENNEL CLUB	
			SHARE MAILING LIST.
C		AMERICAN KENNEL CLUB	
			DONATED SPACE AND SERVICES (PAYROLL, HUMAN RESOURCE, ADMIN. SERVICES)
C	131,186.	AMERICAN KENNEL CLUB	

52 a Is the organization 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
		SHARE FACILITIES AND EQUIPMENT, PERSONNEL SERVICES
AMERICAN KENNEL CLUB	501(C)(4)	DONATED (SEE ABOVE)

FORM 990 GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES STATEMENT 1

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
ENDOWMENT FUND - SEE SCHEDULE ATTACHED	1,472,639.	1,460,021.	0.	12,618.
ABN AMRO 6.08%	23,215.	25,215.	0.	<2,000.>
ALA PR 5.625% PFD	68,961.	74,850.	0.	<5,889.>
CD US TR 1.8% 2/26/04	90,000.	90,000.	0.	0.
CONVERGYS CORP	8,990.	18,636.	0.	<9,646.>
DJ US FINCL SECT INDX FD	32,584.	34,604.	0.	<2,020.>
EXXON MOBIL CORP	59,459.	52,397.	0.	7,062.
FHLB 5% 7/9/09	25,000.	25,000.	0.	0.
GATEWAY FUND	96,086.	89,154.	0.	6,932.
GENERAL ELECTRIC	24,694.	31,402.	0.	<6,708.>
GREENPOINT FINANCIAL	876.	869.	0.	7.
GULF PR 5.875% PFD	44,649.	50,000.	0.	<5,351.>
MORGAN STANLEY 4.75% 4/1/14	22,594.	24,835.	0.	<2,241.>
OLSTEIN FINANCIAL ALERT	61,000.	52,118.	0.	8,882.
RUSSELL 2000 VALUE INDEX FD	55,180.	44,707.	0.	10,473.
SPDR TRUST UNIT SR 1	57,309.	50,155.	0.	7,154.
ST PAULS TRAVELERS	40,824.	41,012.	0.	<188.>
VANGUARD CONV SECS	50,828.	50,702.	0.	126.
WESTPORT SELECT CAP	6,320.	5,000.	0.	1,320.
MISCELLANEOUS (ROUNDING)	0.	<12.>	0.	12.
DJ US FINCL SECT INDX FD	18,243.	19,128.	0.	<885.>
FHLB 4.5% 11/15/12	61,832.	64,794.	0.	<2,962.>
FHLB 5.95% 6/28/12	50,000.	50,000.	0.	0.
SPDR TRUST UNIT SR 1	45,835.	40,074.	0.	5,761.
S&P SMCAP600 INDEX FUND	16,386.	14,655.	0.	1,731.
S&P MIDCAP BARRA GROWTH	15,378.	13,599.	0.	1,779.
SATURNS GS 6% PFD	21,775.	25,000.	0.	<3,225.>
SECTOR SPDR CONSUMER	15,934.	14,165.	0.	1,769.
TO FORM 990, PART I, LINE 8	2,486,591.	2,462,080.	0.	24,511.

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 2

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
GALA - TAMPA FLA (DINNER, AUCTION, RAFFLE)	54,570.	29,274.	25,296.		25,296.
BREEDERS SYMPOSIUMS, NC STATE UNIV. AND U OF PENN.	35,057.	35,057.			0.
DINNER, PHILADELPHIA PENNSYLVANIA	12,925.	12,925.			0.

Realized Gains and Losses
Fiscal Year Ending 12/31/2004

AKC CANINE HEALTH FOUNDATION #1 ENDOWMENT FUND

Realized Gains and Losses in Non-Taxable or Tax Deferred Accounts

<u>Description</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Quantity</u>	<u>Cost</u>	<u>Net Proceeds</u>	<u>Short Term Gains</u>	<u>Qualified 5 Year Gains</u>	<u>Long Term Gains</u>	<u>Total Gains</u>
ABN AMRO 6.08% TR PFD	03/19/2004	06/07/2004	100,000	2,532	2,328	-203			-203
ABN AMRO 6.08% TR PFD	03/19/2004	06/07/2004	1,300,000	32,910	30,257	-2,653			-2,653
			1,400,000	35,441	32,585	-2,856			-2,856
ALA PR 5.625% PFD	04/16/2004	06/07/2004	200,000	4,970	4,627	-343			-343
ALA PR 5.625% PFD	04/16/2004	06/07/2004	500,000	12,425	11,587	-838			-838
ALA PR 5.625% PFD	04/16/2004	06/07/2004	1,300,000	32,305	30,062	-2,243			-2,243
			2,000,000	49,700	46,276	-3,424			-3,424
AMGEN INC	03/30/2004	06/07/2004	425,000	25,043	23,277	-1,766			-1,766
BANKAMER 5.875% PFD	12/15/2003	06/07/2004	200,000	5,000	4,777	-223			-223
BANKAMER 5.875% PFD	12/15/2003	06/07/2004	500,000	12,500	11,937	-563			-563
BANKAMER 5.875% PFD	12/15/2003	06/07/2004	800,000	20,000	19,100	-900			-900
			1,500,000	37,500	35,814	-1,686			-1,686
CALAMOS INVT TR CONV A		12/09/2004	2,511,582	44,405	52,392	-34		8,020	7,986
CALAMOS MARKET NEUTRA		06/07/2004	5,728,616	81,268	80,487	-91		-690	-781
CAMPBELL SOUP CO	06/04/2003	06/07/2004	750,000	19,267	19,460			193	193
CD SCHWAB VAR RATE 2/27/	08/19/2003	01/28/2004	55,000,000	55,000	55,000	0			0
CD SCHWAB VAR RATE 4/8/0	09/30/2003	04/08/2004	50,000,000	50,000	50,000	0			0
COHEN & STRS RLTY MAJ IN	05/06/2002	01/12/2004	275,000	25,148	29,118			3,969	3,969
DIEBOLD INC	12/10/2004	12/17/2004	38,000	2,048	2,103	55			55
EXXON MOBIL CORP	06/13/2001	06/07/2004	550,000	24,684	24,136			-548	-548
EXXON MOBIL CORP	12/21/2004	12/23/2004	200,000	10,212	10,308	96			96
			750,000	34,896	34,444	96		-548	-452

Realized Gains and Losses
Fiscal Year Ending 12/31/2004

AKC CANINE HEALTH FOUNDATION #1 ENDOWMENT FUND

Realized Gains and Losses in Non-Taxable or Tax Deferred Accounts

<u>Description</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Quantity</u>	<u>Cost</u>	<u>Net Proceeds</u>	<u>Short Term Gains</u>	<u>Qualified 5 Year Gains</u>	<u>Long Term Gains</u>	<u>Total Gains</u>
FHLB 4.375% 3/3/10	02/13/2003	03/25/2004	25,000.000	12,500	12,500			0	0
FHLB 5.00% 4/16/13	01/28/2004	06/09/2004	50,000.000	49,675	47,508	-2,168			-2,168
FHLB 5.00% 7/9/09	06/10/2004	08/09/2004	75,000.000	75,000	75,000	0			0
FHLB 5.04% 2/11/13	01/28/2004	06/09/2004	50,000.000	49,725	47,701	-2,025			-2,025
FHLB 6.05% 3/12/12	02/27/2002	03/12/2004	95,000.000	95,000	95,000			0	0
FHLB 6.05% 5/17/12	05/09/2002	05/17/2004	75,000.000	74,906	75,000			94	94
FHLB 6.34% 1/2/08	12/29/2000	01/02/2004	60,000.000	60,000	60,000			0	0
FIDELITY NATL FINCL	03/12/2004	06/07/2004	500.000	19,145	18,935	-210			-210
FNMA 5.25% 8/1/12	10/16/2003	06/09/2004	20,000.000	20,172	19,612	-560			-560
GE CO. 5.00% 2/1/13	01/24/2003	06/09/2004	20,000.000	20,235	19,310			-924	-924
GE CAP 6.90% 9/15/15	06/25/2002	06/09/2004	21,000.000	22,409	22,923			514	514
GENERAL ELECTRIC	07/21/2004	09/02/2004	78.000	2,590	2,551	-40			-40
GS NATRL RESRCE IDX FD	04/12/2004	10/13/2004	300.000	33,829	37,165	3,336			3,336
INTL BUS MACHINE CORP	06/13/2001	06/07/2004	200.000	23,454	17,623			-5,831	-5,831
JOHNSON & JOHNSON	06/04/2003	06/07/2004	400.000	21,578	22,475			897	897
PROFDS RISING RTS OPP INV	05/14/2004	06/07/2004	1,009.693	25,000	24,662	-338			-338
RUSSELL 2000 INDEX FUND		08/17/2004	375.000	38,240	39,518	1,278			1,278
RUSSELL 2000 VAL INDX FD	12/06/2001	08/12/2004	400.000	50,794	63,064			12,270	12,270

Realized Gains and Losses
Fiscal Year Ending 12/31/2004

AKC CANINE HEALTH FOUNDATION #1 ENDOWMENT FUND

Realized Gains and Losses in Non-Taxable or Tax Deferred Accounts

Description	Date Acquired	Date Sold	Quantity	Cost	Net Proceeds	Short Term Gains	Qualified 5 Year Gains	Long Term Gains	Total Gains
RYDEX JUNO SER TR	05/14/2004	06/07/2004	1,147,315	25,000	24,757	-243			-243
S&P SMCAP600 GRWTH INDX		08/13/2004	525,000	44,848	44,728	-120			-120
S&P SMCAP600 INDEX FD		08/12/2004	525,000	68,747	68,855	108			108
SATURNS GS 6.00% PFD	04/12/2004	06/07/2004	2,000,000	50,000	43,549	-6,451			-6,451
SCHWAB VALUE ADVNTG M	03/12/2004	03/26/2004	20,000,000	20,000	20,000	0			0
SCHWAB VALUE ADVNTG M	03/12/2004	03/30/2004	20,000,000	20,000	20,000	0			0
SCHWAB VALUE ADVNTG M	03/12/2004	04/01/2004	65,000,000	65,000	65,000	0			0
SCHWAB VALUE ADVNTG M		04/14/2004	95,003,630	95,004	95,004	0			0
SCHWAB VALUE ADVNTG M	08/20/2004	08/30/2004	235,000,000	235,000	235,000	0			0
			435,003,630	435,004	435,004	0			0
SECTOR SPDR CONSUMER		01/27/2004	1,850,000	53,708	59,012	5,304			5,304
UNITED PARCEL SERVICE B	06/13/2001	06/07/2004	450,000	25,756	32,487			6,730	6,730
VANGUARD CONV SEC		12/09/2004	1,854,572	25,494	25,251	-243			-243
Short Term Gains				1,290,902	1,278,826	-12,076			
Qualified 5 Year Gains									
Long Term Gains				591,623	616,317			24,694	
Total (Sales)				1,882,525	1,895,143	-12,076		24,694	12,618

Short Term Gains 1,290,902 1,278,826 -12,076

Qualified 5 Year Gains

Long Term Gains 591,623 616,317 24,694

Total (Sales) 1,882,525 1,895,143 -12,076

Less: Schwab Value Advantage
 money market above
 543 total
 FHLB 4.375% 3/3/10
 TOTALS

12618

AMERICAN KENNEL CLUB CANINE HEALTH FOUND

13-3813813

SPECIAL EVENTS - OTHER	8,576.	7,901.	675.	675.
TO FM 990, PART I, LINE 9	111,128.	85,157.	25,971.	25,971.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 3

DESCRIPTION	AMOUNT
UNREALIZED APPRECIATION ON PORTFOLIO	347,623.
TOTAL TO FORM 990, PART I, LINE 20	347,623.

FORM 990 OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
PROFESSIONAL FEES	149,537.	28,303.	112,705.	8,529.
MARKETING, ADVERTISING, ANNUAL REPORT	40,730.	4,662.	23,607.	12,461.
MEMBERSHIP EXPENSES	8,401.		4,200.	4,201.
WEBSITE DESIGN AND EXPENSES	4,887.	1,586.	2,055.	1,246.
NEW DEVELOPMENT EXPENSES	8,745.			8,745.
MISCELLANEOUS	67,947.	3,225.	46,242.	18,480.
TOTAL TO FM 990, LN 43	280,247.	37,776.	188,809.	53,662.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 5
PART III

EXPLANATION

THE ORGANIZATIONAL EXEMPT PURPOSE IS TO SUPPORT BASIC AND APPLIED HEALTH PROGRAMS WITH EMPHASIS ON CANINE GENETICS TO IMPROVE THE QUALITY OF LIFE FOR DOGS AND THEIR OWNERS.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 6

DESCRIPTION OF PROGRAM SERVICE ONE

THE FOUNDATION FUNDS RESEARCH AND SUPPORTS CANINE HEALTH SCIENTISTS AND PROFESSIONALS IN THEIR EFFORTS TO STUDY THE CAUSES AND ORIGINS OF CANINE DISEASES AND AFFLICTIONS AND TO FORMULATE EFFECTIVE TREATMENTS. SEE ATTACHMENTS ENTITLED "GRANTS FOR RESEARCH ON SPECIFIC CANINE DISEASES AND FOR RESEARCH IN SPECIFIC BREEDS OF DOG".

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE A	1,844,872.	2,145,279.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 7

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
MUTUAL FUNDS	FMV			4,766,882.	4,766,882.
COMMERCIAL PAPER	FMV		499,509.		499,509.
TO FORM 990, LINE 54, COL B			499,509.	4,766,882.	5,266,391.

FORM 990 GOVERNMENT SECURITIES STATEMENT 8

DESCRIPTION	COST/FMV	U.S. GOVERNMENT	STATE AND LOCAL GOV'T	TOTAL GOV'T SECURITIES
U.S. GOVERNMENT OBLIGATIONS	FMV	535,004.		535,004.
TOTAL TO FORM 990, LINE 54, COL B		535,004.		535,004.

FORM 990 OTHER INVESTMENTS STATEMENT 9

DESCRIPTION	VALUATION METHOD	AMOUNT
CERTIFICATES OF DEPOSIT	COST	238,928.
TOTAL TO FORM 990, PART IV, LINE 56, COLUMN B		238,928.

FORM 990 OTHER ASSETS STATEMENT 10

DESCRIPTION	AMOUNT	
CHARITABLE REMANDER ANNUITY TRUST RECEIVABLE	81,731.	
DIVIDEND & INTEREST RECEIVABLE	6,335.	
TOTAL TO FORM 990, PART IV, LINE 58, COLUMN B		88,066.

FORM 990 PART V - LIST OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 11

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
DR. SHELDON B. ADLER C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
LEE ARNOLD C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	SECRETARY 0	0.	0.	0.
ANDREW G. MILLS C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
ELYZABETH HIGGINS C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	EMERITUS DIRECTOR 0	0.	0.	0.

ROBERT L. KELLY C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	TREASURER 0	0.	0.	0.
CATHERINE BELL C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	SECOND VICE PRESIDENT 0	0.	0.	0.
NINA SCHAEFER C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627		0.	0.	0.
DR. ASA MAYS C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
JOHN A. STUDEBAKER C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	PRESIDENT 0	0.	0.	0.
TOM CROWE C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	DIRECTOR EMERITUS 0	0.	0.	0.
HOWARD FALBERG C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	DIRECTOR EMERITUS 0	0.	0.	0.
DR. C. CRESTON FARROW C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	DIRECTOR EMERITUS 0	0.	0.	0.
WAYNE FERGUSON C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	IST V. PRES. 0	0.	0.	0.
MYRLE HALE C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.

SUSAN LACROIX HAMIL C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
CINDY VOGELS C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
PROF. IRIS C. LOVE C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
DR. WILLIAM R. NEWMAN C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
DR. ROBERT HRITZO C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
	DIRECTOR EMERITUS			
PAMELA STEPHENS BUCKLES C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
DR. DUANE BUTHERUS C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
PAUL A. CAILLAUD C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
THOMAS L. MILLNER C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.
DR. WILLIAM TRUESDALE C/O AKC CANINE HEALTH FOUNDATION, INC. P.O. BOX 37941 RALEIGH, NC 27627	0	0.	0.	0.

MARY EDWARDS HAYES C/O AKC CANINE HEALTH FOUNDATION, 0 INC. P.O. BOX 37941 RALEIGH, NC 27627		0.	0.	0.
KAREN T. LEFRAK C/O AKC CANINE HEALTH FOUNDATION, 0 INC. P.O. BOX 37941 RALEIGH, NC 27627		0.	0.	0.
DEBORAH DILALLA C/O AKC CANINE HEALTH FOUNDATION, 40 INC. P.O. BOX 37941 RALEIGH, NC 27627	EXECUTIVE DIRECTOR	89,692.	17,227.	0.
STEVE REMSPECHER C/O AKC CANINE HEALTH FOUNDATION, 0 INC. P.O. BOX 37941 RALEIGH, NC 27627		0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V		<u>89,692.</u>	<u>17,227.</u>	<u>0.</u>

FORM 990 LIST OF STATES RECEIVING COPY OF RETURN STATEMENT 12
PART VI, LINE 90

STATES

NY, CA, CT, IL, MI, NJ, NC, PA, OH, MN, KS, MS, VA, SC, OK, AR, AL, WA, AZ, GA, MA, MO, NH, RI, WV, OR, WI, ME, UT, DC, NM, TN, ND, MD, AK, KY, FL, IN

SCHEDULE A STATEMENT REGARDING ACTIVITIES WITH SUBSTANTIAL CONTRIBUTORS, TRUSTEES, DIRECTORS, CREATORS, KEY EMPLOYEES, ETC., . STATEMENT 13
PART III, LINE 2

THE FOUNDATION REIMBURSES IT'S OFFICERS AND DIRECTORS FOR OUT OF POCKET EXPENDITURES MADE ON BEHALF OF THE FOUNDATION UPON RECEIPT OF AN ITEMIZATION OF SUCH EXPENDITURES. FURNINSHING OF GOODS, SERVICES AND FACILITIES FROM THE AMERICAN KENNEL CLUB. SEE FORM 990 SCHEDULE A PART VII.

AMERICAN KENNEL CLUB CANINE HEALTH FOUNDATION, INC.
FEDERAL FORM 990, PAGE 3, LINES 57(A) and 57(B) STATEMENT.

NOTE 3 - FURNITURE, FIXTURES AND EQUIPMENT

Furniture, fixtures and equipment consisted of the following:

	2004	2003
Furniture, fixtures and equipment	\$123,051	\$ 92,171
Less accumulated depreciation	(36,903)	(15,381)
Furniture, fixtures and equipment, net	\$ 86,148	\$ 76,790

Pursuant to the Foundation's relocation to the American Kennel Club's North Carolina operations center in June 2003, the Foundation retired fixtures and equipment totaling \$115,080 with an accumulated depreciation of \$94,243. In 2003, the American Kennel Club also donated \$64,564 worth of furniture, fixtures and facility improvements to the Foundation.