Jessie Ball duPont Fund

Consolidated Financial Statements

For The Years Ended December 31, 2015 And 2014

Batts Morrison Wales & Lee
Certified Public Accountants

REPORT OF INDEPENDENT AUDITOR

The Board of Trustees
Jessie Ball duPont Fund
Jacksonville, Florida

We have audited the accompanying consolidated financial statements of Jessie Ball duPont Fund ("the Fund"), which comprise the consolidated statements of financial position as of December 31, 2015 and 2014, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements
Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility
Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion
In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Jessie Ball duPont Fund as of December 31, 2015 and 2014, the consolidated changes in its net assets, and its consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Framework
We draw attention to Note B of the consolidated financial statements. Effective with the year ended December 31, 2014, the Fund's consolidated financial statements are prepared following accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplemental consolidating statements of financial position as of December 31, 2015 and 2014, and the related supplemental consolidating statements of activities and cash flows for the years then ended are presented for purposes of additional analysis and are not a required part of the basic consolidated financial statements. The supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements, and accordingly, we express no opinion on it.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
November 28, 2016

JESSIE BALL DUPONT FUND

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

ASSETS

	December 31, 2015	December 31, 2014
ASSETS		
Cash and cash equivalents	$ 13,369,414	$ 17,702,845
Investments - at estimated fair value		
Nonpublicly traded investments	116,914,759	120,943,200
Mutual funds	101,250,434	120,411,335
Corporate and other fixed income securities	28,596,015	28,739,679
Total investments	246,761,208	270,094,214
Property and equipment, net	24,788,428	13,380,382
Other assets	20,576,227	17,831,311
Total assets	**$ 305,495,277**	**$ 319,008,752**

LIABILITIES AND UNRESTRICTED NET ASSETS

	2015	2014
LIABILITIES		
Grants payable	$ 5,472,705	$ 5,465,278
Accounts payable	690,048	1,499,489
Deferred revenue	1,319,848	—
Notes payable, net	39,285,000	38,628,100
Total liabilities	**46,767,601**	**45,592,867**
UNRESTRICTED NET ASSETS	**258,727,676**	**273,415,885**
Total liabilities and unrestricted net assets	**$ 305,495,277**	**$ 319,008,752**

JESSIE BALL DUPONT FUND
CONSOLIDATED STATEMENTS OF ACTIVITIES

	For The Years Ended December 31, 2015	2014
CHANGE IN UNRESTRICTED NET ASSETS		
Net (losses) gains on securities	$ (4,770,998)	$ 4,611,967
Revenue		
Interest and dividends	5,286,237	4,353,076
Rent and other revenue	601,104	98,186
Net (losses) gains on securities and revenue	1,116,343	9,063,229
Expenses		
Program expenses	13,200,534	14,967,849
Supporting expenses	2,604,018	2,076,530
Total expenses	15,804,552	17,044,379
CHANGE IN UNRESTRICTED NET ASSETS	**(14,688,209)**	**(7,981,150)**
UNRESTRICTED NET ASSETS - Beginning of year (Note B)	**273,415,885**	**281,397,035**
UNRESTRICTED NET ASSETS - End of year	**$ 258,727,676**	**$ 273,415,885**

The Accompanying Notes are an Integral
Part of These Consolidated Financial Statements

JESSIE BALL DUPONT FUND

CONSOLIDATED STATEMENTS OF CASH FLOWS

	For The Years Ended December 31, 2015	2014
OPERATING CASH FLOWS		
Investment income received	$ 5,286,237	$ 4,353,076
Cash received from tenants	1,879,996	—
Other revenue received	154,046	98,186
Grants paid	(10,127,365)	(10,283,416)
Cash paid for operating activities	(5,364,465)	(5,224,776)
Interest paid	(354,414)	—
Excise taxes paid	(17,965)	(35,135)
Net operating cash flows	**(8,543,930)**	**(11,092,065)**
INVESTING CASH FLOWS		
Proceeds from sales of investments	36,838,399	38,712,537
Purchases of investments	(18,276,391)	(29,475,442)
Funds advanced pursuant to financing arrangement	—	(15,843,100)
Purchases of and improvements to property and equipment	(12,722,891)	(9,662,479)
Program loans made	(2,285,518)	(500,000)
Net investing cash flows	**3,553,599**	**(16,768,484)**
FINANCING CASH FLOWS		
Proceeds from borrowings, net of closing costs	656,900	37,849,038
Net financing cash flows	**656,900**	**37,849,038**
NET CHANGE IN CASH AND CASH EQUIVALENTS	**(4,333,431)**	**9,988,489**
CASH AND CASH EQUIVALENTS - Beginning of year	**17,702,845**	**7,714,356**
CASH AND CASH EQUIVALENTS - End of year	**$ 13,369,414**	**$ 17,702,845**
RECONCILIATION OF CHANGE IN UNRESTRICTED NET ASSETS TO NET OPERATING CASH FLOWS		
Change in unrestricted net assets	$ (14,688,209)	$ (7,981,150)
Adjustments to reconcile change in net assets to net operating cash flows		
Net losses (gains) on securities	4,770,998	(4,611,967)
Depreciation and amortization	513,713	—
Change in other assets	(478,875)	(518,289)
Change in grants payable	7,427	2,019,341
Change in accounts payable	11,168	—
Change in deferred revenue	1,319,848	—
Net operating cash flows	**$ (8,543,930)**	**$ (11,092,065)**

SUPPLEMENTAL DISCLOSURE

As of December 31, 2015 and 2014, $658,220 and $1,478,829 of property and equipment additions are included in "accounts payable" in the accompanying consolidated statements of financial position.

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

NOTE A – NATURE OF ORGANIZATION

The Jessie Ball duPont Fund ("the Fund") was established by the Last Will and Testament of its founder and contributor, Jessie Ball duPont, on November 1, 1976. The Fund is organized as a nonprofit charitable trust and began operations on November 1, 1976, exclusively for religious, charitable, literary, and educational purposes. Pursuant to the terms of the Last Will and Testament, the principal of the trust shall be held perpetually with all income distributed to various charitable institutions or for specified charitable purposes.

In conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), the Fund's consolidated financial statements also include the accounts of the following organizations, which are separate legal entities:

- JBdF, Inc. ("JBdF") is a Florida nonprofit corporation formed for the purpose of acquiring and rehabilitating certain property located in downtown Jacksonville, Florida, formerly known as the Haydon Burns Library and now known as the Jessie Ball duPont Center. The Fund is the sole voting member of JBdF.

- JB duPont Center, LLC ("the Center") is a Florida single-member limited liability company formed for the purpose of entering into a master lease agreement with JBdF. The Center serves as the master tenant of the Jessie Ball duPont Center. The Center subleases space in the building to other nonprofit organizations. The Fund is the sole member of the Center.

All significant interorganization balances and transactions have been eliminated in consolidation. Hereinafter, unless otherwise specified, references to "the Fund" are references to the consolidated group of entities in the aggregate.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting framework

Effective with the year ended December 31, 2014, the Fund's consolidated financial statements are prepared following U.S. GAAP. In previous years, the Fund prepared its consolidated financial statements following the modified cash framework of accounting. Unrestricted net assets as of January 1, 2014, have been reduced by approximately $3,000,000 as a result of the change in the framework of accounting. The impact of the change in the accounting framework on the Fund's previously issued consolidated financial statements has not been determined.

Cash and cash equivalents

The Fund considers all investment instruments purchased with original maturities of three months or less to be cash equivalents.

Investments

Investments in securities that are traded on national or international securities exchanges are carried at estimated fair value, based upon quoted market prices provided by external investment managers and the Fund's custodian and accepted by the Fund's management. Nonpublicly traded investments include limited partnerships, hedge funds, and private equity funds and are carried at estimated fair value. Estimated fair values for nonpublicly traded investments are provided by the investee and accepted by the Fund's management. Such investments are not readily marketable and are often highly illiquid. The estimated fair values of nonpublicly traded investments included in the accompanying consolidated financial statements are subject to a high degree of uncertainty and the actual fair values could differ materially from the estimated fair values. Management of the Fund believes that the Fund's nonpublicly traded investments are carried at reasonable estimates of their fair value.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and equipment

Property and equipment are stated at cost. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets using the straight-line method.

Other assets

Other assets include funds advanced to a third party in connection with the financing arrangement described in Note H.

Federal excise tax

The Fund qualifies under Section 501(a) of the Internal Revenue Code ("the Code") as an entity exempt from income taxes as described in Section 501(c)(3) of the Code. The Fund is a private foundation as described in Section 509(a) of the Code. In accordance with applicable provisions of the Code, the Fund is subject to an excise tax of one or two percent on investment net income. JBdF is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and from state income tax pursuant to Florida law. The Center is considered a disregarded entity for federal income tax purposes. None of the organizations have taken any material uncertain tax positions for which the associated tax benefits may not be recognized under U.S. GAAP.

Use of estimates

Management uses estimates and assumptions in preparing the consolidated financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual amounts, values, and results could differ materially from those estimates.

Reclassifications

Certain amounts included in the 2014 consolidated financial statements have been reclassified to conform to classifications adopted during 2015. The reclassifications had no material effect on the accompanying consolidated financial statements.

Subsequent events

The Fund has evaluated for possible financial reporting and disclosure subsequent events through November 28, 2016, the date as of which the consolidated financial statements were available to be issued.

NOTE C – CONCENTRATIONS

The Fund maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits, or may be insured by an entity other than an agency of the federal government. The Fund has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

The Fund's investment securities are exposed to various risks, such as interest rate risk, market risk, and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of the investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, and that such changes could materially affect investment account balances and the amounts reported in the accompanying consolidated financial statements.

NOTE D – QUALIFYING DISTRIBUTIONS AND OTHER

As a private foundation, the Fund is required by Section 4942 of the Code to pay out, as qualifying distributions, a minimum of 5% of the average fair value of the Fund's noncharitable use assets annually. In 2015 and 2014, the average fair value for this purpose was $280,399,153 and $287,868,482. During 2015 and 2014, the Fund made qualifying distributions of $15,749,155 and $30,243,059 (including program-related investments of $2,135,518 and $16,843,100). Qualifying distributions amounted to 5.62% and 10.51% during 2015 and 2014, respectively.

As of December 31, 2015, the Fund had approved grants totaling approximately $5,473,000 to be paid in subsequent years through 2020. Such amounts are included in the accompanying consolidated statement of financial position as “grants payable.”

Excess distributions of approximately $27,918,000 are available for carryover to offset the future years’ minimum distribution requirements required by federal tax law for private foundations.

Future expirations of these excess distributions are as follows:

Year Ending December 31,	
2016	$ 3,644,000
2017	2,675,000
2018	3,580,000
2019	16,181,000
2020	1,838,000
Total	$ 27,918,000

During 2015 and 2014, the Fund paid approximately $1,094,000 and $1,040,000 in investment management fees.

NOTE E – TRUSTEE STRUCTURE AND FEES

The governing structure of the Jessie Ball duPont Fund, created by Mrs. duPont’s Last Will and Testament and subsequent court order expanding the original number of four trustees to no more than seven and no fewer than five, includes five individual trustees, each elected by a majority vote of the trustees; a clerical trustee appointed by the Episcopal Bishop of Florida; and a corporate trustee that must be a national financial institution having trust powers selected by a majority vote of trustees. The individual and clerical trustees serve a term of five years and may succeed themselves for two successive five-year terms; the corporate trustee must be re-elected annually by a majority vote of the trustees, while the individual representing the corporate trustee may serve a total of three five-year terms. In accordance with Mrs. duPont’s Last Will and Testament, the trustees are trustees of Mrs. duPont’s estate, which includes the Fund and two additional trusts, and are compensated for their services to the Fund at a reasonable rate (currently, $30,000 annually, with each trustee committing an average of 40 days per year on Fund business). As corporate trustee, Northern Trust Bank fulfills custodial and certain administrative functions for the Fund, including preparation of the Fund’s 990-PF tax return, payroll, grant, and administrative expense payments and budget oversight and reconciliation.

The corporate co-trustee fee is set annually by a majority vote of the individual and clerical trustees. For the years ended December 31, 2015 and 2014, the corporate trustee was paid approximately $349,000 and $342,000 for trustee services, $532,000 and $528,000 for investment management services, and $143,000 and $142,000 for securities custodian services, respectively. The individual representing the corporate trustee is not compensated separately by the Fund.

NOTE F – FAIR VALUE MEASUREMENTS

U.S. GAAP defines fair value for an investment generally as the price an organization would receive upon selling the investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. The information available to measure fair value varies depending on the nature of each investment and its market or markets. Accordingly, GAAP recognizes a hierarchy of "inputs" an organization may use in determining or estimating fair value. The inputs are categorized into "levels" that relate to the extent to which an input is objectively observable and the extent to which markets exist for identical or comparable investments. In determining or estimating fair value, an organization is required to maximize the use of observable market data (to the extent available) and minimize the use of unobservable inputs. The hierarchy assigns the highest priority to unadjusted quoted prices in active markets for identical items (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Following is a description of each of the three levels of input within the fair value hierarchy:

Level 1 – unadjusted quoted market prices in active markets for identical items

Level 2 – other significant observable inputs (such as quoted prices for similar items)

Level 3 – significant unobservable inputs

Nonpublicly traded investments valued using "Level 3" inputs consist of investments in pooled funds which invest in privately-held enterprises in the United States and abroad. Certain of these investments cannot be liquidated in the near-term. In addition, nonpublicly traded investments consist of investments in hedge funds that pursue various strategies to diversify risks and reduce volatility. There are no lock-up periods associated with the Fund's hedge funds investments, and such investments can generally be liquidated at an amount approximating net asset value in the near-term with proper notice. The reported estimated fair values of nonpublicly traded investments are generally based on amounts provided by the investee or, for certain investments, an annual independent valuation study.

The carrying value of cash and cash equivalents does not differ materially from reasonable estimates of fair value, as the terms of such instruments do not vary significantly from the assumptions that would be made in estimating fair value.

Estimated fair value of certain assets measured on a recurring basis at December 31, 2015, are as follows:

	Total	Level 1	Level 2	Level 3
Nonpublicly traded investments	$ 116,914,759	$ —	$ —	$ 116,914,759
Mutual funds	101,250,434	101,250,434	—	—
Corporate and other fixed income securities	28,596,015	28,596,015	—	—
Total	$ 246,761,208	$ 129,846,449	$ —	$ 116,914,759

The following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining fair value:

Balance, January 1, 2015	$ 120,943,200
Net sales	(3,122,614)
Net income	1,359,721
Net losses	(2,265,548)
Balance, December 31, 2015	$ 116,914,759

NOTE F – FAIR VALUE MEASUREMENTS (Continued)

Estimated fair value of certain assets measured on a recurring basis at December 31, 2014, are as follows:

	Total	Level 1	Level 2	Level 3
Nonpublicly traded investments	$ 120,943,200	$ —	$ —	$ 120,943,200
Mutual funds	120,411,335	120,411,335	—	—
Corporate and other fixed income securities	28,739,679	28,739,679	—	—
Total	$ 270,094,214	$ 149,151,014	$ —	$ 120,943,200

The following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining fair value:

Balance, January 1, 2014	$ 113,372,246
Net purchases	4,181,496
Net income	852,515
Net gains	2,536,943
Balance, December 31, 2014	$ 120,943,200

NOTE G – PROPERTY AND EQUIPMENT, NET

Property and equipment consisted of the following:

	December 31,	
Category	2015	2014
Land	$ 1,743,567	$ 1,743,567
Buildings and building improvements	20,945,657	—
Furniture and equipment	830,219	88,598
Construction in progress	1,763,221	11,548,217
Total property and equipment	25,282,664	13,380,382
Less: Accumulated depreciation	(494,236)	—
Net property and equipment	$ 24,788,428	$ 13,380,382

JBdF is the owner of the Jessie Ball duPont Center, a building located in downtown Jacksonville, Florida. During 2015, the Jessie Ball duPont Center became the headquarters of the Fund and also contains office suites available for rent to other nonprofit organizations at below-market rates. JBdF and the Center entered into a master lease agreement for the Jessie Ball duPont Center wherein the Center is the master tenant. The construction of the Jessie Ball duPont Center was completed during 2015. Depreciation expense and accumulated depreciation for 2014 are immaterial to the consolidated financial statements.

NOTE H – LONG-TERM DEBT

During 2014, JBdF obtained financing for improvements to be made to the property described in Note G. The financing provided net proceeds of approximately $22,785,000 to JBdF. In conjunction with the financing, the Fund advanced a $15,843,100 "Leverage Loan" to a wholly owned subsidiary of JPMorgan Chase, N.A. ("Chase") to facilitate Chase's provision of New Markets Tax Credit ("NMTC") equity to subsidize the Jessie Ball duPont Center project and these improvements. Because the financing was obtained pursuant to an NMTC arrangement, JBdF expects that it will not be required to repay a portion of the financing proceeds. This expectation is based on the assumption that Chase may voluntarily elect to sell its interests in each of the NMTC Lender entities listed below to the Fund for $1,000 at the end of the 7-year NMTC compliance period via a put/call agreement entered into by Chase and the Fund at NMTC closing. In conjunction with Chase's exercise of the "put," and the exercise of redemption agreements with the managing members of each of the NMTC Lender entities, the Fund thus expects it would acquire full (indirect or direct) ownership of the $22,785,000 of NMTC loans to JBdF. If the Fund does so, management estimates as of December 31, 2015, that income equal to the difference between the $22,785,000 NMTC loans and the $15,843,100 Leverage Loan (approximately $6,942,000) will be recognized in a future period if and when the anticipated transaction between Chase and the Fund described above occurs. The Fund and JBdF could then make favorable arrangements between the entities regarding the loans going forward.

In connection with the financing arrangement described above, JBdF entered into various loans. Each of the loans is secured by a mortgage on certain property, as well as a first priority interest in certain disbursement and reserve bank accounts, and certain other rights as described in the loan documents. The Fund is an unconditional guarantor for each of the loans. The annual interest rate on each of the loans is 0.875%, with interest payable annually on December 1st until the loans are paid. Commencing on December 1, 2023, and annually on each December 1st thereafter, principal payments in amounts further described in the loan documents are required. All unpaid principal and interest is due on December 31, 2054. The loans cannot be prepaid in full or in part until after the seventh anniversary of the closing date of the loans (September 2024), at which time prepayment in full or in part may be made. The loan proceeds are required to be used solely to complete the building project described in Note G and for other similar purposes. In addition, as of December 31, 2015 and 2014, "cash and cash equivalents" includes approximately $634,000 and $11,416,000 held by JBdF in special disbursement accounts for construction and other purposes, respectively. Following are the specific loans (by lender) entered into by JBdF in connection with this financing arrangement. None of the lenders listed below are related to the Fund, JBdF, or the Center.

	December 31,	
	2015	2014
Florida Community New Markets Fund XVI, LLC (Lender)		
Facility Note A-1	$ 6,646,000	$ 6,646,000
Facility Note B-1	2,904,000	2,904,000
Subtotal Florida Community New Markets Fund XVI, LLC	9,550,000	9,550,000
New Markets Investment 82, LLC (Lender)		
Facility Note A-2	3,323,000	3,323,000
Facility Note B-2	1,502,000	1,502,000
Subtotal New Markets Investment 82, LLC	4,825,000	4,825,000
Consortium America LVI, LLC (Lender)		
Facility Note A-3	3,215,700	3,215,700
Facility Note B-3	1,194,300	1,194,300
Subtotal Consortium America LVI, LLC	4,410,000	4,410,000

NOTE H – LONG-TERM DEBT (Continued)

	December 31, 2015	December 31, 2014
CNMC Sub-CDE 56, LLC (Lender)		
Facility Note A-4	$ 2,658,400	$ 2,658,400
Facility Note B-4	1,341,600	1,341,600
Subtotal CNMC Sub-CDE 56, LLC	4,000,000	4,000,000
Total JBdF loans payable	22,785,000	22,785,000
In addition to the loans described above, the Fund entered into a non-revolving line of credit agreement ("the LOC") with a bank in an amount up to $16,500,000. The LOC requires monthly payments of interest at the one-month LIBOR plus 0.75% per annum (1.11% and 0.92% as of December 31, 2015 and 2014). Monthly payments of principal pursuant to a twenty-five year amortization schedule will commence during February 2016. The LOC is callable by the bank during October 2020, October 2027, and October 2034. The LOC is secured by certain assets of the Fund and contains certain financial and other covenants. The LOC matures during October 2038. Substantially all of the proceeds advanced by the bank to the Fund pursuant to the LOC were loaned to another party through the New Markets Tax Credit arrangement described above. The loan agreement between the Fund and the other party, which is secured by a certain pledge agreement, requires repayment in full of the amounts advanced by the Fund no later than the maturity date of December 31, 2045. The amount due from the other party to the Fund is included with "other assets" in the accompanying consolidated financial statements.	16,500,000	15,843,100
Total long-term debt	$ 39,285,000	$ 38,628,100

Approximate future maturities of long-term debt by year for the next five years and thereafter is as follows:

Year Ending December 31,	
2016	$ 529,000
2017	582,000
2018	588,000
2019	595,000
2020	14,206,000
Thereafter	22,785,000
Total	$ 39,285,000

NOTE I – COMMITMENTS

As of December 31, 2015, the Fund had open private investment funding commitments related to certain nonpublicly traded investments of approximately $25,500,000, which are expected to be funded as capital calls are made.

Supplemental Consolidating Statements

JESSIE BALL DUPONT FUND
SUPPLEMENTAL CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2015
(UNAUDITED)

ASSETS

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
ASSETS					
Cash and cash equivalents	$ 10,858,516	$ 1,694,926	$ 815,972	$ —	$ 13,369,414
Investments - at estimated fair value					
Nonpublicly traded investments	116,914,759	—	—	—	116,914,759
Mutual funds	101,250,434	—	—	—	101,250,434
Corporate and other fixed income securities	28,596,015	—	—	—	28,596,015
Total investments	246,761,208	—	—	—	246,761,208
Property and equipment, net	100,461	19,297,988	5,389,979	—	24,788,428
Other assets	19,798,582	760,085	17,560	—	20,576,227
Total assets	**$ 277,518,767**	**$ 21,752,999**	**$ 6,223,511**	**$ —**	**$ 305,495,277**

LIABILITIES AND UNRESTRICTED NET ASSETS

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
LIABILITIES					
Grants payable	$ 5,472,705	$ —	$ —	$ —	$ 5,472,705
Accounts payable	—	260	689,788	—	690,048
Deferred revenue	—	—	1,450,498	(130,650)	1,319,848
Notes payable, net	16,500,000	22,785,000	—	—	39,285,000
Total liabilities	**21,972,705**	**22,785,260**	**2,140,286**	**(130,650)**	**46,767,601**
UNRESTRICTED NET ASSETS	**255,546,062**	**(1,032,261)**	**4,083,225**	**130,650**	**258,727,676**
Total liabilities and unrestricted net assets	**$ 277,518,767**	**$ 21,752,999**	**$ 6,223,511**	**$ —**	**$ 305,495,277**

JESSIE BALL DUPONT FUND
SUPPLEMENTAL CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2014
(UNAUDITED)

ASSETS

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
ASSETS					
Cash and cash equivalents	$ 5,286,579	$ 12,415,110	$ 1,156	$ —	$ 17,702,845
Investments - at estimated fair value					
Nonpublicly traded investments	120,943,200	—	—	—	120,943,200
Mutual funds	120,411,335	—	—	—	120,411,335
Corporate and other fixed income securities	28,739,679	—	—	—	28,739,679
Total investments	270,094,214	—	—	—	270,094,214
Property and equipment, net	—	13,291,784	88,598	—	13,380,382
Other assets	17,051,749	779,562	—	—	17,831,311
Total assets	**$ 292,432,542**	**$ 26,486,456**	**$ 89,754**	**$ —**	**$ 319,008,752**

LIABILITIES AND UNRESTRICTED NET ASSETS

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
LIABILITIES					
Grants payable	$ 5,465,278	$ —	$ —	$ —	$ 5,465,278
Accounts payable	—	1,478,829	20,660	—	1,499,489
Notes payable, net	15,843,100	22,785,000	—	—	38,628,100
Total liabilities	**21,308,378**	**24,263,829**	**20,660**	**—**	**45,592,867**
UNRESTRICTED NET ASSETS	**271,124,164**	**2,222,627**	**69,094**	**—**	**273,415,885**
Total liabilities and unrestricted net assets	**$ 292,432,542**	**$ 26,486,456**	**$ 89,754**	**$ —**	**$ 319,008,752**

JESSIE BALL DUPONT FUND

SUPPLEMENTAL CONSOLIDATING STATEMENT OF ACTIVITIES

For The Year Ended December 31, 2015

(UNAUDITED)

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
CHANGE IN UNRESTRICTED NET ASSETS					
Net losses on securities	$ (4,770,998)	$ —	$ —	$ —	$ (4,770,998)
Revenue					
Interest and dividends	5,279,265	6,972	—	—	5,286,237
Grants from affiliate	—	302,434	4,522,112	(4,824,546)	—
Rent and other revenue	154,046	—	447,058	—	601,104
Net losses on securities and revenue	662,313	309,406	4,969,170	(4,824,546)	1,116,343
Expenses					
Program expenses	14,519,754	2,985,722	547,254	(4,852,196)	13,200,534
Supporting expenses	1,720,661	578,572	407,785	(103,000)	2,604,018
Total expenses	16,240,415	3,564,294	955,039	(4,955,196)	15,804,552
CHANGE IN UNRESTRICTED NET ASSETS	**(15,578,102)**	**(3,254,888)**	**4,014,131**	**130,650**	**(14,688,209)**
UNRESTRICTED NET ASSETS - Beginning of year	**271,124,164**	**2,222,627**	**69,094**	**—**	**273,415,885**
UNRESTRICTED NET ASSETS - End of year	**$ 255,546,062**	**$ (1,032,261)**	**$ 4,083,225**	**$ 130,650**	**$ 258,727,676**

JESSIE BALL DUPONT FUND

SUPPLEMENTAL CONSOLIDATING STATEMENT OF ACTIVITIES

For The Year Ended December 31, 2014

(UNAUDITED)

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
CHANGE IN UNRESTRICTED NET ASSETS					
Net gains on securities	$ 4,611,967	$ —	$ —	$ —	$ 4,611,967
Revenue					
Interest and dividends	4,346,819	6,257	—	—	4,353,076
Grant from affiliate	—	—	74,000	(74,000)	—
Distributions and other	98,186	—	—	—	98,186
Net gains on securities and revenue	9,056,972	6,257	74,000	(74,000)	9,063,229
Expenses					
Program expenses	14,967,849	74,000	—	(74,000)	14,967,849
Supporting expenses	1,805,135	266,489	4,906	—	2,076,530
Total expenses	16,772,984	340,489	4,906	(74,000)	17,044,379
CHANGE IN UNRESTRICTED NET ASSETS	**(7,716,012)**	**(334,232)**	**69,094**	**—**	**(7,981,150)**
UNRESTRICTED NET ASSETS - Beginning of year	**278,840,176**	**2,556,859**	**—**	**—**	**281,397,035**
UNRESTRICTED NET ASSETS - End of year	**$ 271,124,164**	**$ 2,222,627**	**$ 69,094**	**$ —**	**$ 273,415,885**

JESSIE BALL DUPONT FUND

SUPPLEMENTAL CONSOLIDATING STATEMENT OF CASH FLOWS

For The Year Ended December 31, 2015

(UNAUDITED)

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
OPERATING CASH FLOWS					
Investment income received	$ 5,279,265	$ 6,972	$ —	$ —	$ 5,286,237
Grants from affiliates	—	302,434	4,522,112	(4,824,546)	—
Cash received from tenants	—	—	1,879,996	—	1,879,996
Other revenue received	154,046	—	—	—	154,046
Grants paid	(10,127,365)	—	—	—	(10,127,365)
Cash paid for operating activities	(6,382,553)	(3,047,654)	(758,804)	4,824,546	(5,364,465)
Interest paid	(155,044)	(199,370)	—	—	(354,414)
Excise taxes paid	(17,965)	—	—	—	(17,965)
Net operating cash flows	**(11,249,616)**	**(2,937,618)**	**5,643,304**	**—**	**(8,543,930)**
INVESTING CASH FLOWS					
Proceeds from sales of investments	36,838,399	—	—	—	36,838,399
Purchases of investments	(18,276,391)	—	—	—	(18,276,391)
Purchases of and improvements to property and equipment	(111,837)	(7,782,566)	(4,828,488)	—	(12,722,891)
Program loans made	(2,285,518)	—	—	—	(2,285,518)
Net investing cash flows	**16,164,653**	**(7,782,566)**	**(4,828,488)**	**—**	**3,553,599**
FINANCING CASH FLOWS					
Proceeds from borrowings, net of closing costs	656,900	—	—	—	656,900
Net financing cash flows	**656,900**	**—**	**—**	**—**	**656,900**
NET CHANGE IN CASH AND CASH EQUIVALENTS	**5,571,937**	**(10,720,184)**	**814,816**	**—**	**(4,333,431)**
CASH AND CASH EQUIVALENTS - Beginning of year	**5,286,579**	**12,415,110**	**1,156**	**—**	**17,702,845**
CASH AND CASH EQUIVALENTS - End of year	**$ 10,858,516**	**$ 1,694,926**	**$ 815,972**	**$ —**	**$ 13,369,414**
RECONCILIATION OF CHANGE IN UNRESTRICTED NET ASSETS TO NET OPERATING CASH FLOWS					
Change in unrestricted net assets	$ (15,578,102)	$ (3,254,888)	$ 4,014,131	$ 130,650	$ (14,688,209)
Adjustments to reconcile change in net assets to net operating cash flows					
Net losses on securities	4,770,998	—	—	—	4,770,998
Depreciation and amortization	11,376	317,010	185,327	—	513,713
Change in other assets	(461,315)	—	(17,560)	—	(478,875)
Change in grants payable	7,427	—	—	—	7,427
Change in accounts payable	—	260	10,908	—	11,168
Change in deferred revenue	—	—	1,450,498	(130,650)	1,319,848
Net operating cash flows	**$ (11,249,616)**	**$ (2,937,618)**	**$ 5,643,304**	**$ —**	**$ (8,543,930)**

SUPPLEMENTAL DISCLOSURE

As of December 31, 2015, $658,220 of property and equipment additions are included in "accounts payable" in the accompanying consolidating statement of financial position.

JESSIE BALL DUPONT FUND

SUPPLEMENTAL CONSOLIDATING STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2014
(UNAUDITED)

	Jessie Ball duPont Fund	JBdF, Inc.	JB duPont Center, LLC	Eliminations	Consolidated Total
OPERATING CASH FLOWS					
Investment income received	$ 4,346,819	$ 6,257	$ —	$ —	$ 4,353,076
Other revenue received	98,186	—	74,000	(74,000)	98,186
Grants paid	(10,283,416)	—	—	—	(10,283,416)
Cash paid for operating activities	(4,953,381)	(340,489)	(4,906)	74,000	(5,224,776)
Excise taxes paid	(35,135)	—	—	—	(35,135)
Net operating cash flows	**(10,826,927)**	**(334,232)**	**69,094**	**—**	**(11,092,065)**
INVESTING CASH FLOWS					
Proceeds from sales of investments	38,712,537	—	—	—	38,712,537
Purchases of investments	(29,475,442)	—	—	—	(29,475,442)
Funds advanced pursuant to financing arrangement	(15,843,100)	—	—	—	(15,843,100)
Purchases of and improvements to property and equipment	—	(9,594,541)	(67,938)	—	(9,662,479)
Program loans made	(500,000)	—	—	—	(500,000)
Net investing cash flows	**(7,106,005)**	**(9,594,541)**	**(67,938)**	**—**	**(16,768,484)**
FINANCING CASH FLOWS					
Proceeds from borrowings, net of closing costs	15,843,100	22,005,938	—	—	37,849,038
Net financing cash flows	**15,843,100**	**22,005,938**	**—**	**—**	**37,849,038**
NET CHANGE IN CASH AND CASH EQUIVALENTS	**(2,089,832)**	**12,077,165**	**1,156**	**—**	**9,988,489**
CASH AND CASH EQUIVALENTS - Beginning of year	**7,376,411**	**337,945**	**—**	**—**	**7,714,356**
CASH AND CASH EQUIVALENTS - End of year	**$ 5,286,579**	**$ 12,415,110**	**$ 1,156**	**$ —**	**$ 17,702,845**
RECONCILIATION OF CHANGE IN UNRESTRICTED NET ASSETS TO NET OPERATING CASH FLOWS					
Change in unrestricted net assets	$ (7,716,012)	$ (334,232)	$ 69,094	$ —	$ (7,981,150)
Adjustments to reconcile change in net assets to net operating cash flows					
Net gains on securities	(4,611,967)	—	—	—	(4,611,967)
Change in other assets	(518,289)	—	—	—	(518,289)
Change in grants payable	2,019,341	—	—	—	2,019,341
Net operating cash flows	**$ (10,826,927)**	**$ (334,232)**	**$ 69,094**	**$ —**	**$ (11,092,065)**

SUPPLEMENTAL DISCLOSURE

As of December 31, 2014, $1,478,829 of property and equipment additions are included in "accounts payable" in the accompanying consolidating statement of financial position.