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December 31, 2011

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Dear Friends and Supporters:

The PMP Research Foundation (PMPRF) continued to thrive in 2011 thanks to an incredibly dedicated board of directors, creative “Friendraisers,” volunteers, and a generous donor population. Each of these groups contributed to our success in a significant way.

**Our Board of Directors.** As an all-volunteer organization, PMPRF is dependent upon a few very special people who devote significant amounts of their free time to fulfill our vision of achieving better outcomes for individuals who are afflicted with peritoneal surface malignancies like PMP. PMPRF raised over $200,000 in 2011 and issued 3 research grants to world class institutions for $50,000 each. We planned and participated in educational events at the Cancer Center of Crozer-Chester Medical Center outside of Philadelphia and UMass Memorial Medical Center outside of Boston. And we became full members of the National Organization of Rare Disorders (NORD) and the American Society of Peritoneal Surface Malignancies (ASPSM). These successes are remarkable, and I am in awe of what you all do to support and lead this organization.

**Friendraisers.** When PMPRF built our website and Friendraising capabilities in 2010, the intention was to provide an infrastructure so that individual Friendraisers could participate in our cause, organize their own events, and use our site as a central place to provide information and collect donations. Several individuals joined us and organized successful events in 2011 such as PuMP Out with Jeff, the Selmont Pub Crawl, Brenda Carawan’s ultra-marathon and Tim Shaughnessy’s half marathon. These events are excellent examples of how individuals can actively participate in PMPRF’s mission. Thanks to all of the Friendraisers who made an event happen, and we look forward to hearing from others in 2012 and beyond! You can make a difference in our fight against this disease.

**Volunteers.** I would like to acknowledge all of the other volunteers who help keep PMPRF and our events running smoothly. From administrative assistance to marketing, event planning and assistance, and our Professional Advisory Board, you all make what we do happen. Thank you.

**Donors.** When it comes to charitable contributions, we know that you have many options. PMPRF is grateful to all of the family and friends of our organization who make us one of your beneficiaries. We remain committed to consolidating these funds and getting them out into the medical and research community where they can make progress, make a difference and hopefully find a cure for all individuals with PMP and other peritoneal surface malignancies.

On behalf of the PMPRF Board, I sincerely thank you all of you for supporting our organization in 2011. We look forward to your continued support and participation to help us raise funds to advance research and education about PMP in 2012 and beyond.

Regards,

Jerry Lewandowski
President

6415 Granger Rd., Suite 200, Independence, OH 44131
Phone: (216) 986-7010 Fax: (216) 524-9111
E-mail: info@pmpcure.org
www.pmpcure.org
The PMP Research Foundation is an IRS-designated 501(c)3 charitable organization. The Foundation was created in 2008 by a community of individuals affected by Pseudomyxoma Peritonei (PMP) and related Peritoneal Surface Malignancies (PSM). We are proud members of the National Organization for Rare Disorders (NORD) and the American Society of Peritoneal Surface Malignecies (ASPSM).

Our mission is to fund promising research and find a cure for Pseudomyxoma Peritonei (PMP) and related Peritoneal Surface Malignancies (PSM).

Major goals:

1. Establish the first centralized charitable organization to fund PMP research. (goal achieved, July 2008).

2. Raise $100,000 to award our first grant in 2009 (goal achieved, November 2009).

3. Create and maintain a short list of priority research that will produce near-term results in improving the quality of life and curability of PMP patients.

4. Play a leading role in the dissemination of accurate information regarding PMP both to the patient and to medical communities.

5. Raise a minimum of $1 million to fund promising research within 3-5 years.

6. Help researchers find a cure for PMP.

Why we do it

- Prior to formation of the PMP Research Foundation, no centralized organization existed that was dedicated to raising funds for distribution for PMP research in an objective way.

- Private donations for PMP research were primarily made to individual doctors rather than towards competitive, RFP-driven funding based on the quality of the science.

- From the patient's perspective, research often appeared to be redundant or theoretical with little coordination between researchers.

- Movement appeared slow to change clinical practice or improve curability.

- The rarity of PMP translates into minimal government funded research.
Second Annual PMP PubCrawl
Held in New Haven, CT and raised over $13,000
October 22, 2011

Third Annual Summer Scurry
Held in Independence Oh and raised nearly $90,000
August 13, 2011

PMPRF Practitioner/Patient Symposium
Crozer-Chester Medical Center, Chester/Upland, PA
Friday, June 17, 2011

Fifth Annual PMP Cancer Walk
Held in Newton Square, PA and raised over $40,000
Sunday, June 19, 2011

Tim’s CareFirst Half Marathon
Held in Baltimore on October 15, 2011 raised over $2,000

Brenda’s Ultramarathon
On July 11, 2011 from Death Valley to Mount Whitney raised over $2,000

PuMP Out With Jeff
Held in at New Hope Baptist Church in Gastonia, North Carolina on May 21, 2011 raised nearly $8,000

Check out our Website at www.pmpcure.org to find out more about past events, upcoming events and how you can be involved.
Marcello Deraco, MD  
Director, Peritoneal Surface Malignancy Management Program  
Fondazione IRCCS Instituto Nazionale Tumor (National Cancer Institute)  
Milano, Italy  
*Pseudomyxoma Peritonei: Prognostic Analysis of Micro-RNA and Other Biological Factors Using Tissue Microarray*

Andrew Lowy, MD  
Chief, Division of Surgical Oncology  
Moores Cancer Center  
University of California, San Diego  
*Sequencing the Cancer Genome of Mucinous Adenocarcinoma of the Appendix*

Andrew Renehan, PhD, FRCS (**This is a second grant awarded to Dr. Renehan by NORD's MAC.)  
Senior Lecturer in Cancer Studies and Surgery  
School of Cancer and Enabling Sciences  
University of Manchester, The Christie NHS Foundation Trust,  
Manchester, UK  
*Preclinical Targeting of the Goblet Cell Differentiation Pathway in Pseudomyxoma Peritonei*
The Professional Advisory Board of the PMP Research Foundation is composed of experts in the research and treatment of Pseudomyxoma Peritonei and related peritoneal surface malignancies, supporting PMPRF by:

- providing professional expertise, current medical information and guidance concerning the diagnosis and treatment of PMP;
- advising PMPRF about research developments, opportunities and priorities related to PMP;
- serving as advocates for PMPRF to the community it serves by actively supporting and publicizing the PMPRF’s activities, projects and events; and
- informing other health care professionals (including former and possible future PAB members) about the activities of PMPRF.

The Professional Advisory Board of the PMP Research Foundation current members:

**Steven Ahrendt**, M.D., F.A.C.S.
University of Pittsburgh Medical Center, Pittsburgh, PA
Surgical Oncology

**Laura Lambert**, M.D., F.A.C.S.
UMass Memorial Medical Center, Worcester, MA
Surgical Oncology

**Andrew Lowy**, M.D., F.A.C.S.
University of California, San Diego Moores Cancer Center, San Diego, CA
Surgical Oncology

**Armando Sardi**, M.D., F.A.C.S.
Mercy Medical Center, Baltimore, MD
Surgical Oncology

**Konstantinos Votanopoulos**, M.D.
Wake Forest University, Winston-Salem, NC
Surgical Oncology

**Herbert Zeh**, M.D., PhD
University of Pittsburgh Medical Center, Pittsburgh, PA
Surgical Oncology
INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
PMP Research Foundation
Cleveland, Ohio

We have reviewed the accompanying statement of assets, liabilities, and net assets - cash basis of PMP Research Foundation (a non-profit organization) as of December 31, 2011, and the related statements of support, revenue, and expenses - cash basis and statement of functional expense - cash basis for the year then ended. A review includes primarily applying analytical procedures to management’s financial data and making inquiries of Foundation management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash basis of accounting, as described in Note 2.

February 14, 2012

Corbets & Associates
PMP RESEARCH FOUNDATION

Statement of Assets, Liabilities and Net Assets – Cash Basis
December 31, 2011

ASSETS

Cash $ 171,948

UNRESTRICTED NET ASSETS $ 171,948

See notes to the financial statements and independent accountants’ review report.
PMP RESEARCH FOUNDATION

Statement of Support, Revenue and Expenses – Cash Basis
Year Ended December 31, 2011

REVENUE AND SUPPORT

Contributions
Events $ 159,870
Interest income 53,519
Merchandise sales 288
Miscellaneous 116
213,793

EXPENSE:

Program Services
Grants 212,000
Education 8,068
Supporting Services
Management and general 1,977
Fundraising 9,396
Total expense 231,441

INCREASE IN UNRESTRICTED NET ASSETS (17,648)

UNRESTRICTED NET ASSETS – January 1, 189,596

UNRESTRICTED NET ASSETS – December 31, $ 171,948

See notes to the financial statements and independent accountants’ review report.
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<tr>
<th></th>
<th>Program Services</th>
<th>Supporting Services</th>
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<tr>
<td></td>
<td>Grants</td>
<td>Education</td>
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<tr>
<td>Merchant fees</td>
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<tr>
<td>Communication expense</td>
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<tr>
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<td>1,100</td>
<td>1,100</td>
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<tr>
<td>IT and web</td>
<td>3,836</td>
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<td>197</td>
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<td>$ 212,000</td>
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See notes to the financial statements and independent accountants’ review report.
NOTE 1 – NATURE OF ACTIVITIES

The Foundation was established in 2008 to support and fund research for Pseudomyxoma Peritonei (PMP) and related Peritoneal Surface Malignancies (PSM). The organization also supports the PMP and PSM community as a resource for information about managing the disease. The Foundation is supported through donations and proceeds of fundraising events, such as walks.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the cash basis of accounting which differs from generally accepted accounting principles in that revenue and support are recognized when received and expenditures when paid. Certain contributed goods and services which may require recognition under generally accepted accounting principles are not recorded in these cash basis statements. Under generally accepted accounting principles, the contribution of services is recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Use of Estimates

The preparation of financial statements on the cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted net assets depending on the existence or nature of any donor restrictions.

The Foundation receives services from a number of volunteers who give significant amounts of their time to the Foundation's programs, fundraising, and management. No amounts have been reflected for these types of donated services.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. At December 31st cash is comprised of demand deposits, including a money market account, all held at the same financial institution.

See independent accountants' review report.
NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Allocation of Functional Expenses

The costs of providing the Foundation's programs and other activities has been summarized on a functional basis. Accordingly certain costs have been allocated among the programs and supporting services benefited.

Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation, and as such, contributions to the Foundation qualify for deduction as charitable contributions. However, income generated from activities unrelated to the Foundation's exempt purpose is subject to tax under Section 511 of the Code.

There were no uncertain tax positions recorded in the financial statements at December 31, 2011. The Foundation's tax returns from inception in 2008 through this year end are subject to examination by the IRS, generally for three years after they were filed.

NOTE 3 – GRANTS

The Foundation awards research grants through the National Organization for Rare Disorders (NORD), and subsequent administration/distribution is also monitored by NORD. During 2011 $200,000 in four grants of $50,000 each have been funded and forwarded to NORD. Three grants were approved during 2011; one was approved in 2010, but funds were not forward until 2011.

NOTE 4 – RELATED PARTY TRANSACTIONS

The Foundation is an all volunteer organization. The members of the Board of Directors perform administration and management for the organization. In addition, an affiliate of one of the directors provides use of an administrative assistant from their staff as well as other supporting administrative accounting services as needed. Other board members have directly paid expenses on behalf of the organization. Board members do not seek reimbursement in these circumstances.

During 2011 the Foundation officially became a member of NORD. During 2011 the Foundation paid NORD $500 in dues and a $3,000 grant administration fee for each grant funded.
NOTE 5 – EVALUATION OF SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through February 14, 2012, the date which the financial statements were available to be issued.
PMP RESEARCH FOUNDATION

Directors and Officers

Gerald Lewandowski
Arlington, VA
President
Committees: Research

Lisa Kurtz Luciano
Cleveland, OH
Vice President
Committees: Communications; Fundraising

James P. Carroll
Springfield, PA
Vice President
Committees: Fundraising

Daniel Luciano
Cleveland, OH
Vice President
Committees: Research

Judith Culbertson
Springfield, PA
Vice President
Committees: Fundraising

Susan Ortega
Lansdowne, VA
Secretary
Committees: Communications

Michael Dvorsky, CPA
Pittsburgh, PA
Treasurer
Committees: Finance