

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)

Department of the Treasury
Internal Revenue Service

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

A For the 2007 calendar year, or tax year beginning 10/01, 2007, and ending 09/30/2008

- B Check if applicable:
Address change
Name change
Initial return
Termination
Amended return
Application pending

C Name of organization: ENVIRONMENTAL DEFENSE FUND, INCORPORATED
Number and street (or P.O. box if mail is not delivered to street address): 257 PARK AVENUE SOUTH
City or town, state or country, and ZIP + 4: NEW YORK, NY 10010

D Employer identification number: 11-6107128
E Telephone number: (212) 505-2100
F Accounting method: Cash [] Accrual [X] Other (specify) []

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? Yes [] No [X]

H(b) If "Yes," enter number of affiliates

H(c) Are all affiliates included? (If "No," attach a list. See instructions.) Yes [] No []

H(d) Is this a separate return filed by an organization covered by a group ruling? Yes [] No [X]

I Group Exemption Number

M Check [] if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

G Website: WWW.EDF.ORG
J Organization type (check only one) [X] 501(c) (3) (insert no.) 4947(a)(1) or 527

K Check here [] if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 147,660,558.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions.)

Table with columns for Revenue, Expenses, and Net Assets. 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; 6a Gross rents; 6b Less: rental expenses; 6c Net rental income or (loss); 7 Other investment income; 8a Gross amount from sales of assets other than inventory; 8b Less: cost or other basis and sales expenses; 8c Gain or (loss) (attach schedule); 8d Net gain or (loss); 9 Special events and activities; 9a Gross revenue (not including \$ of contributions reported on line 1b); 9b Less: direct expenses other than fundraising expenses; 9c Net income or (loss) from special events; 10a Gross sales of inventory, less returns and allowances; 10b Less: cost of goods sold; 10c Gross profit or (loss) from sales of inventory; 11 Other revenue (from Part VII, line 103); 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.

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

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. (See the instructions.)

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
22a	Grants paid from donor advised funds (attach schedule) (cash \$ <u>47,600.</u> noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	47,600.	47,600.	STMT 15	
22b	Other grants and allocations (attach schedule) (cash \$ <u>13,034,071.</u> noncash \$ _____) If this amount includes foreign grants, check here <input checked="" type="checkbox"/>	13,034,071.	13,034,071.	STMT 19	
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25a	Compensation of current officers, directors, key employees, etc. listed in Part V-A	769,873.	155,168.	459,538.	155,167.
25b	Compensation of former officers, directors, key employees, etc. listed in Part V-B				
25c	Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
26	Salaries and wages of employees not included on lines 25a, b, and c	29,472,696.	22,946,645.	1,528,844.	4,997,207.
27	Pension plan contributions not included on lines 25a, b, and c	1,446,742.	1,148,641.	79,101.	219,000.
28	Employee benefits not included on lines 25a - 27	3,404,910.	2,703,329.	186,164.	515,417.
29	Payroll taxes	2,127,568.	1,689,183.	116,325.	322,060.
30	Professional fundraising fees	711,481.			711,481.
31	Accounting fees	284,000.		284,000.	
32	Legal fees	790,944.	731,811.	21,439.	37,694.
33	Supplies	1,063,745.	452,818.	365,239.	245,688.
34	Telephone	980,825.	521,846.	228,767.	230,212.
35	Postage and shipping	488,861.	394,555.	39,724.	54,582.
36	Occupancy	3,941,730.	1,644,287.	1,683,382.	614,061.
37	Equipment rental and maintenance				
38	Printing and publications	612,174.	553,942.	3,003.	55,229.
39	Travel	4,059,568.	3,421,144.	136,058.	502,366.
40	Conferences, conventions, and meetings	1,388,529.	1,200,227.	27,129.	161,173.
41	Interest				
42	Depreciation, depletion, etc. (attach schedule)	2,233,006.	760,421.	908,305.	564,280.
43	Other expenses not covered above (itemize):				
43a	STMT 35	30,145,975.	27,718,426.	761,509.	1,666,040.
43b					
43c					
43d					
43e					
43f					
43g					
44	Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15).	97,004,298.	79,124,114.	6,828,527.	11,051,657.

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 \$ 4,478,645. ; (ii) the amount allocated to Program services \$ 3,768,592. ;
 (iii) the amount allocated to Management and general \$ 442,540. ; and (iv) the amount allocated to Fundraising \$ 267,513.

Part IV Balance Sheets (See the instructions.)

Table with columns for description, (A) Beginning of year, and (B) End of year. Rows include Assets (45-59) and Liabilities (60-66). A section for Organizations that follow SFAS 117 (67-69) and those that do not (70-74) is also present. Total assets and liabilities are reported on lines 59 and 66 respectively.

Part VI Other Information (continued)

Table with columns for question ID, question text, and Yes/No columns. Rows include questions 82a through 91b regarding organizational activities, dues, lobbying, and foreign accounts.

Part VI Other Information (continued) Yes No

c At any time during the calendar year, did the organization maintain an office outside of the United States? **91c**

If "Yes," enter the name of the foreign country ▶ CHINA

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the tax year ▶ **92** NONE

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

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a STMT 61				700,569.	22,202.
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 .			14	332,571.	
96 Dividends and interest from securities . .			14	758,267.	
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	900000	32,603.			
100 Gain or (loss) from sales of assets other than inventory			18	-1,322,956.	
101 Net income or (loss) from special events .					
102 Gross profit or (loss) from sales of inventory . .					
103 Other revenue: a					
b MISCELLANEOUS					153,239.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E)) . .		32,603.		468,451.	175,441.
105 Total (add line 104, columns (B), (D), and (E)) ▶					676,495.

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

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See 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).
93A	INCOME GENERATED FROM PUBLIC SPEAKING ENGAGEMENTS IN CONNECTION WITH EXEMPT FUNCTION.
103C	INCOME GENERATED FROM THE EXEMPT ACTIVITIES CONDUCTED BY THE ORGANIZATION.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See 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
	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See 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).

Part XI Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).

106 Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

	Yes	No
	N/A	

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	----- -----			
b	----- -----			
c	----- -----			
Totals				

107 Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

	Yes	No
	N/A	

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	----- -----			
b	----- -----			
c	----- -----			
Totals				

108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

	Yes	No
	N/A	

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.

Digitally Signed and E-Filed on 3/6/2009

Signature of officer _____ Date _____

Type or print name and title _____

Paid Preparer's Use Only

Preparer's signature <input type="checkbox"/>	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. X)
Firm's name (or yours if self-employed), address, and ZIP + 4 <input type="checkbox"/>	EIN <input type="checkbox"/>		13-1639826
EISNER LLP 750 THIRD AVENUE NEW YORK, NY		Phone no. <input type="checkbox"/>	10017-2703

Exempt Organization Declaration and Signature for Electronic Filing

For calendar year 2007, or tax year beginning 10/01, 2007, and ending 09/30, 2008

2007

Department of the Treasury
Internal Revenue Service

For use with Forms 990, 990-EZ, 990-PF, 1120-POL, and 8868

▶ See instructions on back.

Name of exempt organization

Employer identification number

ENVIRONMENTAL DEFENSE FUND, INCORPORATED

11-6107128

Part I Type of Return and Return Information (Whole Dollars Only)

Check the box for the return for which you are using this Form 8453-EO and enter the applicable amount from the return, if any. If you check the box on line 1a, 2a, 3a, 4a, or 5a below and the amount on that line for the return for which you are filing this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b, whichever is applicable, blank (do not enter -0-). If you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than one line in Part I.

1a Form 990 check here ▶ <input checked="" type="checkbox"/>	b Total revenue, if any (Form 990, line 12)	1b <u>122811126.</u>
2a Form 990-EZ check here ▶ <input type="checkbox"/>	b Total revenue, if any (Form 990-EZ, line 9)	2b _____
3a Form 1120-POL check here ▶ <input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b _____
4a Form 990-PF check here ▶ <input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b _____
5a Form 8868 check here ▶ <input type="checkbox"/>	b Balance due (Form 8868, line 3c)	5b _____

Part II Declaration of Officer

6 I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.

If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named organization and that I have examined a copy of the organization's 2007 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) an indication of any refund offset, (c) the reason for any delay in processing the return or refund, and (d) the date of any refund.

Sign Here ▶ **Digitally Signed and E-Filed on 3/6/2009** | 02/17/2009 ▶ **CHIEF FINANCIAL OFFICER**
Signature of officer Date Title

Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (see instructions)

I declare that I have reviewed the above organization's return and that the entries on Form 8453-EO are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The organization officer will have signed this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in Pub. 4163, Modernized e-File (MeF) Information for Authorized e-file Providers. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only	ERO's signature ▶ _____	Date _____	Check if also paid preparer <input checked="" type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's SSN or PTIN <u>P00736879</u>
	Firm's name (or yours if self-employed), address, and ZIP code ▶ <u>EISNER LLP</u> <u>750 THIRD AVENUE</u> <u>NEW YORK NY 10017-2703</u>				EIN <u>13-1639826</u>
					Phone no. _____

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge.

Paid Preparer's Use Only	Preparer's signature ▶ _____	Date _____	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN _____	
	Firm's name (or yours if self-employed), address, and ZIP code ▶ _____				EIN _____
					Phone no. _____

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(m),
or 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information - (See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

OMB No. 1545-0047

2007

Name of the organization

ENVIRONMENTAL DEFENSE FUND, INCORPORATED

Employer identification number

11-6107128

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
SEE STATEMENT 62				
Total number of other employees paid over \$50,000 . . ▶	230			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
SEE STATEMENT 63		
Total number of others receiving over \$50,000 for professional services ▶	48	

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services
(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
SEE STATEMENT 64		
Total number of other contractors receiving over \$50,000 for other services ▶	75	

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2007

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 \$ 922,617. (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)

1 X

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.

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.)

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. 990. PART V.

2d X

e Transfer of any part of its income or assets?

2e X

3a Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)

3a X

b Did the organization have a section 403(b) annuity plan for its employees?

3b X

c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement

3c X

d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?

3d X

4a Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g

4a X

b Did the organization make any taxable distributions under section 4966?

4b X

c Did the organization make a distribution to a donor, donor advisor, or related person?

4c X

d Enter the total number or donor advised funds owned at the end of the tax year 2.

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year 31,614.

f Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the rights to provide advice on the distribution or investment of amounts in such funds or accounts NONE

g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year NONE

Part IV Reason for Non-Private Foundation Status (See pages 4 through 8 of the instructions.)

I certify that 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 otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:
 Type I Type II Type III - Functionally Integrated Type III - Other

Provide the following information about the supported organizations. (See page 8 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
N/A					
Total					

- 14 An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 of the instructions.)

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.

Table with columns: Calendar year (or fiscal year beginning in), (a) 2006, (b) 2005, (c) 2004, (d) 2003, (e) Total. Rows include: 15 Gifts, grants, and contributions received; 16 Membership fees received; 17 Gross receipts from admissions, merchandise sold or services performed; 18 Gross income from interest, dividends; 19 Net income from unrelated business activities; 20 Tax revenues levied for the organization's benefit; 21 The value of services or facilities furnished to the organization by a governmental unit 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; 24 Line 23 minus line 17; 25 Enter 1% of line 23; 26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24; b Prepare a list for your records to show the name of and amount contributed by each person; c Total support for section 509(a)(1) test; d Add: Amounts from column (e) for lines; e Public support (line 26c minus line 26d total); f Public support percentage (line 26e (numerator) divided by line 26c (denominator)); 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: NOT APPLICABLE; 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 11b, 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; c Add: Amounts from column (e) for lines; d Add: Line 27a total and line 27b total; e Public support (line 27c total minus line 27d total); f Total support for section 509(a)(2) test: Enter amount from line 23, column (e); g Public support percentage (line 27e (numerator) divided by line 27f (denominator)); h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)); 28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, 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 9 of the instructions.) NOT APPLICABLE
(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?	29	
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?	30	
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.) ----- ----- -----	31	
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d	
	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?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities?	33h	
	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?	34a	
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.	34b	
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	35	

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 11 of the instructions.) (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.

Table with 3 columns: Line number, Description, (a) Affiliated group totals, (b) To be completed for all electing organizations. Includes rows for Total lobbying expenditures, Total exempt purpose expenditures, and Lobbying nontaxable amount.

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 13 of the instructions.)

Table with 6 columns: Calendar year (or fiscal year beginning in), (a) 2007, (b) 2006, (c) 2005, (d) 2004, (e) Total. Includes rows for Lobbying nontaxable amount, Lobbying ceiling amount, Total lobbying expenditures, and Grassroots lobbying expenditures.

Part VI-B Lobbying Activity by Nonelecting Public Charities NOT APPLICABLE (For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

Table with 3 columns: Description, Yes, No, Amount. Includes rows for Volunteers, Paid staff or management, Media advertisements, Mailings to members, Publications, Grants to other organizations, Direct contact with legislators, Rallies, and Total lobbying expenditures.

FORM 990 - GENERAL EXPLANATION ATTACHMENT

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ORGANIZATION'S PRIMARY EXEMPT PURPOSE
PART III PAGE 3

ENVIRONMENTAL DEFENSE FUND IS INSPIRING AN INNOVATION REVOLUTION, DISCOVERING NEW WAYS TO PROTECT THE NATURAL WORLD WHILE GROWING OUR ECONOMY. WE CREATE POWERFUL INCENTIVES THAT BRING OUT THE BEST OF HUMAN POTENTIAL—TAPPING INTO PEOPLE'S ASPIRATIONS AND DREAMS TO DEVELOP NEW SOLUTIONS TO OUR TOUGHEST ENVIRONMENTAL PROBLEMS.

THROUGH OUR TRADITION OF WORKING WITH MARKET LEADERS TO ADVANCE ENVIRONMENTAL PROGRESS, WE ACHIEVE AMBITIOUS RESULTS BY RELYING ON RIGOROUS SCIENCE AND HARNESSING ECONOMIC ENGINES. IN THIS WAY, WE CAN LOOK FORWARD TO A FUTURE WHERE PEOPLE AND THE PLANET FLOURISH TOGETHER.

FORM 990 - GENERAL EXPLANATION ATTACHMENT

STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS
PART III PAGE 3

A. CLIMATE

OUR INTEGRATED STRATEGY TO PREVENT DANGEROUS CLIMATE CHANGE COMBINES FEDERAL, STATE AND INTERNATIONAL INITIATIVES.

MOMENTUM BUILDS FOR U.S. ACTION ON GLOBAL WARMING: "I DID IT FOR MY CHILDREN." THAT'S HOW FLORIDA'S REPUBLICAN SENATOR MEL MARTINEZ DESCRIBED HIS JUNE 2008 VOTE TO ADVANCE DEBATE ON THE LIEBERMAN-WARNER CLIMATE SECURITY ACT. MARTINEZ WAS JOINED BY MAX BAUCUS (D-MT) AND NINE OTHER SENATORS WHO PREVIOUSLY HAD VOTED AGAINST A SIMILAR MEASURE. THE SURGE IN SUPPORT, BROUGHT ON WITH HELP FROM ENVIRONMENTAL DEFENSE FUND, SET THE STAGE FOR PASSAGE OF A NATIONAL CLIMATE BILL IN 2009. "THE ECONOMIC DOWNTURN DOESN'T DIMINISH THE URGENCY FOR CLIMATE LEGISLATION," SAYS OUR NATIONAL CLIMATE CAMPAIGN DIRECTOR STEVE COCHRAN. "CONGRESS IS FINALLY DEBATING THE DETAILS OF LEGISLATION AND ITS IMPACT ON UTILITY BILLS AND JOBS. WE NEED TO BUILD THE INFRASTRUCTURE FOR A NEW ENERGY ECONOMY." IN MONTANA, SENATOR BAUCUS BACKED CLIMATE ACTION AFTER WE PERSUADED THE MONTANA GRAIN GROWERS ASSOCIATION TO SUPPORT IT. AND IN MARTINEZ'S HOME STATE, WE PRODUCED SCIENTIFIC RESEARCH ON FLORIDA'S VULNERABILITY TO CLIMATE CHANGE AND RISING SEAS. TO DRAW ATTENTION TO SOLUTIONS, WE EVEN SPONSORED THE FIRST FISHING TOURNAMENT EVER TO OFFSET ALL ITS GLOBAL WARMING POLLUTION. IN THE END, FLORIDA SENATORS VOTED TO MOVE THE LIEBERMAN-WARNER BILL FORWARD.

WHEN SPECIAL INTERESTS MOUNTED A MULTIMILLION-DOLLAR CAMPAIGN TO SPREAD FEAR ABOUT THE COST OF CLIMATE ACTION, WE COUNTERED WITH SOUND SCIENCE AND ECONOMICS. OUR ANALYSIS SHOWED THAT A DECLINING CAP ON CARBON EMISSIONS WILL HAVE NEGLIGIBLE IMPACT ON LONG-TERM ECONOMIC GROWTH, WHILE HELPING TO END OUR OIL ADDICTION. WITH JOBS TAKING CENTER STAGE, WE TEAMED UP WITH DUKE UNIVERSITY TO PRODUCE CASE STUDIES OF JOB CREATION. MANY OF THE BRICK AND MORTAR JOBS FOR NEW ENERGY TECHNOLOGIES WILL BE IN AMERICA'S MANUFACTURING HEARTLAND, WHERE HUNDREDS OF COMPANIES ALREADY ARE BENEFITING FROM THE BUSINESS OF RENEWABLE ENERGY AND ENERGY EFFICIENCY. FOR EXAMPLE, WIND TURBINE MANUFACTURER GAMESA HAS RETOOLED A STEEL PLANT IN EBENSBURG, PA, CREATING NEARLY 1,000 MANUFACTURING JOBS. BOLSTERING OUR CASE, 26 FORTUNE 500 COMPANIES JOINED USCAP, AN ALLIANCE WE HELPED LAUNCH THAT CALLS FOR A NATIONAL CARBON CAP. MEMBER COMPANIES REPRESENT VIRTUALLY EVERY SECTOR OF THE ECONOMY AND OPERATE IN ALL 50 STATES. BY SHOWING HOW CLIMATE LEGISLATION CAN HELP STIMULATE THE ECONOMY, WE KEPT THE ISSUE HIGH ON THE POLITICAL AGENDA. NOW WE WILL HOLD PRESIDENT OBAMA AND MEMBERS OF CONGRESS TO THEIR CAMPAIGN PLEDGES TO CAP GLOBAL WARMING POLLUTION.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

STATES LEAD THE WAY ON CLIMATE ACTION: FAR FROM WASHINGTON, DC, IN STATEHOUSES AND COURTHOUSES ACROSS THE COUNTRY, STATES ARE ACTING ON GLOBAL WARMING, LAYING THE FOUNDATION FOR A NATIONWIDE LOW-CARBON ECONOMY. NO STATE HAS DONE MORE THAN CALIFORNIA. THE GOLDEN STATE MADE HISTORY THIS YEAR WHEN IT BEGAN IMPLEMENTING ITS GLOBAL WARMING SOLUTIONS ACT, WHICH ENVIRONMENTAL DEFENSE FUND COSPONSORED AND HELPED DRAFT. THE LAW SETS THE NATION'S FIRST ECONOMY-WIDE CAP ON GREENHOUSE GAS EMISSIONS, REQUIRING A 15% CUT BELOW CURRENT LEVELS BY 2020. TO MAKE SURE THE RULES ARE STRONG AND EFFECTIVE, WE DISPATCHED A TEAM OF ECONOMIC AND POLICY EXPERTS TO SACRAMENTO. "BY CAPPING EMISSIONS, CALIFORNIA HAS TAKEN THE LEAD IN ADDRESSING ENERGY SECURITY, ENVIRONMENTAL QUALITY AND ECONOMIC GROWTH," SAYS ATTORNEY JIM MARSTON, WHO SPEARHEADED OUR EFFORT. CALIFORNIA'S PLAN PROMOTES RENEWABLE ENERGY, LOW-CARBON FUELS, MORE EFFICIENT APPLIANCES AND STRICTER BUILDING STANDARDS. IT ALSO AUTHORIZES A CARBON CAP-AND-TRADE PROGRAM TO KEEP COSTS LOW. THE PLAN WILL ALTER HOW UTILITIES GENERATE ELECTRICITY, AUTOMAKERS DESIGN CARS AND REFINERIES MAKE FUEL. OUR EXPERTS HAVE PROVIDED TECHNICAL ADVICE AND ARE WORKING WITH INDUSTRY AND ACADEMIC RESEARCHERS TO DEVISE STRICT ENVIRONMENTAL STANDARDS FOR BIOFUELS. OUR SUCCESS IN CALIFORNIA HAS REINFORCED REGIONAL INITIATIVES IN THE WEST AND THE EAST TO REDUCE GLOBAL WARMING POLLUTION, WITH THE NATION'S FIRST AUCTION OF EMISSION ALLOWANCES TAKING PLACE IN 2008. BEFORE CALIFORNIA'S PIONEERING ACTION, VENTURE CAPITAL INVESTMENT IN CLEAN TECHNOLOGY WAS DRIFTING OVERSEAS. NOW, THE UNITED STATES ACCOUNTS FOR MORE THAN 80% OF GLOBAL CLEAN TECH INVESTMENT, WITH TWO-THIRDS OF THAT IN CALIFORNIA. INNOVATIONS SUCH AS LOW-CARBON BIOFUELS, OCEAN ENERGY AND PLUG-IN HYBRID CARS MAY SOON FLOURISH. WITH THE WORLD'S SIXTH LARGEST ECONOMY, CALIFORNIA WILL ALSO INFLUENCE THE PIVOTAL 2009 WORLD CLIMATE NEGOTIATIONS IN DENMARK. SAYS MARSTON: "THE ROAD TO COPENHAGEN STARTS IN SACRAMENTO."

COAL'S DAY OF RECKONING: WITH ROUGHLY HALF OF U.S. ELECTRICITY COMING FROM COAL, ENVIRONMENTAL DEFENSE FUND HAS SET OUT TO MAKE COAL CLEANER AND PROMOTE SUSTAINABLE ALTERNATIVES. SOME 73 PROPOSED COAL-FIRED POWER PLANTS IN 31 STATES HAVE BEEN CANCELED OR DELAYED IN THE LAST TWO YEARS, THANKS IN PART TO OUR WORK. IN COLORADO, OUR STAFF AND ALLIES WORKED WITH XCEL ENERGY ON A PLAN TO CLOSE TWO AGING COAL PLANTS, EXPAND ENERGY EFFICIENCY AND ADD 1,000 MEGAWATTS OF WIND AND SOLAR POWER. "XCEL IS REDUCING GLOBAL WARMING POLLUTION WHILE PROVIDING RELIABLE, LOW-COST ENERGY IN A FAST-GROWING MARKET," SAYS OUR DEPUTY GENERAL COUNSEL VICKIE PATTON. THE TURNING POINT CAME IN 2007 WHEN TWO PRIVATE EQUITY FIRMS ENLISTED OUR HELP IN ACQUIRING THE TEXAS UTILITY TXU. TO GAIN OUR SUPPORT, THE BUYERS AGREED TO SCRAP PLANS FOR EIGHT COAL PLANTS AND

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

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DOUBLE THE COMPANY'S INVESTMENT IN RENEWABLE ENERGY AND EFFICIENCY. BUILDING ON THAT SUCCESS, WE NEGOTIATED WITH INVESTMENT BANKS, INCLUDING CITIGROUP, JPMORGAN CHASE AND MORGAN STANLEY, TO IMPOSE NEW ENVIRONMENTAL STANDARDS ON FINANCING FOR COAL PLANTS. THE STANDARDS ARE SHIFTING INVESTOR FOCUS AWAY FROM OLD-STYLE COAL PLANTS TOWARD AN ENTIRE RANGE OF LOW-CARBON OPTIONS, INCLUDING WIND, SOLAR AND GEOTHERMAL.

TEXAS LENGTHENS ITS LEAD IN WIND POWER: AMID RUSTING OIL DERRICKS ON A WINDSWEPT MESA IN SWEETWATER, TX, NEW WIND TURBINES WHIR IN THE DISTANCE. "I'VE BEEN AN OILMAN ALL MY LIFE," SAYS WIND INVESTOR T. BOONE PICKENS, "BUT THIS IS ONE EMERGENCY WE CAN'T DRILL OUR WAY OUT OF." PICKENS'S CONVERSION SPEAKS VOLUMES. TEXAS HAS BECOME A WORLD LEADER IN WIND POWER, A SHIFT SPURRED BY THE STATE'S ELECTRIC RESTRUCTURING BILL THAT EDF CHAMPIONED BACK IN 1999. THE LAW REQUIRED AN INCREASE IN RENEWABLE ENERGY. THE WIND INDUSTRY RECEIVED ANOTHER BOOST THIS YEAR WHEN WE HELPED CONVINCED STATE REGULATORS TO APPROVE NEW POWER LINES TO CARRY WEST TEXAS WIND ENERGY TO URBAN AREAS. THIS REMOVED A MAJOR BOTTLENECK. "EDF PLAYED A MAJOR ROLE IN HELPING THE NEW POLICY BECOME A REALITY," SAYS MIKE SLOAN, FORMER DIRECTOR OF THE WIND COALITION. UNDER THE NEW PLAN, THE LONE STAR STATE COULD MORE THAN TRIPLE ITS WIND CAPACITY BY 2015.

THE ROAD TO A GLOBAL CLIMATE SOLUTION: HOW WE'LL HELP WIN A LASTING AGREEMENT - CLIMATE PROGRAM DIRECTOR PETER GOLDMARK EXPLAINS OUR STRATEGY TO HELP ACHIEVE A GLOBAL AGREEMENT AT THE COPENHAGEN NEGOTIATIONS IN DECEMBER 2009.

Q: WHY IS FIGHTING GLOBAL WARMING DIFFERENT FROM OTHER PROBLEMS? A: TO SOLVE THE GLOBAL CLIMATE CRISIS, ALL COUNTRIES MUST BE ENGAGED. UNLIKE MOST POLLUTION PROBLEMS, THERE CAN'T BE A U.S. SOLUTION WITHOUT CHINA AND INDIA. WE'RE IN THIS BOAT TOGETHER, ROWING AGAINST A TICKING CLOCK.

Q: WHAT WILL IT TAKE TO GET DEVELOPING NATIONS TO ENGAGE? A: OUR GOAL IS TO GET THESE COUNTRIES TO JOIN THE GLOBAL TREATY. CREDITS FOR PROTECTING TROPICAL FORESTS, FOR EXAMPLE, CAN GIVE POOR NATIONS AN INCENTIVE TO STOP DEFORESTATION. SUCH AN APPROACH WILL HELP BREAK THE NORTH-SOUTH LOGJAM WE'VE HAD SINCE KYOTO. OF COURSE, UNTIL AMERICA LEADS, OTHER NATIONS WILL NOT SEE ANY REASON TO ACT.

Q: WHY IS PROTECTING RAINFORESTS SO IMPORTANT? A: THE BURNING OF TROPICAL FORESTS CAUSES 20% OF GLOBAL GREENHOUSE GAS EMISSIONS, AND PREVIOUS TREATIES DID NOTHING ABOUT IT. NOW ALLIES IN BRAZIL HAVE PROPOSED A PLAN THAT WOULD AWARD CREDITS IN THE GLOBAL CARBON MARKET TO NATIONS THAT REDUCE DEFORESTATION. OUR STAFF HELPED ADVANCE THAT PLAN AT RECENT CLIMATE TALKS. THEY AND OTHER SCIENTISTS SHOWED HOW REDUCED DEFORESTATION CAN BE VERIFIED ACCURATELY USING SATELLITE-BASED RADAR SENSORS. CARBON CREDITS WILL GIVE TROPICAL FORESTS THE VALUE THEY NEED

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

TO SURVIVE. WITHOUT THEM, NEARLY HALF THE AMAZON COULD BE GONE BY 2050.

Q: HOW CAN WE HELP BOTH THE CLIMATE AND THE WORLD'S POOR? A: AS THE ECONOMIES OF COUNTRIES LIKE INDIA EXPAND, THEY FACE A CHOICE WHETHER TO GROW WITH DIRTY ENERGY SOURCES OR HEALTHIER ALTERNATIVES. TO PROMOTE THE BETTER CHOICE, WE HAVE PARTNERED WITH E+CO, A NONPROFIT INVESTMENT GROUP, AND GRAMEEN BANK IN BANGLADESH. GRAMEEN HAS BUILT A FACTORY THERE TO MANUFACTURE METHANE-BASED BIODIGESTERS FOR HOMES, REPLACING SMOKY COOKING FIRES WITH CLEAN GAS STOVES. EARLY STEPS IN THIS PROJECT ALREADY HAVE BEGUN LOWERING CARBON EMISSIONS, GENERATING EMISSION CREDITS THAT HELP OFFSET THE PROJECT'S COST.

Q: IS THERE A NEXUS BETWEEN ENERGY, ECONOMIC DEVELOPMENT AND CLIMATE? A: ABSOLUTELY. THE DESIRE FOR A HIGHER STANDARD OF LIVING IS PART OF THE HUMAN CONDITION. THE PATH TOWARD CLIMATE STABILITY AND THE PATH OUT OF POVERTY HAVE TO BE THE SAME.

FROM WASHINGTON TO COPENHAGEN: SOLVING THE GLOBAL CLIMATE CRISIS IS THE WORLD'S BIGGEST ENVIRONMENTAL CHALLENGE. THE NEW ADMINISTRATION IN WASHINGTON RAISES THE PROSPECT OF PROMPT U.S. ACTION, CREATING A FRESH CONTEXT FOR THE DECEMBER 2009 INTERNATIONAL NEGOTIATIONS IN COPENHAGEN. THE AGREEMENT REACHED THERE WILL REPLACE THE KYOTO TREATY, WHICH EXPIRES IN 2012.

THE TALKS MUST ACCOUNT FOR EMISSIONS FROM DEFORESTATION, WHICH WERE OVERLOOKED IN KYOTO, AND ENGAGE DEVELOPED AND DEVELOPING NATIONS ALIKE. THAT IS THE ONLY WAY TO ACHIEVE THE REDUCTIONS NEEDED BY MID-CENTURY.

GRANTS AND ALLOCATIONS: \$4,105,403
 PROGRAM SERVICE EXPENSES: \$34,790,082

B. SAFEGUARDING THE OCEANS

'CATCH SHARES' GIVE FISHERIES NEW HOPE FOR THE FUTURE: WHEN JOHN STEINBECK WROTE CANNERY ROW IN 1945, CALIFORNIA'S COASTLINE WAS DOTTED WITH THRIVING FISHING COMMUNITIES. TODAY, THE STATE'S FISHING INDUSTRY FACES HARD TIMES, WITH WORKING WATERFRONTS GIVING WAY TO T-SHIRT SHOPS. THE COMMERCIAL CATCH HAS DECLINED 70%, AND SIMILAR FAILURES ARE HAPPENING ALL OVER THE WORLD. THE OLD STYLE OF FISHERIES MANAGEMENT - USING TACTICS LIKE EVER-SHORTER FISHING SEASONS - HAS FAILED TO END OVERFISHING AND LED TO A DANGEROUS "RACE FOR FISH." PARTICULARLY HARD HIT WAS THE WEST COAST'S LARGEST FISHERY - THE 80 BOTTOM-DWELLING SPECIES COLLECTIVELY KNOWN AS GROUND FISH. IN 2000, THE FISHERY WAS DECLARED A FEDERAL DISASTER. ENVIRONMENTAL DEFENSE FUND OFFERED A DIFFERENT APPROACH. WE HELPED PERSUADE THE PACIFIC FISHERY MANAGEMENT COUNCIL TO APPROVE A PLAN TO REVIVE GROUND FISH USING "CATCH SHARES." UNDER THIS

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

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SYSTEM, EACH TRAWLER IS ASSIGNED A PERCENTAGE OF THE SCIENTIFICALLY DETERMINED TOTAL ALLOWABLE ANNUAL CATCH. CAPTAINS CAN FISH SENSIBLY TO MAXIMIZE THE VALUE OF THEIR TAKE, RATHER THAN RACING TO CATCH FISH AS QUICKLY AS POSSIBLE. THAT WILL GIVE THEM THE FLEXIBILITY TO AVOID SENSITIVE AREAS AND REDUCE THE ACCIDENTAL KILLING OF OTHER SPECIES. THE PLAN, WHICH WE HELPED DEVELOP, ALSO CALLS FOR OBSERVERS ON BOATS, ELIMINATING THE GUESS-WORK AND LACK OF ENFORCEMENT THAT HAVE LONG PLAGUED FISHERIES. "AS THE FISHERY RECOVERS, EACH CATCH SHARE BECOMES MORE VALUABLE, GIVING FISHERMEN A LONG-TERM FINANCIAL STAKE IN THE HEALTH OF THE SYSTEM," EXPLAINS OUR PACIFIC COAST OCEANS PROGRAM DIRECTOR JOHANNA THOMAS. TO PROVIDE FISHERMEN THE DOLLARS THEY NEED TO SWITCH TO SUSTAINABLE FISHING PRACTICES, WE LAUNCHED A REVOLVING LOAN PROGRAM CALLED THE CALIFORNIA FISHERIES FUND. THE FUND ALSO WILL BUILD MARKETS FOR HIGHER QUALITY SEAFOOD PRODUCTS. OUR GOAL IS TO MAKE CATCH SHARES THE STANDARD CURE FOR AILING U.S. FISHERIES. IN THE GULF OF MEXICO, THE SUCCESS OF OUR CATCH SHARE PROGRAM FOR RED SNAPPER HAS LED TO ITS PROPOSED EXPANSION TO INCLUDE GROUPER. NOW WE ARE PROMOTING CATCH SHARES FOR GULF SHRIMP AND NEW ENGLAND SCALLOPS, AND WE'RE EXPLORING SIMILAR PROGRAMS WITH RECREATIONAL FISHERMEN. BRIAN MOSE, A TRAWL FISHERMAN IN BRITISH COLUMBIA, IS HOPEFUL. "WITHOUT EDF, I DON'T THINK THE FISHING COMMUNITY WOULD HAVE LEARNED ABOUT THE SCIENCE AND ECONOMICS OF THIS GREAT IDEA."

COMING TO YOUR TABLE HEALTHIER FARMED SEAFOOD: RESPONDING TO A WAVE OF CONSUMER DEMAND FOR HEALTHY AND SUSTAINABLE SEAFOOD, LEADING NATURAL FOODS RETAILER WHOLE FOODS THIS YEAR INSTITUTED STRICT NEW STANDARDS FOR FARMED FISH. SINCE ROUGHLY HALF THE SEAFOOD CONSUMED IN THE U.S. COMES FROM FISH FARMS, THE STANDARDS COULD HAVE A HUGE IMPACT. THE NEW GUIDELINES, DEVELOPED WITH HELP FROM ENVIRONMENTAL DEFENSE FUND EXPERTS, BAN THE USE OF PRESERVATIVES, ANTIBIOTICS, HORMONES AND OTHER CHEMICALS THAT CAN BE HARMFUL TO HUMANS YET ARE TYPICALLY USED TO PROMOTE GROWTH IN FISH. THE POLICY ALSO AVOIDS FISH FARMED IN WETLANDS AND LIMITS THE USE OF WILD FISH AS FEED. "THESE ARE THE MOST COMPREHENSIVE AQUACULTURE STANDARDS TO DATE FOR A RETAILER," SAYS OUR SEAFOOD PROGRAM MANAGER TERESA ISH. "WHEN A LEADING RETAILER LIKE WHOLE FOODS MAKES THIS KIND OF COMMITMENT, SUPPLIERS TAKE NOTICE." WHOLE FOODS SEAFOOD COORDINATOR CARRIE BROWNSTEIN CREDITS EDF WITH REQUESTING TOUGH CRITERIA. EARLIER, WE HAD PARTNERED WITH WEGMANS SUPERMARKETS TO DEVELOP THE FIRST PURCHASING POLICY FOR FARMED SHRIMP. NINETY PERCENT OF SHRIMP IS IMPORTED, MOSTLY FROM SOUTHEAST ASIA AND LATIN AMERICA, WHERE REGULATIONS OFTEN ARE LAX AND POORLY ENFORCED. SINCE WEGMANS ADOPTED STRICTER STANDARDS, ITS SHRIMP SALES HAVE ACCELERATED. WE'RE NOW WORKING WITH RETAILERS TO STRENGTHEN INDEPENDENT CERTIFICATION OF SEAFOOD, AND WE'VE

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

EXPANDED OUR POPULAR SEAFOOD SELECTOR, A SHOPPING GUIDE FOR CONSUMERS, TO INCLUDE SUSHI. THE GUIDE SHOWS BEST AND WORST CHOICES AND HIGHLIGHTS HEALTH RISKS FROM MERCURY AND OTHER CONTAMINANTS. "BY CHOOSING SAFE AND SUSTAINABLY FARMED OR CAUGHT FISH," SAYS ISH, "CONSUMERS CAN EAT RIGHT AND HELP GUARANTEE THAT THE BOUNTY OF OUR OCEANS IS WITH US FOREVER."

ADVANCING OCEAN SCIENCE WITH UNIVERSITY PARTNERS: A FEW YEARS AGO, NOBODY WAS TALKING ABOUT MINING THE DEEP OCEANS - EXCEPT THE MINING INDUSTRY. DR. ROD FUJITA CO-AUTHORED A PAPER IN SCIENCE IN 2007 RAISING CONCERNS THAT OCEAN MINING COULD BECOME COMMERCIALIZED WITHIN FIVE YEARS, WITH OR WITHOUT NEEDED PROTECTIONS. THAT SPURRED EFFORTS IN PAPUA NEW GUINEA TO ENSURE THAT ATTEMPTS TO MINE DEEP SEA VENTS DO NOT DAMAGE THESE UNIQUE AND VALUABLE ECOSYSTEMS. FUJITA'S EFFORTS ARE PART OF OUR OCEAN INNOVATIONS INITIATIVE TO ADVANCE OCEAN SCIENCE. WE'RE COLLABORATING WITH PRINCETON, STANFORD AND UC-BERKELEY ON PROJECTS SUCH AS THE FUTURE OF OCEAN ENERGY AND AN INCENTIVE-BASED PLAN TO PROTECT THE ARCTIC OCEAN AS THE CLIMATE WARMS.

CUBA: CREATING A MODEL FOR COASTAL CONSERVATION: OPERATING UNDER A SPECIAL LICENSE FROM THE U.S. GOVERNMENT, WE ARE HELPING CUBAN EXPERTS LAY A LEGAL AND POLICY FOUNDATION FOR CONSERVATION AS THE ISLAND'S TOURISM AND MINING INDUSTRIES EXPAND. OUR EFFORTS HAVE LED TO A NETWORK OF MARINE PROTECTED AREAS, SAFEGUARDING GEMS SUCH AS THE GARDENS OF THE QUEEN, ONCE FIDEL CASTRO'S FAVORITE SPEARFISHING SPOT. WE ALSO CO-AUTHORED A HANDBOOK THAT PLANNERS IN CUBA ARE NOW USING TO ENSURE THAT COASTAL DEVELOPMENT DOES NOT DAMAGE MANGROVES, WETLANDS AND OTHER SENSITIVE ENVIRONMENTS.

NATIONAL TREASURE: MARINE MONUMENTS IN THE PACIFIC: THE CENTRAL PACIFIC ISLANDS CONTAIN THE MOST PRISTINE SHALLOW-WATER CORAL REEFS IN THE WORLD. FARTHER WEST, THE MARIANA TRENCH IS AN OCEAN CANYON SO DEEP IT COULD HOLD MT. EVEREST. IN 2008, PRESIDENT BUSH SET INTO MOTION A PLAN TO PROTECT THESE TWO UNIQUE HABITATS AS NATIONAL MARINE MONUMENTS. WE HAD PROPOSED MONUMENT STATUS FOR THE CENTRAL PACIFIC ISLANDS AND BUILT KEY POLITICAL AND SCIENTIFIC SUPPORT FOR RESTRICTING FISHING AND MINING. TOGETHER, THE RESERVES WILL MAKE UP THE LARGEST PROTECTED AREA ON EARTH. THEY BUILD ON THE NORTHWESTERN HAWAIIAN ISLANDS MARINE MONUMENT, WHICH WE HELPED CREATE IN 2006. "WITH INDO-PACIFIC CORALS DISAPPEARING TWICE AS FAST AS TROPICAL RAINFORESTS, THESE PROTECTIONS TRULY MATTER," SAYS EDF OCEANS PROGRAM MANAGING DIRECTOR DIANE REGAS.

GRANTS AND ALLOCATIONS: \$5,261,297
PROGRAM SERVICE EXPENSES: \$17,313,433

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

C. ECOSYSTEMS

HOW WE MAKE PEACE BETWEEN LANDOWNERS AND WILDLIFE: "EVERY YEAR WE WOULD GO OUT AND LISTEN FOR THE BIRDS: NOTHING. THIS YEAR, SUDDENLY BIRDSONG WAS EVERYWHERE." THAT'S HOW ENVIRONMENTAL DEFENSE FUND ECOLOGIST DAVID WOLFE DESCRIBED HIS THRILLING ENCOUNTER WITH ENDANGERED BLACK-CAPPED VIREOS ON KERRY RUSSELL'S RANCH IN CENTRAL TEXAS THIS SPRING. RUSSELL HAS WORKED WITH US TO RESTORE HABITAT FOR THE TINY SONGBIRD ON HIS 130-ACRE RANCH, WHICH SITS JUST BEYOND THE REACH OF AUSTIN SPRAWL. HE PARTICIPATES IN SAFE HARBOR, OUR PROGRAM THAT ENCOURAGES LANDOWNERS TO PROTECT SPECIES WITHOUT INCURRING ADDITIONAL FEDERAL RESTRICTIONS AS A RESULT OF THEIR EFFORTS. EDF CONCEIVED SAFE HARBOR AND CONVINCED THE U.S. GOVERNMENT TO USE IT BROADLY. BEFORE SAFE HARBOR, LANDOWNERS SOMETIMES DESTROYED VALUABLE HABITAT TO AVOID FEDERAL REGULATIONS. TODAY, THE OWNERS OF MORE THAN FOUR MILLION ACRES NATIONWIDE ARE WELCOMING ENDANGERED SPECIES UNDER SAFE HARBOR AGREEMENTS. GROUPS RANGING FROM THE NATURE CONSERVANCY TO LOCAL GOVERNMENT AGENCIES HAVE TURNED TO SAFE HARBOR AS A PRIME TOOL TO SAVE ENDANGERED SPECIES. "WE'VE LEARNED WE CAN BE MORE EFFECTIVE BY BEING FLEXIBLE AND LISTENING TO LANDOWNER CONCERNS," SAYS WOLFE. IN TEXAS, DOZENS OF RANCHERS SIGNED ON TO SAFE HARBOR AND TODAY THEIR EFFORTS ARE PAYING OFF: VIREOS ARE NESTING IN RESTORED HABITAT FROM WHICH THEY'VE BEEN ABSENT FOR DECADES. "MANY RANCHERS MAY NOT CALL THEMSELVES CONSERVATIONISTS," SAYS RUSSELL, "BUT I BELIEVE OUR LOVE FOR THE LAND MAKES US NATURAL ALLIES WITH THOSE WANTING TO LEAVE A POSITIVE LEGACY FOR FUTURE GENERATIONS." NOW, CONSERVATION-MINDED LANDOWNERS ALSO CAN GET FEDERAL TAX RELIEF. A PROVISION WE WON IN THE RECENT FARM BILL GIVES THEM A TAX DEDUCTION FOR MONEY THEY SPEND PRESERVING RARE ECOSYSTEMS. THE MEASURE GARNERED SUPPORT FROM ACROSS THE POLITICAL SPECTRUM- FROM THE AMERICAN FARM BUREAU TO THE SIERRA CLUB. "FARMERS, RANCHERS AND FOREST LANDOWNERS MANAGE TWO-THIRDS OF AMERICA'S LAND, SO THEY ARE CRITICAL TO PROTECTING WILDLIFE," SAYS OUR WILDLIFE ATTORNEY MICHAEL BEAN. "THEY DESERVE HELP FOR DOING THE RIGHT THING."

LESSONS FROM THE FLOOD: THREE YEARS AFTER THE PUNISHING LESSON OF HURRICANE KATRINA, NEW ORLEANS REMAINS OPEN TO CATASTROPHIC FLOODING. THE SUMMER OF 2008 OFFERED A PICTURE OF WHAT THE FUTURE MIGHT HOLD IN STORE: HURRICANE-FED STORM SURGES DEVASTATED COASTAL COMMUNITIES IN LOUISIANA AND TEXAS. ENVIRONMENTAL DEFENSE FUND HAS LONG WORKED TO REVITALIZE AMERICA'S NATURAL DEFENSES AGAINST FLOODING, INCLUDING WETLANDS AND RIVERSIDE FORESTS THAT ABSORB FLOODWATERS. THIS YEAR, WE MADE WIDESPREAD PROGRESS. IN LOUISIANA, EDF HELPED SECURE MORE THAN \$100 MILLION OF STATE FUNDING FOR COASTAL RESTORATION, AND WE BROUGHT TOGETHER OIL COMPANIES

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

AND LOCAL GOVERNMENTS TO ACCELERATE THE LARGE-SCALE REBUILDING OF PROTECTIVE CYPRESS WETLANDS. NATIONWIDE, HALF OF ALL WETLANDS HAVE BEEN ERADICATED. NO CLEARER SYMBOL OF HARMFUL DESTRUCTION EXISTS THAN THE MISSISSIPPI RIVER GULF OUTLET, A LITTLE-USED SHIPPING CHANNEL THAT FUNNELED KATRINA'S STORM SURGE INTO THE HEART OF NEW ORLEANS. THIS YEAR, AFTER WE ASSEMBLED THE EVIDENCE AND PERSUADED CONGRESS TO ACT, ENGINEERS BEGAN DISASSEMBLING THE CHANNEL AND RESTORING SURROUNDING WETLANDS. "EDF AND ITS PARTNERS HAVE BEEN IN THE VANGUARD OF THIS," SAYS DR. DONALD BOESCH, CHAIR OF THE LOUISIANA COASTAL AREA SCIENCE BOARD. WE ALSO WORKED WITH ALLIES TO CONVINCED EPA TO BLOCK THE YAZOO PUMPS, AN ILL-CONCEIVED FARMLAND CREATION SCHEME THAT WOULD HAVE DESTROYED 200,000 ACRES OF PROTECTIVE WETLANDS IN THE LOWER MISSISSIPPI DELTA. MESSAGES TO EPA FROM MORE THAN 40,000 OF OUR SUPPORTERS HELPED CARRY THE DAY. SCIENTISTS WARN THAT WITH GLOBAL WARMING, HURRICANES AND FLOODS MAY GROW IN INTENSITY. "REVITALIZING AMERICA'S NATURAL DEFENSES AGAINST EXTREME WEATHER HAS NEVER BEEN MORE IMPORTANT," SAYS OUR VP FOR RIVERS AND DELTAS MARY KELLY.

GRANTS AND ALLOCATIONS: \$2,368,688
PROGRAM SERVICE EXPENSES: \$14,677,954

D. HEALTH

THE END OF THE LINE FOR DIRTY DIESEL ENGINES: A CONTAINER SHIP THE LENGTH OF THREE FOOTBALL FIELDS DOCKS AT THE PORT OF LOS ANGELES, WHERE IT UNLOADS SNEAKERS, DVD PLAYERS AND A GIANT PLUME OF BLACK EXHAUST. WHILE CARS HAVE BEEN SUBJECTED TO TOUGH POLLUTION LIMITS FOR MORE THAN 30 YEARS, STANDARDS FOR DIESEL TRUCKS, BUSES, SHIPS AND OTHER DIESEL ENGINES HAVE LAGGED BEHIND. A DECADE AGO, ENVIRONMENTAL DEFENSE FUND SET OUT TO REDUCE THE HEALTH THREAT CAUSED BY THESE UNDER-REGULATED SOURCES OF POLLUTION. OCEANGOING VESSELS, INCLUDING CRUISE SHIPS AND CONTAINER SHIPS, ARE AMONG THE WORST OFFENDERS, EMITTING HUGE AMOUNTS OF DIESEL PARTICULATES AND SMOG-FORMING EMISSIONS. SHIPS IN THE LOS ANGELES BASIN ALONE POLLUTE AS MUCH AS 11 MILLION NEW CARS. SMALL PARTICLES LODGE DEEP IN PEOPLE'S LUNGS AND HAVE BEEN LINKED TO CANCER AND PREMATURE DEATH. IN A MAJOR BREAKTHROUGH, INTERNATIONAL STANDARDS ADOPTED IN 2008 WILL CUT DIESEL POLLUTION FROM NEW OCEANGOING VESSELS BY 80 TO 90%. WE PLAYED A PIVOTAL ROLE, HELPING CONGRESS PASS LEGISLATION EARLIER IN THE YEAR ALLOWING THE UNITED STATES TO JOIN THE INTERNATIONAL TREATY REQUIRING THE CLEANUP. OUR ATTORNEY JANEA SCOTT WORKED CLOSELY WITH EPA, OTHER ENVIRONMENTAL AND HEALTH ADVOCATES AND STATE AND PORT OFFICIALS TO BRING THE BILL TO THE TOP OF THE PILE IN THE SENATE. CONCERTED OUTREACH BY EDF -INCLUDING 9,400 MESSAGES FROM OUR ACTION NETWORK MEMBERS -HELPED WIN

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

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BIPARTISAN SUPPORT FOR THE LEGISLATION. THE VICTORY COMPLEMENTS NEW EPA RULES, WHICH WE ALSO HELPED WIN IN 2008, THAT CUT SOOT AND SMOG-FORMING POLLUTION FROM DIESEL BARGES, FERRIES AND TRAINS. COLLECTIVELY, THE STANDARDS WILL PREVENT TENS OF THOUSANDS OF DEATHS AND HOSPITALIZATIONS EACH YEAR. BACK IN 2000, SCOTT WAS OFTEN THE LONE ENVIRONMENTALIST AMONG INDUSTRY REPRESENTATIVES ON AN EPA DIESEL ADVISORY PANEL. BUT WE FOUND ALLIES, DEMONSTRATED THE HEALTH RISKS OF DIESEL POLLUTION, BUILT SUPPORT IN INDUSTRY AND, WHEN NECESSARY, TOOK EPA TO COURT. THE RESULT? A SERIES OF VICTORIES CUTTING POLLUTION FROM MORE AND MORE TYPES OF DIESEL EQUIPMENT. SAYS SCOTT: "OUR CHILDREN SHOULD GROW UP IN A WORLD WHERE DIESEL ENGINES NO LONGER CHURN OUT BLACK PLUMES OF SMOKE."

ENSURING NANOTECH'S SAFETY: RESEARCHERS IN EDINBURGH, SCOTLAND, RECENTLY MADE A STARTLING DISCOVERY. CERTAIN MICROSCOPIC "NANOTUBES" NOW USED IN A WIDE VARIETY OF CONSUMER PRODUCTS MAY POSE HEALTH RISKS SIMILAR TO THOSE CAUSED BY ASBESTOS. TOUTED AS A REVOLUTION IN EVERYTHING FROM ENERGY TO MEDICINE, THE SCIENCE OF THE ULTRA-SMALL IS GENERATING NEW MATERIALS AND USES AT A FURIOUS PACE, OUTSTRIPPING SCIENTISTS' UNDERSTANDING OF THE POTENTIAL ENVIRONMENTAL AND HEALTH RISKS. FOR EXAMPLE, A NANOSCALE SUBSTANCE MIGHT BE ABSORBED FAR MORE READILY INTO THE SKIN OR MIGHT PASS FROM THE BLOODSTREAM INTO THE BRAIN, WHICH LARGER MOLECULES CANNOT DO. TO ADDRESS THE RESPONSIBLE DEVELOPMENT OF NANOMATERIALS, ENVIRONMENTAL DEFENSE FUND AND DUPONT TEAMED UP IN 2005 TO DEVELOP A PRACTICAL MEANS TO ASSESS AND REDUCE THE RISKS. IN 2007, WE JOINTLY RELEASED THE NANO RISK FRAMEWORK, A SET OF GUIDELINES FOR COMPANIES THAT WANT TO COMMERCIALIZE NANOSCALE MATERIALS SAFELY. WITHIN MONTHS, OUR WORK HAS BEEN TRANSLATED INTO FRENCH, SPANISH AND MANDARIN CHINESE. GE, LOCKHEED MARTIN AND NANOSTELLAR, AMONG OTHERS, ALL ARE USING IT. ACCORDING TO GE, IT OFFERS "A 'STANDARD OF CARE' FOR THE NANOTECHNOLOGY INDUSTRY AND BEYOND." WITH MAJOR COMPANIES POISED TO ADOPT THE FRAMEWORK, LLOYD'S OF LONDON IS ENCOURAGING ITS MEMBERS TO SEE THAT IT IS USED ON ALL THE NANO PROJECTS THEY INSURE. THE PRECAUTIONS WE HAVE RECOMMENDED COME NOT A MOMENT TOO SOON. MORE THAN 600 CONSUMER PRODUCTS-FROM GOLF BALLS TO SUNSCREEN - ALREADY USE NANOTECHNOLOGY. WE'RE WORKING TO IMPROVE GOVERNMENT ACCOUNTABILITY OF NANOTECH AS WELL. AFTER TESTIMONY BY OUR BIOCHEMIST DR. RICHARD DENISON, THE U.S. HOUSE OF REPRESENTATIVES PASSED A BILL THAT WOULD SIGNIFICANTLY INCREASE FEDERAL OVERSIGHT AND ENSURE THAT THE GOVERNMENT CONDUCTS SUFFICIENT RESEARCH INTO NANO'S RISKS. AS DENISON SAYS, "THIS RESEARCH IS CRITICAL TO DEVELOP NEW METHODS NEEDED TO UNDERSTAND HOW THESE NOVEL MATERIALS INTERACT WITH BIOLOGICAL SYSTEMS AND THE ENVIRONMENT."

LEADING THE WAY TO CLEANER HOG FARMS: NORTH CAROLINA'S TEN MILLION HOGS

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

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GENERATE MORE WASTE THAN THE ENTIRE HUMAN POPULATIONS OF NEW YORK, LOS ANGELES, CHICAGO AND HOUSTON. WASTE LAGOONS AND SPRAYFIELDS CAN CONTAMINATE AQUIFERS AND HAVE BEEN LINKED TO A HOST OF HEALTH PROBLEMS. CULMINATING A DECADE OF WORK BY EDF AND A COALITION CALLED FRONTLINE FARMERS, NORTH CAROLINA BECAME THE FIRST STATE TO BAN NEW HOG LAGOONS AND IS IMPLEMENTING A COST-SHARE PROGRAM TO HELP FARMERS SWITCH TO CLEANER TECHNOLOGY THAT CONVERTS WASTE INTO FERTILIZER. WE SERVE ON THE COMMITTEE EVALUATING ALTERNATIVES. "EDF BROUGHT PIONEERING COMMON SENSE TO THE EQUATION," SAYS CHUCK STOKES, A FIFTH-GENERATION HOG FARMER. A TRANSFORMED HOG INDUSTRY COULD SERVE AS A MODEL FOR IMPROVING LARGE-SCALE LIVESTOCK OPERATIONS NATIONWIDE.

COURT OVERTURNS WEAK RULE ON MERCURY POLLUTION: WHEN EPA ANNOUNCED A FLAWED POLICY FOR CURBING MERCURY POLLUTION, WE TEAMED UP WITH EARTHJUSTICE TO FILE SUIT ALONG WITH A COALITION OF DOCTORS, ADVOCACY ORGANIZATIONS AND STATES. WE THEN EXPOSED HOW EPA WAS STRONG-ARMING STATES INTO ADOPTING WEAKER LAWS. IN A MAJOR WIN FOR PUBLIC HEALTH, A FEDERAL APPEALS COURT RULED IN OUR FAVOR. THE GOVERNMENT'S REGULATION WOULD HAVE ESTABLISHED A CAP-AND-TRADE PROGRAM FOR MERCURY POLLUTION FROM POWER PLANTS. WE OPPOSED CAP AND TRADE FOR MERCURY BECAUSE TRADING COULD LEAD TO TOXIC HOT SPOTS. MERCURY IS A POTENT NEUROTOXIN THAT BUILDS UP IN THE BODY AND CAN HARM CHILDREN'S DEVELOPING BRAINS. TO PROTECT CHILDREN'S HEALTH, WE WORKED WITH THE STATE OF COLORADO TO PROVE THAT CUTTING MERCURY EMISSIONS COULD BE DONE AFFORDABLY. SPURRED BY STRONG STATE STANDARDS LIKE COLORADO'S, MORE THAN 90 POWER PLANTS NATIONWIDE ARE INSTALLING ADVANCED MERCURY CONTROLS THAT ONLY RECENTLY CRITICS CLAIMED WEREN'T COMMERCIALY VIABLE. "STATES HAVE TAKEN THE LEAD TO PROTECT THEIR CITIZENS," NOTES OUR DEPUTY GENERAL COUNSEL VICKIE PATTON. "NOW EPA NEEDS TO FOLLOW THE LAW AND ADOPT NATIONAL MERCURY STANDARDS THAT WILL PROTECT EVERY COMMUNITY IN AMERICA."

GRANTS AND ALLOCATIONS: \$1,286,403
PROGRAM SERVICE EXPENSES: \$7,645,719

FORM 990 - GENERAL EXPLANATION ATTACHMENT

CURRENT, OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES
PART V-A LINE 75B PAGE 6

THE FOLLOWING LIST OF TRUSTEES AND KEY EMPLOYEES OF THE ENVIRONMENTAL DEFENSE FUND, INC. ALSO SERVE AS MEMBERS OF THE ENVIRONMENTAL DEFENSE ACTION FUND BOARD OF TRUSTEES OR ARE CONSIDERED TO BE KEY EMPLOYEES OF ENVIRONMENTAL DEFENSE FUND, INC.

TRUSTEES

- N J NICHOLAS, JR
- JAMES W B BENKARD
- STANLEY DRUCKENMILLER
- KIRSTEN J FELDMAN
- JEANNE DONOVAN FISHER
- CHARLES J HAMILTON, JR
- FRANK E LOY
- DOUGLAS W SHORENSTEIN
- JOHN H T WILSON
- PAUL JUNGER WITT

KEY EMPLOYEES

- FREDERIC D KRUPP
- DAVID YARNOLD

THE VOTING BOARD MEMBERS OF THE CALIFORNIA FISHERIES FUND, INC. ARE EMPLOYEES OF ENVIRONMENTAL DEFENSE FUND, INC.

- PETER ACCINNO
- DIANE REGAS
- DAVID FESTA

FORM 990 - GENERAL EXPLANATION ATTACHMENT

COMPENSATION FROM RELATED ORGANIZATION
PART V-A LINE 75C PAGE 6

	FREDERIC KRUPP	DAVID YARNOLD	TOTAL TOTAL
TOTAL SALARY	\$449,491	\$326,346	\$775,837
ALLOCATION TO ENVIRONMENTAL DEFENSE FUND, INC.	\$446,072	\$323,801	\$769,873
ALLOCATION TO ENVIRONMENTAL DEFENSE ACTION FUND	\$3,419	\$2,545	\$5,964
	FREDERIC KRUPP	DAVID YARNOLD	TOTAL TOTAL
TOTAL BENEFITS	\$50,478	\$42,303	\$92,781
ALLOCATION TO ENVIRONMENTAL DEFENSE FUND, INC.	\$50,102	\$41,972	\$92,074
ALLOCATION TO ENVIRONMENTAL DEFENSE ACTION FUND	\$376	\$331	\$707

FORM 990, PART I - OTHER DECREASES IN FUND BALANCES

DESCRIPTION	AMOUNT
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NET UNREALIZED GAINS AND LOSSES	5,811,696.
TOTAL	5,811,696.
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FORM 990, PART II - GRANTS PAID FROM DONOR ADVISED FUNDS

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
GRANTS PAID FROM DONOR ADVISED FUNDS			
THE MARY LOUIS ACADEMY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	20,000.
THE GREENWICH ACADEMY INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	6,000.
OXFAM AMERICA INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
HEIFER INTERNATIONAL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.
UNITED STATE ASSOCIATION FOR UNHCR C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
INTERNATIONAL RESCUE COMMITTEE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.

FORM 990, PART II - GRANTS PAID FROM DONOR ADVISED FUNDS

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
DOCTORS WITHOUT BORDERS USA INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
CAPITAL PUBLIC RADIO INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
NATURAL RESOURCES DEFENSE COUNCIL INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
NATIONAL AUDUBON SOCIETY INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.
AMERICAN RIVER CONSERVANCY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	5,500.
THE SIERRA CLUB FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.
AMNESTY INTERNATIONAL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.

FORM 990, PART II - GRANTS PAID FROM DONOR ADVISED FUNDS

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
AMERICAN FRIENDS SERVICE COMMITTEE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
WORLD SECURITY INSTITUTE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
UNITED STATE FUND FOR UNICEF C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	500.
ENVIRONMENTAL DEFENSE FUND INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	SELF PUBLIC CHARITY	DONOR ADVISED FUND	4,100.
CARE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.
PLANNING AND CONSERVATION LEAGUE FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONOR ADVISED FUND	1,000.

FORM 990, PART II - GRANTS PAID FROM DONOR ADVISED FUNDS

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

RECIPIENT NAME AND ADDRESS

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

TOTAL CONTRIBUTIONS PAID FROM DONOR ADVISED FUNDS

47,600.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
GRANTS PAID			
1 WELL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PROJECT SUPPORT	15,000.
AID ENVIRONMENT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	MINIGRANT FOR AIDENVIRONMENT, ERIC WAKKER, RESEARCH-BASED ADVOCACY MALAYSIAN AND INDONESIAN	5,000.
ALLEN COUNTRY SWCD C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO PROVIDE FUNDING TO HELP ACSWCD AND LOCAL PARTNERS TO PROVIDE ENHANCED OUTREACH, EDUCATION AND REALTED TECHINCAL ASSISTANCE	35,000.
ALPHA OMEGA TRANSLATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	ENGLISH TO FRENCH TRANSLATION FOR EDF	184.
ASSOCIACAO FLORESTA PROTEGIDA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	TERRITORIAL MONITORING - KAYAPO INDIGENOUS TERRITORIES	422,877.
BETTER PUEBLO C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	HELP REDUCE THE MERCURY EMISSIONS FROM THE ROCKY MOUNTAIN STEEL MILLS	5,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
BLANCHARD RIVER WATERSHED PARTNERSHIP INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO HELP FUND VOLUNTEER BIOLOGICAL MONITORING AND ANALYSIS IN LYE CREEK/ THE OUTLET SUBWATERSHED AND/OR OTHER WATERSHEDS IN THE BLANCHARD WATERSHED	5,000.
CALIFORNIA ASSO OF RESOURCE CONSERVATION DISTR C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT WE HAVE WITH CARCD RELATED TO SAFE HARBOR WORK	9,000.
CALIFORNIA RICE COMMISSION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	NRCS GRANT TO STUDY GREENHOUSE GAS ISSUES IN RICE	13,000.
CALIFORNIANS FOR NEIGHBORHOOD PROTECTION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANTS FOR EDUCATION PURPOSE	50,000.
CENTER FOR ENVIRONMENTAL AND DEVELOPMENT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT OF TRAVEL TO WORKSHOP AT WORLD BANK ON OCTOBER 10TH DURING ANNUAL MEETING	3,000.
CENTER FOR INTERNATIONAL ENERGY AND ENVIRONMENTAL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT WILL SUPPORT STUDENT AND PROFESSIONAL RESEARCH AND ANALYSIS ON SEDIMENT SUPPLY IN THE MISSISSIPPI RIVER BELOW THE OLD RIVER CONTROL STRUCTURE.	50,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
CENTRE FOR SOCIAL MARKETS C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SPONSORSHIP FOR NATIONAL MEETING ON CLIMATE CHANGE	3,000.
CHINA ASSOCIATION FOR NGO C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	CHINA EARTHQUAKE RELIEF	3,000,000.
CLEAN AIR FORCE OF CENTRAL TEXAS C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASSTHROUGH- TO SUPPORT PROJECT	35,000.
CLIMATE TRUST C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT FUNDS/ PASS THRU TO STRATEGIC GUIDANCE REGARDING COLORADO AG OFFSET PROGRAM	10,000.
COALITON TO RESTORE COASTAL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	CRCI WILL PROVIDE PHYSICAL SPACE AND STAFF TIME FOR COORDINATION OF ITS EXISTING SCIENCE, POLICY AND ADVOCACY WORK WITH THE EFFORTS OF EDF AND OTHER ORGANIZATIONS	5,000.
COICA Y EVENTOS C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	WORKSHOP IN AUGUST 2008	25,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

RECIPIENT NAME AND ADDRESS

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
COLORADO WATER TRUST C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT PASS-THROUGH FOR WESTERN WATER WORK	40,000.
COLORADOANS AGAINST RESOURCE DESTRUCTION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	EJ PROJECT	5,000.
COMMUNITY ALLIANCE FOR PULP PAPER ADVOCACY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	MINIGRANT FOR KALIMANTAN INDONESIA FOREST MONITORING VIA SATELLITE	5,200.
DJIRAIBE DELPHINE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT OF EUROPEAN TRAVEL/REPORT LAUNCH/TRAVEL TO LISBON FOR AFRICA EU SUMMIT	8,500.
DUCKS UNLIMITED INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	WORLD LEADER IN WETLANDS AND WATERFOWL CONSERVATION	5,000.
DUKE UNIVERSITY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASS THROUGH OF FUNDS IN SUPPORT OF GOLD STANDARD MARKETING.	125,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
ECOSECURITIES FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT OF AGRICULTURAL IRRIGATION GREENHOUSE GAS EMISSION REDUCTIONS	100,000.
ECOVENTURE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT THE LAUNCH OF A FOCUSED EFFORT TO PROMOTE AND TRACK EARTH DAY SERMONS ON GLOBAL WARMING THROUGHOUT INTERFAITH POWER AND LIGHTS NETWORK	35,000.
NJ ENVIRONMENTAL EDUCATION FUND C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	FOUNDATION SUPPORT	1,000.
FLORIDA AUDUBON SOCIETY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATION IN SUPPORT OF AUDUBON ASSEMBLY CONVENTION IN FL NOV 2007	5,000.
FLORIDA WILDLIFE FEDERATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SECOND INSTALLMENT OF THE GRANT AWARD "FACES OF CLIMATE CHANGE IN FLORIDA" AND THE "FWF FEDERAL DELEGATION OUTREACH"	15,000.
FORO CIUDADES PARA LA VIDA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	THE ENVIROMENTAL OFFICE OF THE PERUVIAN NATIONAL OMBUDSMAN	8,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
FUNDACAO VIVER PRODUIZIR E PRESERVAR C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	TERRA DE MEIO- TO IMPLEMENT PROTECTED AREAS IN XINGU PROTECTED AREAS CORRIDOR	357,895.
GILA WATERSHED PARTNERSHIP OF ARIZONA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO SUPPORT AND WORK WITH 1 PRIVATE LANDOWNER ALONG THE UPPER GILA RIVER TO DEVELOP MANAGEMENT PLANS TO IMPROVE RIPARIAN HABITAT FOR THE SOUTHWEST WILLOW FLYCATCHER.	10,000.
GLOBAL 2000 C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	ECA-WATCH	5,300.
HAZLET AREA QUALITY OF LIFE ALLIANCE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATION FOR ENVIRONMENTAL EDUCATION THROUGH THE CREATION OF A WATERSHED BROCHURE FOR THE RARITAN BAY-SANDY HOOK BAY	500.
HEIDELBERG COLLEGE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT	83,000.
ISTITUTO SOCIOAMBIENTAL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	TERRITORIAL MONITORING IN XINGU INDIGENOUS PARK	797,037.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
INTERNATIONAL PACIFIC HALIBUT COMMISSION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	FUND TO HELP SPONSOR THE 2008 WESTERN GROUNDFINCH CONFERENCE	500.
IPAM C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT FOR COALITION-BUILDING (FOCUS ON SOCIAL MOVEMENTS AND GRASSROOTS GROUPS IN BRAZIL) -SUPPORT FOR TRAVEL OF KERSTETTER FELLOW PAULA MOREIRA TO AUSTRIA AND US	408,133.
JOINT CENTER FOR POLITICAL AND ECONOMIC INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PUBLICATION SERIES WILL BE TO PLACE THE ISSUE OF GLOBAL WARMING IN CONTEXT FOR COMMUNITIES OF COLOR AND TO PROVIDE A BASELINEUNDERSTANDING OF THE POLICY CHOICES FACING THEM	5,000.
JUSTICA AMBIENTAL - JA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT OF WORK REGARDING MPHANDA NKUWA DAM ON THE ZAMBEZI RIVER	4,700.
LAKE PONTCHARTRAIN BASIN FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	OUTREACH PROGRAMS FOR COASTAL LOUISIANA WETLAND RESTORATION PROJECT	15,000.
LENAWEE CONSERVATION DISTRICT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PROVIDES MANAGEMENT AND EDUCATION OF THE NATURAL RESOURCES OF THE COUNTY	30,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
LILY LA TORRE LOPEZ C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	CONTRIBUTION TO THE ADVOCACY EFFORTS OF THE ORGANIZATION AIDSESEP	5,000.
MERIDIAN IMPLEMENTATION FUND C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT OF THE US CLIMATE ACTION PARTNERSHIP (USCAP) FOR THE 2008 CALENDAR YEAR	38,000.
MICHIGAN DEPARTMENT OF AGRICULTURE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	INFORMATION ON FOOD SAFETY, ANIMAL WELFARE	75,000.
MONMOUTH COUNTY FRIENDS CLEARWATER C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATIONS	350.
MYCLIMATE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	WORLD ECONOMIC FORUM ANNUAL MEETING	521.
NADI C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	MINIGRANT FOR NADI ADB RESEARCH BASED ADVOCACY	10,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
NATIONAL AUDUBON SOCIETY INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PROJECT COORDINATION AND STRATEGIC PLANNING TO ENSURE AN EFFECTIVE AND EFFICIENT COASTAL LOUISIANA WETLANDS RESTORATION PROJECTS.	150,000.
NATIONAL WILDLIFE FEDERATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	NWF WILL COLLABORATE WITH EDF AND AUDUBON SOCIETY IN A PROJECT TO GUIDE PROTECTION INITIATIVES IN COASTAL LOUISIANA TO RESTORE ECOSYSTEMS AND COMMUNITIES SAVE. NWF WILL DRAW STRATEGIC AND COMMUNICATION PLANS FOR THE 3 GROUPS AND PREPARE A CAMPAIGN PLAN FOR PROJECT. PASS-THROUGH GRANT.	275,000.
NATURAL HISTORY MUSEUM OF THE ADIRONDACKS C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	CLIMATE CHANGE CONFERENCE SPONSORSHIP	2,500.
NCI GREEN FOR ALL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GREEN JOBS NOW DAY OF ACTION (9/27/08) SPONSORSHIP	5,000.
NEW JERSEY AUDUBON SOCIETY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATIONS	960.
NICHOLAS SCHOOL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASS THROUGH TO DUKE UNIVERSITY FOR FISHERIES LEADERSHIP AND SUSTAINABILITY FORUM	90,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
NY NJ BAYKEEPER C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATIONS	590.
OCTORARO WATERSHED ASSOCIATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	REIMBURSEMENT OF EXPENSE RELATED TO MID ATLANTIC PROJECT WORK	2,470.
OKLAHOMA STATE UNIVERSITY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	TO ASSESS THE CURRENT STATUS OF CPR FIELDS IN OK, TX, NM, CO AND KS, AND THEN EVALUATE, RECOMMEND, AND ESTIMATE COST OF IMPLEMENTING APPROPRIATE MANAGEMENT PRACTICES FOR LPC.	15,000.
ONGGI RIVER MOMENT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASS THROUGH GRANT TO FUND MEETING, MEDIA COVERAGE AND THE ESTABLISHMENT OF A GROUP	5,000.
PHEASANTS FOREVER INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT FUND TO WORK TO IMPORVE WATER AND RESTORE WILDLIFE HABITAT	30,000.
PRATT CENTER FOR COMMUNITY DEVELOPMENT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATION TO OUTREACH PROGRAM AT PRATT	20,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
PRIMAVERA JURGENNE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PEW FELLOWS PASS THROUGH GRANT	48,000.
PRONATURA NORESTE AC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASS-THROUGH GRANT	264,000.
PUBLIC EMPLOYEES FOR ENVIRONMENTAL RESPONSIBL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	RESTORATION EFFORTS IN THE LIMTHROPHE AND DELTA OF THE COLORADO RIVER	1,000.
QUERCUS SABOR C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT SABOR LIVRE CAMPAIGN	4,300.
RICARDO PALOMINO BONILIA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO SUPPORT WORK PERFORMED	5,000.
ROANOKE RIVER PARTNERS C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT TO COMMUNICATE WITH PRIVATE FARM AND FOREST LANDOWNERS, FARMERES, AND AGENCY PROFESSIONAL TO PROMOTE ENROLLMENTS OF LANDS SUITABLE FOR RESTORATION TO NATIVE LONGLEAF OR BOTTOMLAND FOREST.	20,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

RECIPIENT NAME AND ADDRESS

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
ROCKY MOUNTAIN BIRD OBSERVATORY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT THE CONSERVATION OF ROCKY MOUNTAIN AND GREAT PLAINS BIRDS AND THEIR HABITATS THROUGH RESEARCH, MONITORING, EDUCATION, AND OUTREACH	5,802.
SAMUEL NGUIFFO C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT TRAVEL TO UNEFCCC MTG IN GHANA AUGUST 2008	2,000.
SEVEN RIVERS RC AND D C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO PROVIDE FUNDING FOR PARTICIPANTS IN CP38	20,000.
SLOW FOOD NATION C O FISH PAVILLION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	DONATION - PROTECTING FISHERIES AND ENVIRONMENT	2,000.
STONY BROOK FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	ENVIRONMENTAL DEFENSE ARCHIVE	32,500.
SURESTE RESOURCE CONSERVATION AND DEVELOPMENT CO C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	NEW MEXICO SAFE PROJECT	10,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
SURFRIDER FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT FOR WORK IN THE COSTAL OCEAN COALITION	600.
SUSTAINABLE DEVELOPMENT INSTITUTE C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT FOR SUPPORT OF THE SUSTAINABLE DEVELOPMENT INSTITUTES ATLANTIC COAST WATCH PROGRAM	750.
TAX CREDIT CONNECTION INC C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	BOUNTIFUL COLORADO- CONSERVATION DIRECTORY	15,000.
TEXAS PTA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT AGREEMENT TO SUPPORT WORK OF TEXAS PTA REDUCING SCHOOL BUS EMISION	5,000.
THE NATURE CONSERVANCY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	FOR OUR COLLABORATIVE WORK W/ TNC + WWF-PASSTHROUGH OF MONEY - THIS IS THE NATURE CONSERVACY'S PERCENTAGE OF THE COLLABORATIVE COMPENSATED REACTION PROPOSAL.	244,000.
THE REGENERATION PROJECT C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT FOR INTERFAITH CLIMATE ACTIVITIES IN FLORIDA	10,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
THE UNIVERSITY OF BRITISH COLUMBIA C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT FOR PASS THROUGH- ORGANIZATION SPONSORSHIP	7,020.
TRI-STATE TRANSPORTATION CAMPAIGN C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	ANNUAL MEETING AND A QUARTER PAGE JOURNAL AD	800.
TROUT UNLIMITED C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT COVERING FARM BILL	15,000.
UNIVERSITY OF MICHIGAN LAW SCHOOL C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	EDF GIFT TO UOFM LAW SCHOOL.	5,000.
UNIVERSITY OF RHODE ISLAND FISHERIES C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	FOR CO-SPONSORSHIP OF SEA GRANT WORKSHOP ON CATCH SHARES, NEWPORT RHODE ISLAND	10,000.
URGEWALD KNUD VOECKING C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT TO FUND STUDY	15,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
AND

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
US CLIMATE ACTION NETWORK C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	CONTRIBUTION TO SUPPORT CLIMATE ACTION NETWORK WORK - BALI, COP 13	5,000.
UTAH FARM BUREAU FEDERATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT FOR IDENTIFYING AND CONTACTING PRIVATE LANDOWNERS ALONG THE VIRGIN RIVER FOR HABITAT PLANS.	20,000.
WATER EDUCATION FOUNDATION C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	FOUNDATION SPONSORSHIP	500.
WOODS HOLE RESEARCH C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	PASS-THROUGH FOR ANALYTICAL ON DEFORESTATION WORK	12,047.
WORLD WILDLIFE FUND C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	SUPPORT FOR COLLABORATIVE WORK WITH TNC AND WWF	167,535.
STANFORD UNIVERSITY C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	NONE PUBLIC CHARITY	GRANT SPONSORSHIP	100,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

RECIPIENT NAME AND ADDRESS

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

CALIFORNIA FISHERIES FUND C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	SELF PUBLIC CHARITY	START UP GRANT	5,000,000.
ENVIRONMENTAL DEFENSE ACTION FUND C O ENVIRONMENTAL DEFENSE FUND INC 257 PARK AVENUE SOUTH NEW YORK, NY 10010	SELF PUBLIC CHARITY	SUPPORT GRANT	500,000.
TOTAL CONTRIBUTIONS PAID			13,034,071.

FORM 990, PART II - OTHER EXPENSES

DESCRIPTION	TOTAL	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING
OTHER PERSONNEL RELATED EXP	1,333,702.	626,251.	204,601.	502,850.
SUBSCRIPTION AND DUES	581,601.	493,775.	11,646.	76,180.
ADVERTISING AND PROMOTION	7,639,168.	7,605,831.	1,430.	31,907.
DATA MANAGEMENT, LIST RENTAL FULFILLMENT	4,539,758.	3,559,534.	132,187.	848,037.
MISCELLANEOUS	1,985,630.	1,594,902.	183,662.	207,066.
PROFESSIONAL SERVICES AND FEES	13,958,801.	13,838,133.	120,668.	
INVESTMENT EXPENSES	107,315.		107,315.	
TOTALS	30,145,975.	27,718,426.	761,509.	1,666,040.

FORM 990, PART III - ORGANIZATION'S PRIMARY EXEMPT PURPOSE
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TO PROTECT THE ENVIRONMENTAL RIGHTS OF ALL PEOPLE.

SEE ATTACHED STATEMENT - 1

FORM 990, PART III - OTHER PROGRAM SERVICES (LINE E)

DESCRIPTION	GRANTS AND ALLOCATIONS	EXPENSES
EDUCATION AND MEMBERSHIP ACTIVITIES	38,950.	4,696,926.
TOTALS	38,950.	4,696,926.

FORM 990, PART IV - INVESTMENTS - PUBLICLY TRADED SECURITIES

=====

DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----
EQUITY SECURITIES	14,605,935.	8,026,204.
MUTUAL FUNDS	7,077,222.	12,701,575.
FIXED INCOME FUNDS	6,833,982.	3,304.
	-----	-----
TOTALS	28,517,139.	20,731,083.
	=====	=====

FORM 990, PART IV - INVESTMENTS - OTHER

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DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----
OFFSHORE HEDGE FUND	2,874,440.	7,199,020.
LIMITED PARTNERSHIP	5,785,075.	5,593,967.
POOLED INCOME FUND	939,617.	859,223.
CHARITABLE REMAINDER UNIT TRST	996,637.	762,439.
CHARITABLE GIFT ANNUITIES	4,372,674.	4,273,468.
	-----	-----
TOTALS	14,968,443.	18,688,117.
	=====	=====

LAND, BUILDINGS, EQUIPMENT NOT HELD FOR INVESTMENT

ASSET DESCRIPTION	METHOD/ CLASS	FIXED ASSET DETAIL			ACCUMULATED DEPRECIATION DETAIL		
		BEGINNING BALANCE	ADDITIONS	ENDING BALANCE	BEGINNING BALANCE	ADDITIONS	ENDING BALANCE
BUILDING		393,319.		393,319.	NONE		NONE
LEASEHOLD IMPR.,		11273259.		11273259.	7,062,112.	1,416,664.	8,478,776.
FURNITURE & EQUIP		4,189,327.		4,189,327.	2,095,700.	345,767.	2,441,467.
CONST., IN PRGR.,		330,089.		330,089.	NONE		NONE
COMPUTER EQUIPMENT		10535623.		10535623.	9,573,815.	373,686.	9,947,501.
SOFTWARE DEVELOP		480,575.		480,575.	107,106.	96,889.	203,995.
TOTALS		27202192.		27202192.	18838733.		21071739.

FORM 990, PART IV - OTHER ASSETS

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DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----
EMPLOYEE ADVANCES	12,640.	17,089.
RECEIVABLE FROM BROKERS	2,597.	1,271.
DEFERRED COMP FUND ASSETS	678,191.	1,071,177.
SECURITY DEPOSITS	152,994.	156,545.
DONOR ADVISED FUND ASSETS		31,614.
	-----	-----
TOTALS	846,422.	1,277,696.
	=====	=====

FORM 990, PART IV - MORTGAGES AND OTHER NOTES PAYABLE

LENDER: NOTE PAYABLE - DR. JOHN FRANZ
ORIGINAL AMOUNT: 100,000.
DATE OF NOTE: 06/01/1998
REPAYMENT TERMS: MATURES ON DEMAND
SECURITY PROVIDED: NO SECURITY

BEGINNING BALANCE DUE 100,000.
ENDING BALANCE DUE 100,000.

LENDER: NY RENOVATION LOAN
ORIGINAL AMOUNT: 2,250,000.
INTEREST RATE: 5.980000
DATE OF NOTE: 09/01/1998
MATURITY DATE: 04/01/2009
SECURITY PROVIDED: SECURED BY CERTAIN INVESTMENTS

BEGINNING BALANCE DUE 356,250.

LENDER: DC RENOVATION LOAN
ORIGINAL AMOUNT: 1,000,000.
INTEREST RATE: 6.050000
DATE OF NOTE: 10/01/2001
MATURITY DATE: 10/01/2011
SECURITY PROVIDED: SECURED BY CERTAIN INVESTMENTS

BEGINNING BALANCE DUE 429,820.

LENDER: WASHINGTON D.C. RENOVATION NOTE
ORIGINAL AMOUNT: 900,000.
DATE OF NOTE: 04/03/2008
MATURITY DATE: 04/03/2012
REPAYMENT TERMS: INTEREST RATE: ONE MONTH LIBOR PLUS 1.5%

ENDING BALANCE DUE 806,250.

LENDER: NEW YORK RENOVATION LOAN
 ORIGINAL AMOUNT: 1,000,000.
 DATE OF NOTE: 04/03/2008
 MATURITY DATE: 04/03/2013
 REPAYMENT TERMS: INTEREST RATE: ONE MONTH LIBOR PLUS 1.5%
 ENDING BALANCE DUE 916,665.

LENDER: CALIFORNIA RENOVATION LOAN
 ORIGINAL AMOUNT: 1,500,000.
 DATE OF NOTE: 04/03/2008
 MATURITY DATE: 04/03/2018
 REPAYMENT TERMS: INTEREST RATE: ONE MONTH LIBOR PLUS 1.5%
 ENDING BALANCE DUE 1,437,500.

TOTAL BEGINNING MORTGAGES AND OTHER NOTES PAYABLE 886,070.
 =====

TOTAL ENDING MORTGAGES AND OTHER NOTES PAYABLE 3,260,415.
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FORM 990, PART IV - OTHER LIABILITIES

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DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----
OTHER DEPOSITS	4,138.	2,333.
DEFERRED RENT	725,750.	457,276.
ANNUITIES PAYABLE	1,421,258.	2,782,424.
SPLIT INT AGREEMENT LIABILITY	881,033.	627,234.
RETIREMENT PLAN LIABILITY	678,191.	726,792.
OTHER PROGRAM RELATED LIABILITIES DUE TO ENVIRONMENTAL DEFENSE ACTION PLAN	1,843,279.	2,908,660.
DUE TO CALIFORNIA FISHERIES FUND		486,861.
TOTALS	----- 5,553,649. =====	----- 8,020,437. =====

FORM 990, PART IV-A - OTHER REVENUE ON BOOKS BUT NOT ON RETURN

DESCRIPTION -----	AMOUNT -----
INCOME ATTRIBUTABLE TO CONSOLIDATED ENTITY ENVIRONMENTAL DEFENSE ACTION FUND	9,164,227.
INCOME ATTRIBUTABLE TO CONSOLIDATED ENTITY CALIFORNIA FISHERIES FUND	-100,981.
TOTAL	----- 9,063,246. =====

FORM 990, PART IV-B - OTHER EXPENSES ON BOOKS BUT NOT ON RETURN

DESCRIPTION -----	AMOUNT -----
EXPENSES ATTRIBUTABLE TO CONSOLIDATED ENTITY ENVIRONMENTAL DEFENSE ACTION FUND	9,245,557.
EXPENSES ATTRIBUTABLE TO CONSOLIDATED ENTITY CALIFORNIA FISHERIES FUND	220,310.
TOTAL	----- 9,465,867. =====

FORM 990, PART IV-B - OTHER EXPENSES ON RETURN BUT NOT ON BOOKS

DESCRIPTION -----	AMOUNT -----
GRANT ALLOCATION TO CONSOLIDATED ENTITY ENVIRONMENTAL DEFENSE ACTION FUND	500,000.
GRANT ALLOCATION TO CONSOLIDATED ENTITY CALIFORNIA FISHERIES FUND	5,000,000.
TOTAL	----- 5,500,000. =====

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
NICHOLAS J NICHOLAS C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	CHAIRMAN 2.00	NONE	NONE	NONE
JANE LUBCHENCO C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	VICE CHAIRPERSON 2.00	NONE	NONE	NONE
ARTHUR P COOLEY C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	SECRETARY 2.00	NONE	NONE	NONE
FREDERIC D KRUPP C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	PRESIDENT 50.00	446,072.	50,102.	NONE
DAVID YARNOLD C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH	EXECUTIVE DIRECTOR 50.00	323,801.	41,972.	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
17TH FLOOR NEW YORK, NY 10010				
G LEONARD BAKER C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
ROD A BECKSTROM C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
JAMES W B BENKARD C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
SALLY G BINGHAM C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
SHELBY W BONNIE C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
NORMAN L CHRISTENSEN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
W MICHAEL BROWN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
LEWIS B CULLMAN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
ANN DOERR C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
ROGER A ENRICO C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
CARL FERENBACH C/O ENVIRONMENTAL DEFENSE, INC 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
JEANNE DONOVAN FISHER C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
LYNN R GOLDMAN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
R JEREMY GRANTHAM C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
CHARLES J HAMILTON JR C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
ARTHUR KERN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
FRANK E LOY C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
SUSAN MANDEL C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
SIGNE OSTBY C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
STEPHEN PACALA C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
ROBERT M PERKOWITZ C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
JULIAN H ROBERTSON JR C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
E JOHN ROSENWALD JR C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
DAVID ROUX C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
PEGGY M SHEPARD C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
17TH FLOOR NEW YORK, NY 10010				
DOUG SHORENSTEIN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
SAM WALTON C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
JOHN H T WILSON C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
PAUL JUNGER WITT C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
JOANNE WOODWARD C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
CHARLES F WURSTER C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
STANLEY DRUCKENMILLER C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
WILLIAM K BOWES JR C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
HONORABLE THOMAS H KEAN C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH	TRUSTEE 2.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
17TH FLOOR NEW YORK, NY 10010				
SARAH LIAO C/O ENVIRONMENTAL DEFENSE, INC. 257 PARK AVENUE SOUTH 17TH FLOOR NEW YORK, NY 10010	TRUSTEE 2.00	NONE	NONE	NONE
GRAND TOTALS		769,873.	92,074.	NONE

FORM 990, PART VI - CHANGES TO ORGANIZING OR GOVERNING DOCUMENT

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SEE ATTACHED BY-LAW CHANGES AND NAME CHANGE CERTIFICATION

FORM 990, PART VI - NAMES OF RELATED ORGANIZATIONS

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RELATED ORGANIZATION NAME: ENVIRONMENTAL DEFENSE ACTION FUND

EXEMPT: X NONEXEMPT:

RELATED ORGANIZATION NAME: CALIFORNIA FISHERIES FUND, INC.

EXEMPT: X NONEXEMPT:

FORM 990, PART VI, LINE 90A - STATES

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

FORM 990, PART VII - PROGRAM SERVICE REVENUE

DESCRIPTION	BUSINESS CODE	AMOUNT	EXCLUSION CODE	AMOUNT	RELATED OR EXEMPT FUNCTION INCOME
PUBLIC SPEAKING ROYALTIES AND LIST RENTAL FEES MEMBERSHIP FEES			15 13	513,843. 186,726.	22,202.
TOTALS				700,569.	22,202.

SCHEDULE A, PART I - COMPENSATION OF THE FIVE HIGHEST PAID EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCOUNT
DANIEL J DUDEK C/O ENVIRONMENTAL DEFENSE FUND NEW YORK, NY 10010	CHIEF ECONOMIST 40.00	222,927.	35,472.	NONE
MARCIA ARONOFF C/O ENVIRONMENTAL DEFENSE FUND NEW YORK, NY 10010	SR VP PROGRAMS 40.00	248,346.	26,832.	NONE
ELIZABETH HENSHAW C/O ENVIRONMENTAL DEFENSE FUND NEW YORK, NY 10010	CHIEF OPER OFFICER 40.00	231,712.	36,192.	NONE
CYNTHIA HAMPTON C/O ENVIRONMENTAL DEFENSE FUND NEW YORK, NY 10010	VP OF MKTG AND COM 40.00	229,577.	25,151.	NONE
DAVID FESTA C/O ENVIRONMENTAL DEFENSE FUND NEW YORK, NY 10010	VP WEST COAST 40.00	325,559.	35,313.	NONE
TOTAL COMPENSATION		1,258,121.	158,960.	NONE

SCH. A, PART II-A COMPENSATION OF THE 5 HIGHEST PAID FOR PROF. SERV.

NAME AND ADDRESS -----	TYPE OF SERVICE -----	COMPENSATION -----
GCI INC 185 BERRY STREET SUITE 6450 SAN FRANCISCO, CA 94107	CONSTRUCTION	836,378.
INTEGRATED DIRECT MARKETING 1250 CONNECTICUT AVENUE NW SUITE 200 WASHINGTON, DC 20036	MARKETING	417,238.
PRESTON GATES ELLIS LLP 925 FOURTH AVENUE SEATTLE, WA 98104-1158	LEGAL	329,556.
CALIFORNIA ENVIRONMENTAL ASSOCIATES 423 WASHINGTON STREET 3RD FLOOR SAN FRANCISCO, CA 94111	CONSULTING	269,674.
ECO ANALYTICS 545 VERDA DAL CIERVO GOLETA, CA 93117	CONSULTING	240,500.
TOTAL COMPENSATION		----- 2,093,346. =====

SCH. A, PART II-B COMPENSATION OF THE 5 HIGHEST PAID FOR OTHER SERV.

NAME AND ADDRESS -----	TYPE OF SERVICE -----	COMPENSATION -----
PRODUCTION ADVANTAGE INC 14120 SULLYFIELD CIR CHANTILLY, VA 20151	MAILHOUSE	1,969,266.
GANON CONTRACTING LLC 49 WEST 38TH STREET NEW YORK, NY 10018	CONSTRUCTION	774,659.
RON SACH COMMUNICATION INC P.O. BOX 109 TALLAHASSEE, FL 32302	COMMUNICATIONS	637,221.
MARK GUMA COMMUNICATIONS INC 211 WEST 107TH STREET NEW YORK, NY 10025	COMMUNICATIONS	430,000.
DIRECT ADVANTAGE MARKETING P O BOX 55043 BOSTON, MA 02205	MARKETING	338,268.
TOTAL COMPENSATION		----- 4,149,414. =====

SCHEDULE A, PART IV-A - OTHER INCOME

DESCRIPTION	2006	2005	2004	2003	TOTAL
OTHER INCOME	158,495.	515,043.			673,538.
TOTALS	158,495.	515,043.			673,538.