



HIRAIR & ANNA HOVNANIAN FOUNDATION **ANNUAL REPORT - JANUARY 2017**

LETTER FROM THE FOUNDER:

Enclosed is the second annual report of the Hirair and Anna Hovnanian Foundation. Since its inception in 1986, the Foundation has given away over \$45,500,000 dollars. Until last year we had never done a formal annual report but we feel it is one step of many we are now taking as we are preparing ourselves for the enormous growth the Foundation will see in the coming years as I fulfill my pledge to donate a large majority of my assets to the Foundation. Currently, the Foundation sits between \$95 and 100 million dollars, depending on the performance of investments, and donates between \$3.7 to \$5 million a year. We have attached a breakdown of our contributions in 2016, by location and by field of interest. Also enclosed are the Foundations expenses by category for the tax year ending 2015 whose returns were filed in November of 2016.

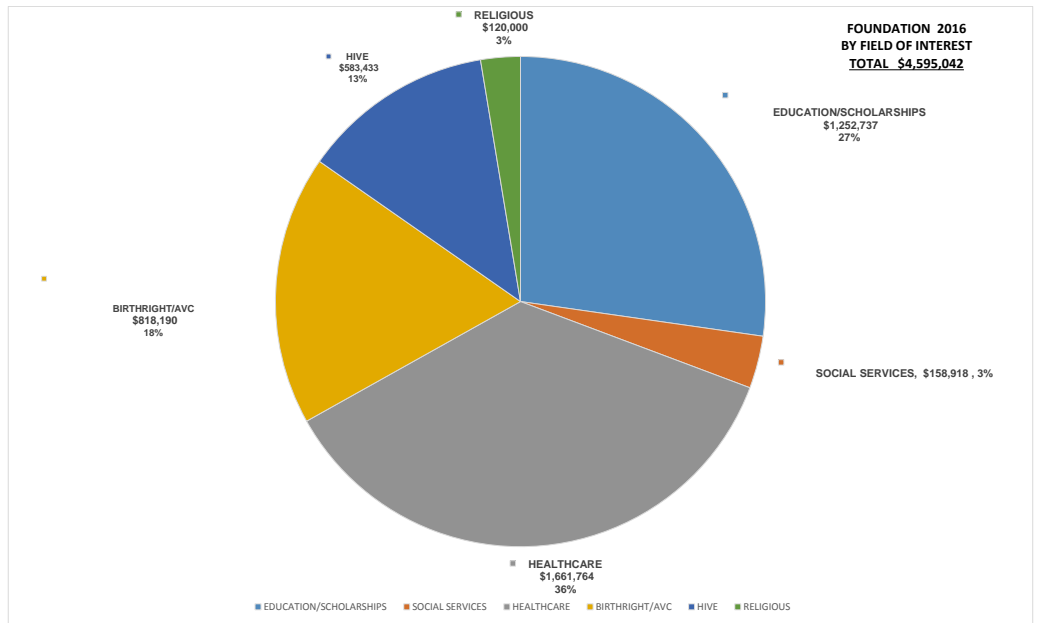
The mandate for our Foundation is to have as our primary focus both those philanthropic endeavors which are for the institutions and regions in the United States which have a connection to our family's history or for Armenian philanthropic institutions and causes, in addition to incorporating Armenian operating programs. The longest running one to date is Birthright Armenia, which was started and is still overseen by my daughter, Edele.

Stateside we continue to make major contributions to educational and medical institutions, including Ocean Medical Center Hospital in Ocean County, NJ, the University of Michigan, the University of Pennsylvania and Villanova University, the last which gives 21 scholarships annually thru the Hovnanian Endowment. In addition, we have partnered with the Fulbright Program offering Armenian students working on their master degrees in STEM fields (science, technology, engineering or math) an opportunity to study in America. We are also very proud of our worldwide scholarship recipients who total 1,471 in number in 2016 alone, receiving over \$1,250,000 in total scholarships.

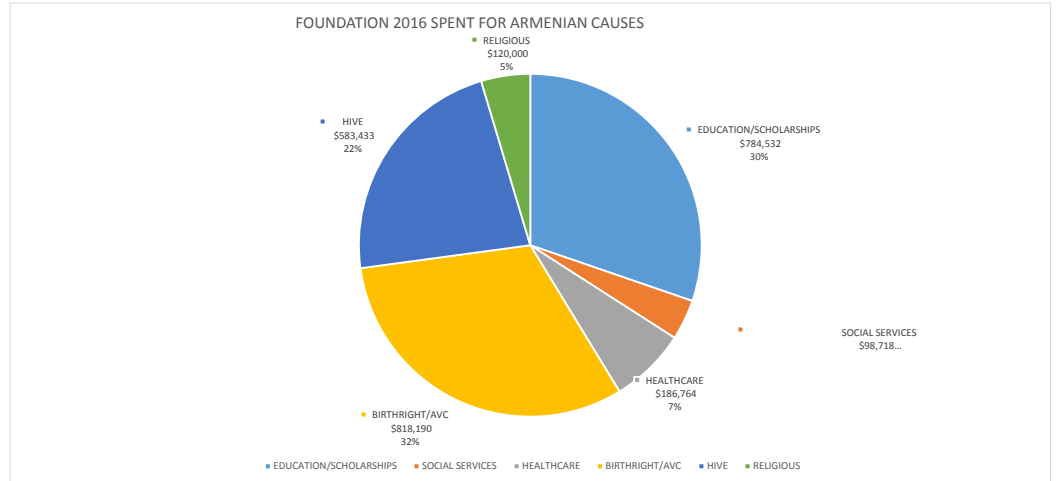
Sincerely,

Hirair Hovnanian

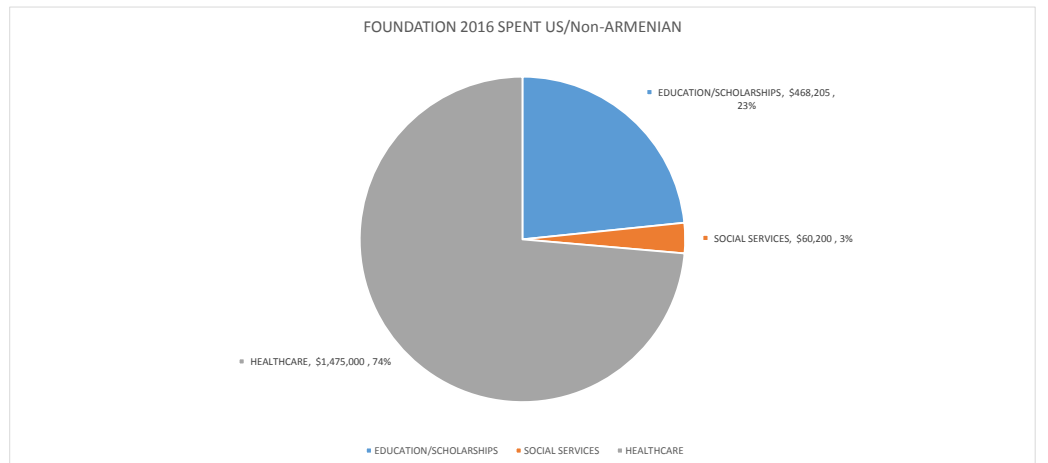
TOTAL	
EDUCATION/SCHOLARSHIPS	\$ 1,252,737
SOCIAL SERVICES	\$ 158,918
HEALTHCARE	\$ 1,661,764
BIRTHRIGHT/AVC	\$ 818,190
HIVE	\$ 583,433
RELIGIOUS	\$ 120,000
TOTAL	4,595,042



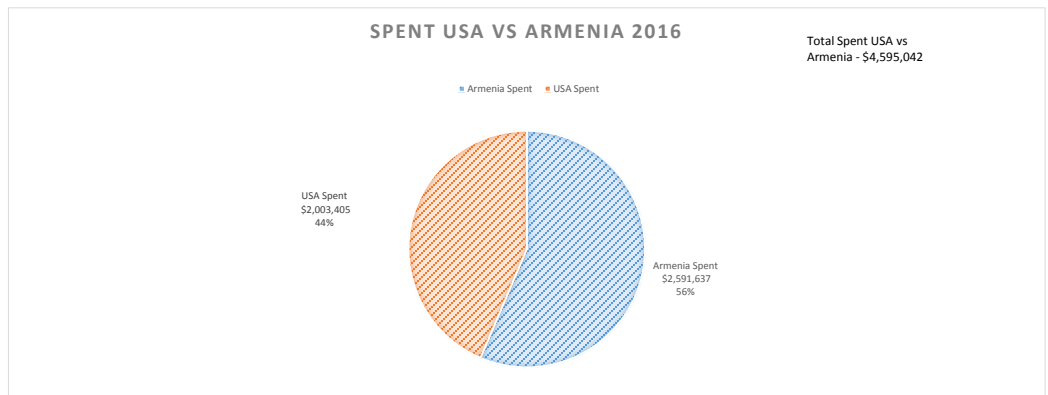
TOTAL ARMENIAN	
EDUCATION/SCHOLARSHIPS	\$ 784,532
SOCIAL SERVICES	\$ 98,718
HEALTHCARE	\$ 186,764
BIRTHRIGHT/AVC	\$ 818,190
HIVE	\$ 583,433
RELIGIOUS	\$ 120,000
TOTAL	2,591,637



TOTAL NON-ARMENIAN	
EDUCATION/SCHOLARSHIPS	\$ 468,205
SOCIAL SERVICES	\$ 60,200
HEALTHCARE	\$ 1,475,000
Total	2,003,405



Armenia Spent	\$ 2,591,637
USA Spent	\$ 2,003,405
Total	4,595,042



Grants (2015)	\$	3,734,426
Staff/Travel/Overhead	\$	515,554
Investment Fees	\$	350,078
Depreciation	\$	438,084
Taxes	\$	326,921
Total		5,365,063.00

