

Return of Private Foundation
 or Section 4947(a)(1) Nonexempt Charitable Trust
 Treated as a Private Foundation

2007

Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements

For calendar year 2007, or tax year beginning 05/01, 2007, and ending 04/30/2008

G Check all that apply. Initial return Final return Amended return Address change Name change

Use the IRS label. **CLARENCE & EDITH SCHUST FOUNDATION**
 NATIONAL CITY BANK
 Otherwise, print or type. Number and street (or P O. box number if mail is not delivered to street address) Room/suite
 P O BOX 94651
 City or town, state, and ZIP code **CLEVELAND, OH 44101-4651**
 A Employer identification number **31-1064803**
 B Telephone number (see page 10 of the instructions) **(216) 222-8241**

H Check type of organization Section 501(c)(3) exempt private foundation
 Section 4947(a)(1) nonexempt charitable trust Other taxable private foundation
 I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ **2,195,099.95**
 J Accounting method Cash Accrual
 Other (specify) _____ (Part I, column (d) must be on cash basis)

C If exemption application is pending, check here
 D 1. Foreign organizations, check here
 2. Foreign organizations meeting the 85% test, check here and attach computation
 E If private foundation status was terminated under section 507(b)(1)(A), check here
 F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue				
1 Contributions, gifts, grants, etc., received (attach schedule)				
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments				
4 Dividends and interest from securities	70,604.22	70,604.22		
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	137,356.02			
b Gross sales price for all assets on line 6a	436,808.70			
7 Capital gain net income (from Part IV, line 2)		137,356.02		
8 Net short-term capital gain				
9 Income modifications				
10 a Gross sales less returns and allowances				
b Less Cost of goods sold				
c Gross profit or (loss) (attach schedule)				
11 Other income (attach schedule)				
12 Total. Add lines 1 through 11	207,960.24	207,960.24		
Operating and Administrative Expenses				
13 Compensation of officers, directors, trustees, etc.	20,496.15	10,248.08		10,248.08
14 Other employee salaries and wages		NONE	NONE	
15 Pension plans, employee benefits		NONE	NONE	
16a Legal fees (attach schedule)				
b Accounting fees (attach schedule) STMT 1	600.00	NONE	NONE	600.00
c Other professional fees (attach schedule)				
17 Interest				
18 Taxes (attach schedule) (see page 14 of the instructions) STMT 2	4,078.84	555.92		
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings		NONE	NONE	
22 Printing and publications		NONE	NONE	
23 Other expenses (attach schedule)				
24 Total operating and administrative expenses. Add lines 13 through 23	25,174.99	10,804.00	NONE	10,848.08
25 Contributions, gifts, grants paid	12,000.00			12,000.00
26 Total expenses and disbursements. Add lines 24 and 25	37,174.99	10,804.00	NONE	22,848.08
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	170,785.25			
b Net investment income (if negative, enter -0-)		197,156.24		
c Adjusted net income (if negative, enter -0-)				

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	95,881.21	91,525.99	91,525.99
	3 Accounts receivable			
	Less allowance for doubtful accounts			
	4 Pledges receivable			
	Less allowance for doubtful accounts			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions)			
	7 Other notes and loans receivable (attach schedule)			
	Less allowance for doubtful accounts	NONE		
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10 a Investments - U S and state government obligations (attach schedule)			
	b Investments - corporate stock (attach schedule)	916,780.98	1,066,127.36	1,391,924.23
	c Investments - corporate bonds (attach schedule)	688,907.93	715,023.43	711,649.73
	11 Investments - land, buildings, and equipment basis			
Less accumulated depreciation (attach schedule)				
12 Investments - mortgage loans				
13 Investments - other (attach schedule)				
14 Land, buildings, and equipment basis				
Less accumulated depreciation (attach schedule)				
15 Other assets (describe)				
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item f)	1,701,570.12	1,872,676.78	2,195,099.95	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe)			
23 Total liabilities (add lines 17 through 22)				
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input checked="" type="checkbox"/>			
	27 Capital stock, trust principal, or current funds	1,701,570.12	1,872,676.78	
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
30 Total net assets or fund balances (see page 17 of the instructions)	1,701,570.12	1,872,676.78		
31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	1,701,570.12	1,872,676.78		

Part III Analysis of Changes in Net Assets or Fund Balances		
1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,701,570.12
2 Enter amount from Part I, line 27a	2	170,785.25
3 Other increases not included in line 2 (itemize) SEE STATEMENT 3	3	2,581.01
4 Add lines 1, 2, and 3	4	1,874,936.38
5 Decreases not included in line 2 (itemize) SEE STATEMENT 4	5	2,259.60
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,872,676.78

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)			(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo., day, yr)	(d) Date sold (mo., day, yr)
1a SEE PART IV SCHEDULE					
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
a					
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))		
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any			
a					
b					
c					
d					
e					
2 Capital gain net income or (net capital loss)			2	137,356.02	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8.				3	

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))	
2006	27,398.85	2,021,355.37	0.01355469227	
2005	34,765.61	1,859,906.73	0.01869212549	
2004	55,248.69	1,728,601.10	0.03196150344	
2003	109,946.65	1,631,208.13	0.06740197525	
2002	4,684,453.42	5,737,349.31	0.81648391389	
2 Total of line 1, column (d)			2	0.94809421034
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years			3	0.18961884207
4 Enter the net value of noncharitable-use assets for 2007 from Part X, line 5			4	2,176,099.06
5 Multiply line 4 by line 3			5	412,629.38
6 Enter 1% of net investment income (1% of Part I, line 27b)			6	1,971.56
7 Add lines 5 and 6			7	414,600.94
8 Enter qualifying distributions from Part XII, line 4			8	22,848.08

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 18

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 18 of the instructions)

1 a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1.		
	Date of ruling letter. (attach copy of ruling letter if necessary - see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b.	1	3,943.12
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	
3	Add lines 1 and 2	3	3,943.12
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	NONE
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	3,943.12
6	Credits/Payments		
a	2007 estimated tax payments and 2006 overpayment credited to 2007.	6a	2,500.00
b	Exempt foreign organizations-tax withheld at source	6b	NONE
c	Tax paid with application for extension of time to file (Form 8868).	6c	NONE
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d.	7	2,500.00
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	1,443.12
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
11	Enter the amount of line 10 to be: Credited to 2008 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11	

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation <input type="checkbox"/> \$ _____ (2) On foundation managers <input type="checkbox"/> \$ _____		
e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ _____		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8 a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) <input type="checkbox"/> STMT 5		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2007 or the taxable year beginning in 2007 (see instructions for Part XIV)? If "Yes," complete Part XIV.		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Part VII-A Statements Regarding Activities (continued)

11a At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule. (see page 20 of the instructions) 11a X
b If "Yes," did the foundation have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in the attachment for line 11a? 11b
12 Did the foundation acquire a direct or indirect interest in any applicable insurance contract? 12 X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? 13 X
Website address N/A
14 The books are in care of NATIONAL CITY BANK Telephone no. (216) 222-8241
Located at P O BOX 94651 CLEVELAND, OH ZIP + 4 44101-4651
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-F in lieu of Form 1041 - Check here 15

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

1a During the year did the foundation (either directly or indirectly):
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? Yes No X
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? Yes No X
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? Yes No X
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? X Yes No
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? Yes No X
(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days). Yes No X
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)? 1b X
Organizations relying on a current notice regarding disaster assistance check here
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2007? 1c X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):
a At the end of tax year 2007, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2007? Yes No X
If "Yes," list the years
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see page 22 of the instructions) 2b N/A
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here.
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? Yes No X
b If "Yes," did it have excess business holdings in 2007 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2007) 3b N/A
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? 4a X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2007? 4b X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)

5 a During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions) Yes No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? Yes No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? Yes No 5b N/A

Organizations relying on a current notice regarding disaster assistance check here

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? Yes No N/A

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6 a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No 6b X

If you answered "Yes" to 6b, also file Form 8870

7 a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? Yes No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? Yes No 7b

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see page 23 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 6		20,496.15	-0-	-0-

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 23 of the instructions). If 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 and deferred compensation	(e) Expense account, other allowances
NONE		NONE	NONE	NONE

Total number of other employees paid over \$50,000 NONE

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)

3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE	NONE	

Total number of others receiving over \$50,000 for professional services		NONE

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 NONE	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount	
1 NONE		
2		
All other program-related investments. See page 24 of the instructions.		
3 NONE		
Total. Add lines 1 through 3		

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes			
a	Average monthly fair market value of securities	1a	2,209,237.62
b	Average of monthly cash balances	1b	NONE
c	Fair market value of all other assets (see page 25 of the instructions)	1c	NONE
d	Total (add lines 1a, b, and c)	1d	2,209,237.62
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
	Acquisition indebtedness applicable to line 1 assets	2	NONE
	Subtract line 2 from line 1d	3	2,209,237.62
	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	33,138.56
	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,176,099.06
	Minimum investment return. Enter 5% of line 5	6	108,804.95

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part)

1	Minimum investment return from Part X, line 6	1	108,804.95
2a	Tax on investment income for 2007 from Part VI, line 5	2a	3,943.12
b	Income tax for 2007. (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	3,943.12
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	104,861.83
4	Recoveries of amounts treated as qualifying distributions	4	NONE
5	Add lines 3 and 4	5	104,861.83
6	Deduction from distributable amount (see page 25 of the instructions)	6	NONE
7	Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	104,861.83

Part XII Qualifying Distributions (see page 26 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	22,848.08
b	Program-related investments - total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	NONE
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	NONE
b	Cash distribution test (attach the required schedule)	3b	NONE
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	22,848.08
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	N/A
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	22,848.08

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see page 26 of the instructions)

	(a) Corpus	(b) Years prior to 2006	(c) 2006	(d) 2007
1 Distributable amount for 2007 from Part XI, line 7				104,861.83
2 Undistributed income, if any, as of the end of 2006				
a Enter amount for 2006 only			NONE	
b Total for prior years		NONE		
3 Excess distributions carryover, if any, to 2007:				
a From 2002	3,917,454.42			
b From 2003	NONE			
c From 2004	NONE			
d From 2005	NONE			
e From 2006	29,067.45			
f Total of lines 3a through e	3,946,521.87			
4 Qualifying distributions for 2007 from Part XII, line 4 ▶ \$ 22,848.08				
a Applied to 2006, but not more than line 2a			NONE	
b Applied to undistributed income of prior years (Election required - see page 27 of the instructions)		NONE		
c Treated as distributions out of corpus (Election required - see page 27 of the instructions)	NONE			
d Applied to 2007 distributable amount				22,848.08
e Remaining amount distributed out of corpus	NONE			
5 Excess distributions carryover applied to 2007 (If an amount appears in column (d), the same amount must be shown in column (a))	82,013.75			82,013.75
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e Subtract line 5	3,864,508.12			
b Prior years' undistributed income. Subtract line 4b from line 2b		NONE		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		NONE		
d Subtract line 6c from line 6b Taxable amount - see page 27 of the instructions		NONE		
e Undistributed income for 2006. Subtract line 4a from line 2a. Taxable amount - see page 27 of the instructions			NONE	
f Undistributed income for 2007. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2008				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)	NONE			
8 Excess distributions carryover from 2002 not applied on line 5 or line 7 (see page 27 of the instructions)	3,835,440.67			
9 Excess distributions carryover to 2008. Subtract lines 7 and 8 from line 6a	29,067.45			
10 Analysis of line 9.				
a Excess from 2003	NONE			
b Excess from 2004	NONE			
c Excess from 2005	NONE			
d Excess from 2006	29,067.45			
e Excess from 2007				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9) **NOT APPLICABLE**

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2007, enter the date of the ruling

--

b Check box to indicate whether the foundation is a private operating foundation described in section

--

 4942(j)(3) or

--

 4942(j)(5)

	Tax year		Prior 3 years		(e) Total
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year - see page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

a The name, address, and telephone number of the person to whom applications should be addressed:
SEE STATEMENT 7

b The form in which applications should be submitted and information and materials they should include
SEE ATTACHED STATEMENT FOR LINE 2

c Any submission deadlines:
SEE ATTACHED STATEMENT FOR LINE 2

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors:
SEE ATTACHED STATEMENT FOR LINE 2

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a <i>Paid during the year</i> SEE STATEMENT 8				
Total ▶ 3a				12,000.00
b <i>Approved for future payment</i>				
Total ▶ 3b				

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

- 1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code... a Transfers from the reporting foundation to a noncharitable exempt organization of (1) Cash (2) Other assets b Other transactions (1) Sales of assets to a noncharitable exempt organization (2) Purchases of assets from a noncharitable exempt organization (3) Rental of facilities, equipment, or other assets (4) Reimbursement arrangements (5) Loans or loan guarantees (6) Performance of services or membership or fundraising solicitations c Sharing of facilities, equipment, mailing lists, other assets, or paid employees d If the answer to any of the above is "Yes," complete the following schedule.

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements.

2 a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code... b If "Yes," complete the following schedule

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

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 taxpayer or fiduciary) is based on all information of which preparer has any knowledge

Signature area containing fields for Signature of officer or trustee, Date (06/13/2008), Title (TAX MANAGER), Preparer's signature, Firm's name, EIN, and Phone no.

**FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS					82,312.40	
17,904.24		921. ALLEGIANT MULTI-FACTOR SM CAP CL I PROPERTY TYPE: SECURITIES 15,205.71					05/08/2003 2,698.53	05/23/2007
32,910.00		200. DODGE & COX STOCK FUND PROPERTY TYPE: SECURITIES 24,997.83					10/07/2004 7,912.17	05/23/2007
23,973.23		280. ISHARES TR RUSSELL 2000 GROWTH PROPERTY TYPE: SECURITIES 22,201.17					01/12/2007 1,772.06	05/23/2007
24,996.18		726. PRICE T ROWE GROWTH COM PROPERTY TYPE: SECURITIES 17,822.91					09/23/2004 7,173.27	05/23/2007
40,278.28		1358. TEMPLETON INSTL FDS INC FOREIGN EQ PROPERTY TYPE: SECURITIES 17,015.74					05/08/2003 23,262.54	05/23/2007
30,275.97		1739.998 ALLEGIANT MULTI-FACTOR SM CAP C PROPERTY TYPE: SECURITIES 28,727.37					05/08/2003 1,548.60	09/28/2007
69,863.40		6660. PACIFIC INVESTMENT MANAGEMENT INST PROPERTY TYPE: SECURITIES 72,927.00					05/08/2003 -3,063.60	09/28/2007
84,937.00		7850. PACIFIC INVESTMENT MANAGEMENT INST PROPERTY TYPE: SECURITIES 85,957.50					05/08/2003 -1,020.50	03/07/2008
29,358.00		1165. TEMPLETON INSTL FDS INC FOREIGN EQ PROPERTY TYPE: SECURITIES 14,597.45					05/08/2003 14,760.55	03/07/2008

**FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
TOTAL GAIN (LOSS)							----- 137,356.02 =====	

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
TAX PREPARATION FEE (NON-ALLOC	600.00			600.00
TOTALS	600.00	NONE	NONE	600.00

FORM 990PF, PART I - TAXES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
FOREIGN TAXES	555.92	555.92
FEDERAL TAX PAYMENT - PRIOR YR	1,022.92	
FEDERAL ESTIMATES - INCOME	2,500.00	
TOTALS	4,078.84	555.92

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION	AMOUNT
POSTED CURR YR FOR PR YR	2,576.38
BASIS ADJUSTMENT	4.63
TOTAL	2,581.01

FORM 990PF, PART III - OTHER DECREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION

AMOUNT

POSTED SUBSEQ YR FOR CURR YR
ROUNDING ADJUSTMENT

2,259.58
0.02

TOTAL

2,259.60
=====

STATE(S) WHERE THE FOUNDATION IS REGISTERED
=====

IN

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES
=====

OFFICER NAME:

NATIONAL CITY BANK

ADDRESS:

P O BOX 94651

CLEVELAND, OH 44101-4651

TITLE:

TRUSTEE

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 3

COMPENSATION 20,496.15

TOTAL COMPENSATION:

20,496.15
=====

RECIPIENT NAME:

JOSEPH GAAFAR, NATIONAL CITY BANK

ADDRESS:

101 W. WASHINGTON ST; STE 600E

INDIANAPOLIS, IN 46255

RECIPIENT'S PHONE NUMBER: 317-267-7466

FORM, INFORMATION AND MATERIALS:

WRITTEN REQUEST SHOULD INCLUDE THE PURPOSE FOR WHICH THE GRANT WILL BE
USED AND A COPY OF THE ORGANIZATION'S EXEMPTION LETTER.

SUBMISSION DEADLINES:

NONE

RESTRICTIONS OR LIMITATIONS ON AWARDS:

NONE

RECIPIENT NAME:

SEE ATTACHED STATEMENT

AMOUNT OF GRANT PAID 12,000.00

TOTAL GRANTS PAID:

12,000.00
=====

CLARENCE & EDITH SCHUST FOUNDATION
 FORM 990-PF Fiscal Year: 04/30/2008

EIN: 31-1064803

PART XV - GRANTS AND CONTRIBUTIONS PAID

**RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR
 AND
 FOUNDATION STATUS OF RECIPIENT**

RECIPIENT NAME AND ADDRESS	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
INDIANA INSTITUTE OF TECHNOLOGY 1600 EAST WASHINGTON BLVD. FORT WAYNE, IN 46803	4TH PLEDGE PYMT. LIBRARY STUDENT UNION	\$3,000.00
ARTS UNITED OF GREATER FORT WAYNE 114 EAST SUPERIOR STREET FORT WAYNE, IN 46802	GENERAL SUPPORT	\$4,000.00
UNITED WAY OF ALLEN COUNTY 334 E BERRY STREET FORT WAYNE, IN 46802	GENERAL SUPPORT	\$5,000.00

TOTAL GRANTS AND CONTRIBUTIONS PAID

\$12,000.00



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Charitable & Endowment Services

NATIONAL CITY BANK
110 WEST BERRY STREET
FORT WAYNE IN 46802
NationalCity.com/wealth

ACCOUNT STATEMENT

C & E SCHUST FDN SUPPLEMENT

Statement Period 04/01/2008 through 04/30/2008
Account Number 20 H0-2435-01-6

SUMMARY OF ACCOUNT

ACCOUNT POSITION	Tax Cost	Market Value	Unrealized Gain/Loss
EQUITIES	\$1,066,127.36	\$1,381,924.23	\$315,796.87
FIXED INCOME	715,023.43	711,649.73	-3,373.70
CASH AND CASH EQUIVALENTS	91,525.99	91,525.99	
TOTAL ACCOUNT POSITION	\$1,872,676.78	\$2,185,099.95	\$312,423.17

EQUITY DIVERSIFICATION STATEMENT

	Tax Cost	Market Value Total	Market Value Percent	Projected Annual Income	Yield
DOMESTIC MUTUAL FUNDS					
LARGE CAP	\$833,266.55	\$1,034,592.01	74.87%	\$12,133	1.17%
SMALL CAP	\$100,869.41	\$94,730.36	6.85%	\$900	0.95%
INTERNATIONAL MARKETS					
INTERNATIONAL DEVELOPED MUTUAL FUNDS	\$71,729.11	\$155,136.39	11.23%	\$6,658	4.29%
INTERNATIONAL EMERGING MARKET MUTUAL	\$60,262.29	\$97,465.47	7.05%	\$955	0.98%
TOTAL EQUITIES	\$1,066,127.36	\$1,381,924.23	100.00%	\$20,646	1.49%

STATEMENT OF INVESTMENT POSITION

Acq. Date Range	Quantity	Tax Cost	Market Value	Ticker Price	Unrealized Gain/Loss	% of Asset Category	% of Account	Projected Annual Income	Yield
EQUITIES									
DOMESTIC MUTUAL FUNDS									
LARGE CAP									
LC - GROWTH									
HARBOR FD CAPITAL APPRECIATION FD				HACAX					
INSTITUTIONAL CLASS #12									
03/08 - 03/08									
	1,552.313	\$50,000.00	\$54,439.62	\$35.07	\$4,439.62	3.94%	2.49%	\$189	0.35%
T ROWE PRICE GROWTH STOCK FUND				PRGFX					
FD #40									
09/04 - 08/07									
	15,459.604	\$379,677.09	\$486,513.74	\$31.47	\$106,836.65	35.20%	22.28%	\$3,247	0.67%
TOTAL LC - GROWTH									
		\$429,677.09	\$540,953.36		\$111,276.27	39.14%	24.76%	\$3,436	0.64%
LC - CORE									
ISHARES TR RUSSELL MIDCAP				IWR					
09/07 - 03/08									
	385.000	\$40,102.37	\$38,307.50	\$99.50	-\$1,794.87	2.77%	1.75%	\$313	0.82%



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NATIONAL CITY BANK
110 WEST BERRY STREET
FORT WAYNE IN 46802
NationalCity.com/wealth

ACCOUNT STATEMENT

Statement Period 04/01/2008 through 04/30/2008
Account Number 20 HO-2435-01-6

C & E SCHUST FDN SUPPLEMENT

STATEMENT OF INVESTMENT POSITION CONTINUED

Acq. Date Range	Quantity	Tax Cost	Market Value	Ticker Price	Unrealized Gain/Loss	% of Asset Category	% of Account	Projected Annual Income	Yield
LC - VALUE									
DODGE & COX STOCK FD COM				DODGX					
FD#145									
05/03 - 08/07									
	3,234,616	\$313,487.09	\$402,353.88	\$124.39	\$88,866.79	29.12%	18.41%	\$6,922	1.72%
VANGUARD WINDSOR II FUND				VWNFX					
INVESTOR SHS #73									
03/08 - 03/08									
	1,804,403	\$50,000.00	\$52,977.27	\$29.36	\$2,977.27	3.83%	2.42%	\$1,462	2.76%
TOTAL LC - VALUE					\$91,844.06	32.95%	20.84%	\$8,384	1.84%
TOTAL LARGE CAP					\$201,325.46	74.87%	47.34%	\$12,133	1.17%
SMALL CAP									
SC - GROWTH									
ISHARES TR RUSSELL 2000 GROWTH				IWO					
01/07 - 03/08									
	645,000	\$50,869.41	\$49,426.35	\$76.63	-\$1,443.06	3.58%	2.26%	\$250	0.51%
SC - VALUE									
ROYCE TOTAL RETURN FD #267				RYTRX					
09/07 - 03/08									
	3,612,760	\$50,000.00	\$45,304.01	\$12.54	-\$4,695.99	3.28%	2.07%	\$650	1.43%
TOTAL SMALL CAP					-\$6,139.05	6.85%	4.34%	\$900	0.95%
TOTAL DOMESTIC MUTUAL FUNDS					\$195,186.41	81.72%	51.68%	\$13,033	1.15%
INTERNATIONAL MARKETS									
INTERNATIONAL DEVELOPED MUTUAL FUNDS									
IM - CORE									
TEMPLETON INSTL FDS INC				TFEQX					
FOREIGN EQUITY SER FD#454									
05/03 - 05/03									
	5,724,590	\$71,729.11	\$155,136.39	\$27.10	\$83,407.28	11.23%	7.10%	\$6,658	4.29%





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Charitable & Endowment Services

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110 WEST BERRY STREET
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ACCOUNT STATEMENT

C & E SCHUST FDN SUPPLEMENT

Statement Period 04/01/2008 through 04/30/2008
Account Number 20 HO-2435-01-6

STATEMENT OF INVESTMENT POSITION CONTINUED

Acq. Date Range	Quantity	Tax Cost	Market Value	Ticker Price	Unrealized Gain/Loss	% of Asset Category	% of Account	Projected Annual Income	Yield
INTERNATIONAL EMERGING MARKET MUTUAL FUNDS									
EM - CORE									
T ROWE PRICE INTERNATIONAL FDS #111 INCORPORATED EMERGING MARKETS STOCK 06/05 - 06/05									
	1,902.950	\$40,000.00	\$77,583.27	PRMSX \$40.77	\$37,583.27	5.61%	3.55%	\$571	0.74%
VANGUARD INTL EQUITY INDEX FD INC EMERGING MARKETS ETF 09/07 - 09/07									
	195.000	\$20,262.29	\$19,882.20	VWO \$101.96	-\$380.09	1.44%	0.91%	\$384	1.93%
TOTAL EM - CORE									
		<u>\$60,262.29</u>	<u>\$97,465.47</u>		<u>\$37,203.18</u>	<u>7.05%</u>	<u>4.46%</u>	<u>\$955</u>	<u>0.98%</u>
TOTAL INTERNATIONAL EMERGING MARKET MUTUAL FUNDS									
		<u>\$60,262.29</u>	<u>\$97,465.47</u>		<u>\$37,203.18</u>	<u>7.05%</u>	<u>4.46%</u>	<u>\$955</u>	<u>0.98%</u>
TOTAL INTERNATIONAL MARKETS									
		<u>\$131,991.40</u>	<u>\$252,601.86</u>		<u>\$120,610.46</u>	<u>18.28%</u>	<u>11.56%</u>	<u>\$7,613</u>	<u>3.01%</u>
TOTAL EQUITIES									
		<u>\$1,066,127.36</u>	<u>\$1,381,924.23</u>		<u>\$315,796.87</u>	<u>100.00%</u>	<u>63.24%</u>	<u>\$20,646</u>	<u>1.49%</u>
FIXED INCOME									
TAXABLE FIXED INCOME									
TAXABLE FUNDS									
INTERMEDIATE GOVERNMENT									
MANAGERS FDS INTER DURA GOV'T FD# 352 06/05 - 06/05									
	6,560.450	\$70,000.00	\$69,475.17	MGIDX \$10.59	-\$524.83	9.76%	3.18%	\$3,136	4.51%
INTERMEDIATE-TERM BOND									
DODGE & COX INCOME FD #147 01/07 - 05/07									
	11,885.910	\$150,000.00	\$149,287.03	DODIX \$12.56	-\$712.97	20.98%	6.83%	\$7,666	5.13%
PIMCO TOTAL RETURN INSTL FUND #35 05/03 - 12/04									
	31,124.534	\$340,023.43	\$339,568.67	PTRX \$10.91	-\$454.76	47.72%	15.54%	\$16,870	4.97%
TOTAL INTERMEDIATE-TERM BOND									
		<u>\$490,023.43</u>	<u>\$488,855.70</u>		<u>-\$1,167.73</u>	<u>68.70%</u>	<u>22.37%</u>	<u>\$24,536</u>	<u>5.02%</u>



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ACCOUNT STATEMENT

Charitable & Endowment Services

Statement Period 04/01/2008 through 04/30/2008
Account Number 20 HO-2435-01-6

C & E SCHUST FDN SUPPLEMENT

STATEMENT OF INVESTMENT POSITION CONTINUED

Acq. Date Range	Quantity	Tax Cost	Market Value	Ticker Price	Unrealized Gain/Loss	% of Asset Category	% of Account	Projected Annual Income	Yield
SHORT-TERM BOND									
VANGUARD INTERM TERM INV GD FD #71									
03/08 - 03/08									
	8,629,442	\$85,000.00	\$83,619.29	VFICX	\$9.69	-\$1,380.71	11.75%	3.83%	\$4,341 5.19%
INTERMEDIATE GOVT PRPTY									
ALLEGIANT GOVERNMENT MORTGAGE FUND CLASS I #406									
06/05 - 06/05									
	7,510,729	\$70,000.00	\$69,699.57	AUSIX	\$9.28	-\$300.43	9.79%	3.19%	\$3,380 4.85%
TOTAL TAXABLE FUNDS									
		\$715,023.43	\$711,649.73			-\$3,373.70	100.00%	32.57%	\$35,393 4.97%
TOTAL TAXABLE FIXED INCOME									
		\$715,023.43	\$711,649.73			-\$3,373.70	100.00%	32.57%	\$35,393 4.97%
TOTAL FIXED INCOME									
		\$715,023.43	\$711,649.73			-\$3,373.70	100.00%	32.57%	\$35,393 4.97%
CASH AND CASH EQUIVALENTS									
CASH EQUIVALENTS - TAXABLE									
ALLEGIANT MONEY MARKET FUND I SHARES									
12/07 - 04/08									
	91,525,990	\$91,525.99	\$91,525.99		\$1.00		100.00%	4.19%	\$2,268 2.48%
TOTAL PORTFOLIO									
		\$1,872,676.78	\$2,185,099.95			\$312,423.17	100.00%	100.00%	\$58,307 2.67%

