
**AGILENT TECHNOLOGIES FOUNDATION
(A CALIFORNIA NON-PROFIT ORGANIZATION)**

FINANCIAL STATEMENTS

YEAR ENDED OCTOBER 31, 2010

**AGILENT TECHNOLOGIES FOUNDATION
FINANCIAL STATEMENTS
YEAR ENDED OCTOBER 31, 2010**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Agilent Technologies Foundation
Santa Clara, California

We have audited the accompanying statement of financial position of Agilent Technologies Foundation (a California non-profit corporation) as of October 31, 2010, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Agilent Technologies Foundation as of October 31, 2010, and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Agilent Technologies Foundation. The accompanying schedules of grants authorized, as of and for the year ended October 31, 2010, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information contained in these schedules has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

NICHOLS, RICK & COMPANY

Nichols, Rick & Company, CPA's
San Jose, California
March 25, 2011

Agilent Technologies Foundation
Statement of Financial Position
October 31, 2010

ASSETS

Assets:

Cash	\$	625,024
Cash equivalent - Schwab Value Advantage Money Fund		<u>3,493,125</u>
 Total current assets		 4,118,149
 Fixed Assets - archive display cases		 19,581
Less: accumulated depreciation		<u>(9,790)</u>
Fixed assets, net		9,791
 Collection - Agilent Company Archives		 <u>3,326,000</u>
Total non-current assets		<u>3,335,791</u>
 Total assets	 \$	 <u><u>7,453,940</u></u>

LIABILITIES & NET ASSETS

Liabilities:

Current liabilities

Accounts payable	\$	150,255
Grants payable		<u>702,773</u>
Total current liabilities		853,028

Long term liabilities

Grants payable		<u>298,821</u>
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Total liabilities		1,151,849
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Net Assets:

Unrestricted net assets		<u>6,302,091</u>
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Total liabilities and net assets	\$	<u><u>7,453,940</u></u>
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Agilent Technologies Foundation
Statement of Activities
For the year ended October 31, 2010

Unrestricted Support and Revenue	
Interest income	\$ 257
Dividend income	6,584
	<hr/>
Total unrestricted support and revenue	6,841
Expenses	
Grants	
Grant payments made	3,738,390
Prior year grant payments returned, unspent	(1,146)
Increase in grants authorized but unpaid	40,740
	<hr/>
Total grant expense	3,777,984
Support services	
Administrative services	498,900
Depreciation expense	2,797
Travel, conferences, and other expenses	2,206
Professional services	17,823
Dues, subscriptions, and memberships	126,522
Federal excise taxes	10
Filing fees	150
	<hr/>
Total expenses	4,426,392
Decrease in unrestricted net assets	(4,419,551)
Unrestricted net assets, November 1, 2009	10,721,642
	<hr/>
Unrestricted net assets, October 31, 2010	<u>\$ 6,302,091</u>

Agilent Technologies Foundation
Statement of Cash Flows
For the year ended October 31, 2010

Cash flows from operating activities:	
Decrease in net assets	\$ (4,419,551)
Adjustments to reconcile decrease in net assets to net cash used by operating activities:	
Depreciation expense	2,797
Changes in assets & liabilities:	
Increase in accounts payable	12,513
Increase in grants payable	<u>40,740</u>
 Net cash used by operating activities	 (4,363,501)
 Net cash from investing activities:	 -
 Net cash from financing activities:	 <u>-</u>
 Net decrease in cash	 (4,363,501)
 Cash and cash equivalents, November 1, 2009	 8,481,650
 Cash and cash equivalents, October 31, 2010	 <u>\$ 4,118,149</u>

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid during the period for:	
Interest	\$ 0
Income taxes	\$ 0

AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

Agilent Technologies Foundation ("Foundation"), is a non-profit California corporation incorporated in September 1999. The Foundation was formed for the purpose of supporting various philanthropic organizations and activities. Resources for the Foundation's activities are provided by donations from Agilent Technologies, Inc. and income earned from cash and cash equivalents.

Basis of Presentation

The Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The financial statements of the Foundation are prepared on the accrual basis of accounting. Accordingly, revenues are recognized when earned, and expenses are recognized when incurred.

Contributions

Contributions are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. In addition, pledges and unconditional promises to give are reported as temporarily restricted support upon date of notification and are then released from restrictions upon satisfaction of the time or use requirements. If a restriction is fulfilled in the same time period in which the contribution is received, the Foundation reports the support as unrestricted.

Donations

All donations are considered to be available for unrestricted use unless specifically restricted by the donor. Donated materials, services, equipment, and supplies are reflected as contributions in the accompanying statements at their estimated value at date of notification. The Foundation receives from Agilent Technologies, Inc. the use of facilities, miscellaneous supplies, and support services at no charge. The value of these items has not been determined. For the year ended October 31, 2010, no material amounts of services meeting the measurement requirements of FASB ASC 958-605-50 were contributed.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The carrying amounts reported in the statement of financial position approximate fair values because of the short maturities of these instruments.

Grants Receivable

Grants receivable are written off when they are deemed uncollectible. This method is not in accordance with generally accepted accounting principles, however, the Foundation's experience with collections indicates that the direct write off method approximates the allowance method.

Income Taxes

The Foundation is exempt from Federal income taxes under Internal Revenue Code ("Code") Section 501(c)(3), from California income taxes under Section 23701(d) of the California Bank and Corporation Tax Law, and has been determined to be an organization that is a private foundation. As a private foundation, the Code imposes an excise tax of 2% (reduced to 1% if certain conditions are met) on net taxable investment income of the Foundation. The tax years ending from October 2007 through current are still subject to potential examination by the appropriate authorities. Management has determined the implementation of FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*, did not have a material impact on its financial statements.

**AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2010**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Depreciation

Fixed assets consist of display cases for the collection, are reported at cost, and depreciated using the straight-line method over the estimated seven year useful life of the asset. The Foundation's policy is to capitalize expenditures of this nature equal to or in excess of \$1,000. Fixed asset additions for the year ended October 31, 2010 totaled \$0 and depreciation expense for the year ended October 31, 2010 was \$2,797.

Fair Value

Management has adopted FASB ASC 820-10, *Fair Value Measurements*, which establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. For cash and cash equivalents, the Association utilized Level 1 inputs, consisting of unadjusted quoted prices in active markets for identical assets and having the highest priority. Level 2 and Level 3 inputs were not utilized. The carrying amounts of accounts and grants payable approximate fair value because of the relative terms and/or short maturity of these financial instruments.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. COLLECTION:

The Foundation has capitalized collections since its inception. The Collection consists of printed materials and equipment detailing the legacy of Agilent Technologies, Inc.'s former parent company, Hewlett-Packard, and more specifically the history of David Packard and William Hewlett. The materials include publications, news clippings, photographs, laboratory notebooks, manuscripts, and other historical records. The Collection is stated at the estimated fair market value at the time of donation, based on an independent appraisal. Gains and losses on the deaccession of donated collection items are classified in the statement of activities based on the absence or existence and nature of donor restrictions placed on the item at the time of donation.

3. RELATED PARTY TRANSACTIONS and ACCRUED COMPENSATION:

The Foundation reimburses Agilent Technologies, Inc. for the actual salary cost incurred by individuals performing services for the Foundation plus an additional 26% for benefits and related payroll costs. Agilent Technologies, Inc. employees accrue 15 to 30 days of flexible time off (FTO), depending upon length of service, up to a maximum accrual of 22½ to 45 days. The FTO hours may be used for vacation, sick leave, holidays, family emergencies, religious observances, preventive health or dental care, and personal time. Upon termination, employees are compensated for unused FTO hours. Benefited part-time employees receive the FTO benefits on a pro-rated basis.

For the year ended October 31, 2010, the Foundation paid a total of \$486,386 for the reimbursement of services performed by Agilent Technologies, Inc. employees.

**AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2010**

4. GRANTS PAYABLE:

Grants payable represents all unconditional grants that have been authorized prior to year-end, but remain unpaid as of October 31, 2010. Conditional grants are expensed and considered payable in the period the conditions are substantially met. There were no conditional grants at October 31, 2010. The carrying amounts for current grants payable reported in the statement of financial position approximate fair values as all amounts are due within one year. The carrying amount for long term grants payable, due during the year ending October 31, 2012, is reported at gross, which approximates fair value.

5. CONCENTRATIONS AND CONTINGENCIES:

At times during the fiscal year ended October 31, 2010, the Foundation maintained balances in excess of insured limits at one financial institution.

The Foundation, during the normal course of operating its business, may be subject to various lawsuits and government audits. Management believes that losses resulting from these matters, if any, would either be covered under the Foundation's insurance policy or are immeasurable. Management further believes the losses, if any, would not have a material effect on the financial position of the Foundation.

6. SUBSEQUENT EVENTS:

On March 1, 2011, the Foundation was notified it would receive a \$6,000,000 contribution from Agilent Technologies, Inc. for the year ending October 31, 2011.

Management has evaluated subsequent events through March 25, 2011, the date on which the financial statements were available to be issued.

**Agilent Technologies Foundation
Schedule of Grants Authorized
October 31, 2010**

Grants Authorized Summary

Recipient - Purpose	Total Amount Authorized	<u>Amounts Paid During Fiscal Years Ended:</u>			Amount Authorized Remaining Balance
		10/31/08 & Prior	10/31/09	10/31/10	
<i>Grants Authorized Through October 31, 2009</i>	\$ 25,932,635	\$ 20,661,950	\$ 4,309,831	\$ 788,581	\$ 172,273
<i>Grants Authorized During Fiscal Year Ending October 31, 2010:</i>					
<i>Foreign Charities - Government Entities or Equivalency Determination - page 10</i>	823,765			803,265	20,500
<i>Foreign Charities - Expenditure Responsibility - page 11</i>	168,750			168,750	-
<i>U.S. Charities - University Research - page 12</i>	1,286,009			1,087,188	198,821
<i>U.S. Charities - Projects and Employee Match - page 13</i>	1,500,606			890,606	610,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Sub-totals - Grants Authorized During Fiscal Year Ending October 31, 2010:</i>	<u>3,779,130</u>	<u>-</u>	<u>-</u>	<u>2,949,809</u>	<u>829,321</u>
<i>Totals - Grants Authorized as of October 31, 2010:</i>	<u>\$ 29,711,765</u>	<u>\$ 20,661,950</u>	<u>\$ 4,309,831</u>	<u>\$ 3,738,390</u>	<u>\$ 1,001,594</u>

Agilent Technologies Foundation
Schedule of Grants Authorized
For the year ended October 31, 2010
Foreign Charities - Government Entities or Equivalency Determination

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
American Red Cross International	Haitian Earthquake Match	\$ 26,047	\$ 26,047	\$ -
Artech	To implement an environmental education program	5,500	5,500	-
Jugendforschungszentrum-SchÖbuch e.v.	To support out-of-class workshops for students and teachers	20,000	20,000	-
Karolinska Institute	To support predictive protein markers to improve lung & breast cancer therapy	90,650	90,650	-
La Fedelissima O.N.L.U.S.	To fund the rebuilding of schools destroyed by the Abruzzo Earthquake	4,522	4,522	-
Red Cross Society China	China giving Campaign Match	14,117	14,117	-
Shawa Pharmaceutical University	To support elucidation of cellular signaling pathway through protein-phosphorylation	16,000	16,000	-
Southeast University	To support college undergraduates who have a financial need	15,000	15,000	-
China Youth Development Foundation	To sponsor a science lab and multimedia network classroom	19,893	19,893	-
Dalian Institute of Chemical Physics	To support online peptides extraction with nanoporous material immobilized in microfluidic chip.	22,000	22,000	-
University College Dublin Foundation	To support towards Comprehensive Chip Based Glycomics	124,236	124,236	-
Chinese Youth Volunteer Assoc	To support CYVA programs aimed at improving education in under-developed regions in the western part of China	45,000	45,000	-
Ecole Polytechnique Federale de Lausanne	To support protein and peptide separation by two-dimensional electro kinetic methodologies: Off-Gel - Capillary electrophoresis	45,000	45,000	-
Graduate Univ. of the Chinese Academy of Science	To support cross Platform nVidia GPU Accelerated High-Performance Data Graphic Visualization	25,000	25,000	-
Graduate Univ. of the Chinese Academy of Science	To support new biocompatible SPME coating for in vivo sampling in circulating human blood	20,000	20,000	-
Macquarie University	To support investigating Glycan Expression of cell surface proteins in colon cancer	50,000	50,000	-
Philipps-Universitat Marburg	To support morphology-transport relationships for core-shell packings: Influence of the particle size distribution and shell thickness	45,000	45,000	-
Technion - Israel Institute of Technology	To support comparative transcriptomics in nematode development	18,000	18,000	-
Technion - Israel Institute of Technology	To support PhD Fellowship	12,500	12,500	-
Tsinghua University	To support compressive Sensing based Analog-to-Digital Converters	22,000	22,000	-
Tsinghua University	To support DTMB Demodulator using general purpose Multi-core processor	25,200	25,200	-
Tsinghua University	To support technical evaluation of the new DVB-T2 terrestrial standard and proposal for future improvements on Chinese DTMB standard	25,600	25,600	-
University of Dundee	To support electronics for sonotweezers	36,500	36,500	-
University of Oviedo	To support specific absolute qualification of metal transcription factor-1 and its phosphorylated forms by ICPMS in mammalian cells	20,500	20,500	-
University of Stuttgart	To support evaluation of DAC Parallelization with InP Analog MUX Circuit	30,000	30,000	-
UESTC	To support the Diversity program	25,000	25,000	-
United Way International	Employee Match - India Giving Campaign for 2011	8,500		8,500
United Way International	Employee Match - Taiwan Giving Campaign for 2011	11,000		11,000
United Way International	Employee Match - China Giving Campaign for 2011	1,000		1,000
		-	-	-
Totals - Foreign Charities - Government Entities or Equivalency Determination - to page 9		\$ 823,765	\$ 803,265	\$ 20,500

Agilent Technologies Foundation
Schedule of Grants Authorized
For the year ended October 31, 2010
Foreign Charities - Expenditure Responsibility Grants

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
Agastya International Foundation	To support district rural science education program	\$ 41,000	\$ 41,000	\$ -
Beijing Adolescence Science & Tech Activity Center	To support an innovation contest BASTIC	50,000	50,000	-
Forderverein Non-Profit Association Friends of Science & Technology	To implement & expand the science teacher training program	12,000	12,000	-
Japan Science Foundation	To support physics challenge	9,500	9,500	-
Japan Science Foundation	To continue to support Teachers Science Camp	9,500	9,500	-
SNS Foundation	To support setting up of a Science Library - Eureka Library Center	16,500	16,500	-
Japan Philanthropic Association	To support the 10th Japan Science Education Volunteer Research Conference	5,500	5,500	-
SNS Foundation	To Support Sanskar - Life Skills Education	24,750	24,750	-
		-	-	-
Totals - Foreign Charities - Expenditure Responsibility Grants - to page 9		\$ 168,750	\$ 168,750	\$ -

Agilent Technologies Foundation
Schedule of Grants Authorized
For the year ended October 31, 2010
United States Charities - University Research

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
Drexel University	University Research	\$ 2,000	\$ 2,000	\$ -
Regents of the University of California	University Research	15,000	15,000	-
Regents of the University of California	University Research	20,000	20,000	-
Stanford University	University Research	10,000	10,000	-
Stanford University	University Research	5,000	5,000	-
University of California, Berkeley	University Research	45,000	45,000	-
University of California, Berkeley	University Research	45,214	45,214	-
University of California, Davis	University Research	123,010	123,010	-
University of California, San Diego	University Research	30,000	30,000	-
Stanford University	University Research	59,400	59,400	-
Stanford University	University Research	55,000	55,000	-
Stanford University	University Research	45,000	45,000	-
University of California, San Diego	University Research	15,000	15,000	-
University of California, Berkeley	University Research	45,400	45,400	-
University of California, Berkeley	University Research	30,000	30,000	-
University of California, Davis	University Research	40,000	40,000	-
University of California, Davis	University Research	35,000	35,000	-
University of California, Irvine	University Research	48,000	48,000	-
University of Tennessee, Knoxville	University Research	45,000	45,000	-
University of Illinois	University Research	35,000	35,000	-
University of Nevada, Reno Foundation	University Research	28,200	28,200	-
University of Wisconsin, Madison	University Research	42,000	42,000	-
Cornell University	University Research	40,000	40,000	-
John Hopkins University	University Research	20,000	20,000	-
Princeton University	University Research	297,785	98,964	198,821
Stanford University	University Research	45,000	45,000	-
University of California, Berkeley	University Research	40,000	40,000	-
Virginia Tech Foundation	University Research	25,000	25,000	-
		-	-	-
Totals - U.S. Charities - University Research - to page 9		\$ 1,286,009	\$ 1,087,188	\$ 198,821

Agilent Technologies Foundation

Schedule of Grants Authorized

For the year ended October 31, 2010

United States Charities - Projects and Agilent Corporation Employee Contribution Matching

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
American Red Cross	Haiti Earthquake disaster relief.	\$ 10,000	\$ 10,000	\$ -
Castilleja School	To support the all girls robotics team (Gatorbotics)	5,000	5,000	-
Clean Air Now	To support Clean Air Challenge in the US, India, and China	88,250	88,250	-
Clean Air Now	To support Clean Air Challenge in the US, India, and China	20,000	20,000	-
Clean Air Now	To support Clean Air Challenge in the US, India, and China	43,750	43,750	-
Delaware Foundation for Science & Math	To support third year of Singapore math funding teacher training.	25,000	25,000	-
Denver Museum	To support Making Science Relevant (Blended online Pilot Course)	15,000	15,000	-
Joint Venture: Silicon Valley Network	To support math matters to improve students grades 4-8 performance	5,000	5,000	-
Keystone Center	To support middle & high school educators for a 2 day regional CSI	3,000	3,000	-
Krause Center	To support teacher professional development program for technology	5,000	5,000	-
MentorNet	To support MentorNet's overall community and One-on-One mentoring	10,000	10,000	-
National Engineers Week Foundation	To support Introduce a Girl to Engineering Day 2010	25,000	25,000	-
Resource Area For Teachers	To support RAFT's 4th Innovation Institute	25,000	25,000	-
San Jose Museum of Art	To support Multi-part Arts - a hands on art experience	10,000	10,000	-
Santa Clara Unified School District-GAIN	To continue to improve and expand GAINS middle school program	5,000	5,000	-
Santa Rosa Junior College Foundation	To support the 2010 Northern California Robotics Challenge	18,400	18,400	-
Science Spark	To support the inaugural USA Science & Engineering Festival	25,000	25,000	-
Society for Science & the Public	To support special award and teachers shop talk findings at ISEF 2010	125,000	125,000	-
Society of Women Engineers	To support Collegiate Leadership Coaching Committee (CLCC)	20,000	20,000	-
Institute fro Systems Biology	To support P4 Medicine Curriculum-Planning and Design	25,000	25,000	-
Project Lead the Way (PLTW)	To support biomedical Science program for NorCal	20,000	20,000	-
UMKC Foundation	To support scanning Microwave and Current Sensing Atomic Force Microscopy for Cleaning and Renewable Energy Research	36,000	36,000	-
Audubon Canyon Ranch	To support the Juniper Experiential Education Summer Program	15,000	15,000	-
Children's Discovery Museum	To support Lupe's Story Teacher Resources	50,000	50,000	-
Silicon Valley Leadership Group	To support a Laboratory for Learning	5,000	5,000	-
SV Education Foundation	To support stepping up to algebra/math acceleration program	10,000	10,000	-
United Way Worldwide	2009 Japan Giving Campaign	25,461	25,461	-
The JK Group, Inc. - Agilent Fdn. Trustees	Employee Match - University Relations	220,745	220,745	-
The JK Group, Inc. - Agilent Fdn. Trustees	Employee Match - Americas Giving Campaign FY11	610,000	-	610,000
Totals - U.S. Charities - Projects and Agilent Corporation Employee Contribution Matching - to page 9		\$ 1,500,606	\$ 890,606	\$ 610,000