

Robert M. Groves

U.S. Dept. of Commerce

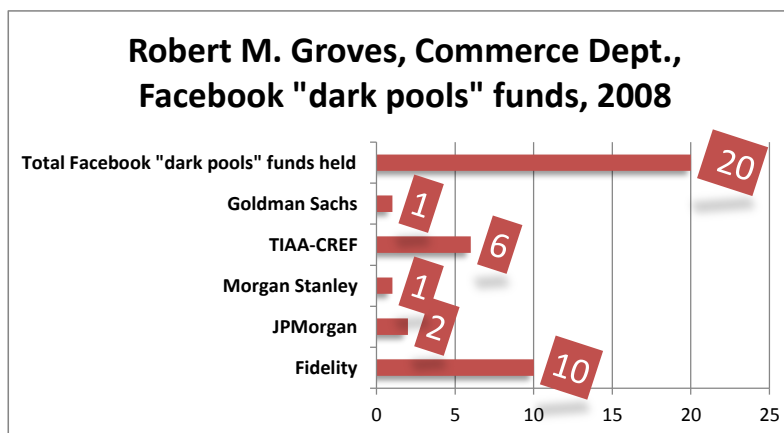
OGE Form 278 Financial Disclosure

May 4, 2009

Summary of known Facebook "dark pools" investments

| Fund | # | Amt. (\$, up to) |
|--|-----------|------------------|
| 1 Fidelity Capital & Income FAGIX (spouse) | 1 | \$ 15,000 |
| 2 Fidelity Investment Grade FBNDX | 1 | 15,000 |
| 3 Fidelity Money Market FRTXX | 1 | 250,000 |
| 4 Fidelity Pas Core Income FPCIX | 1 | 15,000 |
| 5 Fidelity Pas Income Opport. Fund of Funds FPIOX (spouse) | 1 | 15,000 |
| 6 Fidelity Pas Intl Fund of Funds FILFX | 1 | 15,000 |
| 7 Fidelity Pas US Opp Fund of Funds FUSOX (spouse) | 1 | 15,000 |
| 8 Fidelity Short Term Bond FSHBX (spouse) | 1 | 15,000 |
| 9 Fidelity Spartan 500 Index FID Advant. Class (spouse) | 1 | 15,000 |
| 10 Fidelity Total Bond FTBFX (spouse) | 1 | 15,000 |
| 11 Goldman Sachs Large Cap Value Instl GSLIX (spouse) | 1 | 15,000 |
| 12 JPMorgan Chase Investor Balanced Fund (Robert) | 1 | 15,000 |
| 13 JPMorgan US Lg Cap Core Plus Select SHS JLPSX (spouse) | 1 | NOT REPORTED |
| 14 Morgan Stanley Mid Cap Grwth MACGX (spouse) | 1 | 15,000 |
| 15 TIAA CREF Stock 403b Ret. Plan (Robert) | 1 | 500,000 |
| 16 TIAA CREF Stock 403b SRA (Robert) | 1 | 50,000 |
| 17 TIAA CREF Stock 401a Ret. Plan (Robert) | 1 | 250,000 |
| 18 TIAA CREF Traditional 401a Ret. Plan (Robert) | 1 | 500,000 |
| 19 TIAA CREF Traditional 403b Ret. Plan (Robert) | 1 | 500,000 |
| 20 TIAA CREF Traditional 403b SRA (Robert) | 1 | 100,000 |
| 20 | \$ | 2,330,000 |

| Fund | No. | Amt. |
|---|-----------|---------------------|
| Fidelity | 10 | \$ 385,000 |
| JPMorgan | 2 | 15,000 |
| Morgan Stanley | 1 | 15,000 |
| TIAA-CREF | 6 | 1,900,000 |
| Goldman Sachs | 1 | 15,000 |
| Total Facebook "dark pools" funds held | 20 | \$ 2,315,000 |



*** "Fidelity's Danoff Bets on Facebook"** Bloomberg, Jun. 1, 2011

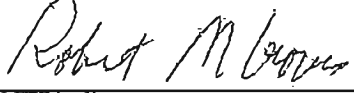



"Vincent Loporchio, a spokesman for Fidelity, said more than 30 of its funds held Facebook shares as of April 30 . . . Facebook and Zynga last year laid the groundwork for initial public offerings . . ."

["Fidelity's Danoff Bets on Facebook" by Miles Weiss Bloomberg Jun. 1 2011.](#)

["Who Else Has A Big Bet on Facebook" by Telis Demos, WSJ, Aug. 24, 2012](#)

["Morgan Stanley Funds in Big Bet Facebook Bet" by Aaron Lucchetti and Telis Demos WSJ Aug. 24 2012](#)

Executive Branch Personnel PUBLIC FINANCIAL DISCLOSURE REPORT

| | | | | | |
|--|--|---------------------------------|---|--|--|
| Date of Appointment, Candidacy, Election or Nomination (Month, Day, Year) | Reporting Status (Check appropriate box) <input type="checkbox"/> Incumbent <input checked="" type="checkbox"/> New Entrant, Nominee, or Candidate | Calendar Year Covered by Report | Termination Date (If Applicable) (Month, Day, Year) | | Fee for Late Filing Any individual who is required to file this report and does so more than 30 days after the date the report is required to be filed, or, if an extension is granted, more than 30 days after the last day of the filing extension period shall be subject to a \$200 fee. |
| Reporting Individual's Name | Last Name Groves | | First Name and Middle Initial Robert M. | | |
| Position for Which Filing | Title of Position Director, Census Bureau | | Department or Agency (If Applicable) Department of Commerce | | |
| Location of Present Office or forwarding address | Address (Number, Street, City, State, and ZIP Code) 426 Thompson Street, Room 1357, Ann Arbor, MI 48106 | | Telephone No. (Include Area Code) 734-764-8385 | | |
| Position(s) Held with the Federal Government During the Preceding 12 Months (If Not Same as Above) | Title of Position(s) and Date(s) Held Federal Economic Statistics Advisory Committee, Member, 2000-present | | | | |
| Presidential Nominees Subject to Senate Confirmation | Name of Congressional Committee Considering Nomination Committee on Governmental Affairs | | Do You Intend to Create a Qualified Diversified Trust? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | | |
| Certification CERTIFY that the statements I have made on this form and all attached schedules are true, complete and correct to the best of my knowledge. | Signature of Reporting Individual  | | Date (Month, Day, Year) 5/4/09 | | |
| Other Review (If desired by agency) | Signature of Other Reviewer  Day | | Date (Month, Day, Year) 5/04/09 5/4/09 | | |
| Agency Ethics Official's Opinion On the basis of information contained in this report, I conclude that the filer is in compliance with applicable laws and regulations (subject to any comments in the box below). | Signature of Designated Agency Ethics Official/Reviewing Official  | | Date (Month, Day, Year) 3/4/09 | | |
| Office of Government Ethics Use Only | Signature  | | Date (Month, Day, Year) 5/5/09 | | |
| Comments of Reviewing Officials (If additional space is required, use the reverse side of this sheet) | | | | | |
| (Check box if filing extension granted & indicate number of days _____) <input type="checkbox"/> | | | | | |
| (Check box if comments are continued on the reverse side) <input type="checkbox"/> | | | | | |
| Agency Use Only | | | | | |
| OGE Use Only | | | | | |
| MAY 4 2009 | | | | | |

SCHEDULE A continued

Robert M. Groves

(Use only if needed)

| BLOCK A: Assets and Income | BLOCK B: Valuation of Assets at close of reporting period | | | | | | | | | | BLOCK C: Income: type and amount. If "None (or less than \$201)" is checked, no other entry is needed in Block C for that item. | | | | | | | | | | | | | | | | | | | | | | | |
|--|--|--------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|-------------------|---------------------------|----------------------------|--|-------------------|--------------------------|----------------|-----------------|-----------|--------------------|----------|---------------|---------------------------|-----------------|-------------------|-------------------|--------------------|---------------------|----------------------|-------------------------|-------------------|---------------------------|------------------|---|---|-----------------------|--|
| | None (or less than \$1,000) | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000* | \$4,000,001 - \$5,000,000 | \$5,000,001 - \$25,000,000 | \$25,000,001 - \$75,000,000 | Over \$50,000,000 | Excepted Investment Firm | Excepted Trust | Qualified Trust | Dividends | Rent and Royalties | Interest | Capital Gains | BLOCK C | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | Type | Amount | | | | | | | | | | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honoraria | | |
| None <input type="checkbox"/> | | | | | | | | | | | | | | | | | | | | None (or less than \$201) | \$201 - \$1,000 | \$1,001 - \$2,500 | \$2,501 - \$5,000 | \$5,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$1,000,000 | Over \$1,000,000* | \$1,000,001 - \$5,000,000 | Over \$5,000,000 | | | | |
| 1 Amgen, Ortho Biotech (biopharmaceutical Bridgewater, NJ) (service on Technical Advisory Committee) | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | Salary \$198,500 | |
| 2 CCGroves LLC (spouse) (consulting firm) | | | X | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | Spouse's Salary | |
| 3 Undeveloped Lot Marion Co, FL (spouse) | | | | X | | | | | | | | | | | | | | | X | X | | | | | | | | | | | | | | |
| 4 Undeveloped Lot, Bellen, NM (spouse) | X | | | | | | | | | | | | | | | | | | X | X | | | | | | | | | | | | | | |
| 5 Edison Research (Exit Polling), Sommerville, NJ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | consulting \$5,000 | |
| 6 Synergy Enterprises (meeting logistics) Silver Spring, MD | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | consulting \$5,000 | |
| 7 European Science Foundallon (EU Science Agency), Strasbourg, France | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | consulting 2,000Euros | |
| 8 John Wiley and Sons (commercial publishing), New York, NY | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | consulting \$2251.30 | |
| 9 U, of Maryland (graduate education program), College Park, MD | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | consulting \$1,250.00 | |

* This category applies only if the asset/income is solely that of the filer's spouse or dependent children. If the asset/income is either that of the filer or jointly held by the filer with the spouse or dependent children, mark the other higher categories of value, as appropriate.

Reporting Individual's Name

SCHEDULE A continued

Robert M. Groves

(Use only if needed)

| BLOCK A | BLOCK B | | | | | | | | | | BLOCK C | | | | | | | | | | | | | | | | | | |
|-------------------------------|--|--------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|--------------------|--------------------------|----------------|--|-----------|--------------------|----------|---------------|---------------------------|-----------------|-------------------|-------------------|--------------------|---------------------|----------------------|-------------------------|-------------------|---------------------------|------------------|---|--|--|
| | Valuation of Assets at close of reporting period | | | | | | | | | | Income: type and amount. If "None (or less than \$201)" is checked, no other entry is needed in Block C for that item. | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | Type | Amount | | | | | | | | | | | | | | | | | |
| None <input type="checkbox"/> | None (or less than \$1,000) | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000 * | Excepted Investment Fund | Excepted Trust | Qualified Trust | Dividends | Rent and Royalties | Interest | Capital Gains | None (or less than \$201) | \$201 - \$1,000 | \$1,001 - \$2,500 | \$2,501 - \$5,000 | \$5,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$1,000,000 | Over \$1,000,000* | \$1,000,001 - \$5,000,000 | Over \$5,000,000 | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honoraria | |
| 1 | | X | | | | | | | | | | | | | X | | | | | | | | | | | | | | |
| 2 | | | | | | X | | | | | | | X | | | | | | | | | | | | | | | | |
| 3 | | | | | | X | | | | | | | | | X | | | | | | | | | | | | | | |
| 4 | | | | | | X | | | | | | | X | | | | | | | | | | | | | | | | |
| 5 | | | | | | | | | | | | | | | X | | | | | | | | | | | | | | |
| 6 | | | | X | | | | | | | | | X | | | | | | | | | | | | | | | | |
| 7 | | | | | | | | | | | | | | | X | | | | | | | | | | | | | | |
| 8 | | | | | | | | | | | | | | | X | | | | | | | | | | | | | | |
| 9 | | | | | | | | | | | | | | | | | | | | | | | | | | | Salary | \$316,311.00 | |

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SCHEDULE A continued
 (Use only if needed)

Robert M. Groves

| BLOCK A | BLOCK B | | | | | | | | | | BLOCK C | | | | | | | | | | | | | | | | | | |
|---------|--|--|--|--|--|--|--|--|--|-------------------------------|--|-----------------|-------------------|-------------------|--------------------|---------------------|----------------------|-------------------------|-------------------|---------------------------|-----------------|---|--|-------------------|-------------------|--------------------|---------------------|----------------------|-------------------------|
| | Valuation of Assets at close of reporting period | | | | | | | | | | Income: type and amount. If "None (or less than \$201)" is checked, no other entry is needed in Block C for that item. | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | Type | Amount | | | | | | | | | | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honorary | | | | | | |
| | | | | | | | | | | None <input type="checkbox"/> | None (or less than \$201) | \$201 - \$1,000 | \$1,001 - \$2,500 | \$2,501 - \$5,000 | \$5,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$1,000,000 | Over \$1,000,000* | None (or less than \$201) | \$201 - \$1,000 | | | \$1,001 - \$2,500 | \$2,501 - \$5,000 | \$5,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$1,000,000 |
| 1 | | | | | | | | | | | | | | | | | | | | | | consulting | \$878.22 | | | | | | |
| 2 | | | | | | | | | | | | | | | | | | | | | | consulting | \$1,000 | | | | | | |
| 3 | | | | | | | | | | | | | | | | | | | | | | consulting | \$1,500 | | | | | | |
| 4 | | | | | | | | | | | | | | | | | | | | | | consulting | \$500 | | | | | | |
| 5 | | | | | | | | | | | | | | | | | | | | | | consulting | \$2,000 | | | | | | |
| 6 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 7 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 9 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

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Reporting Individual's Name

SCHEDULE A continued

Page Number

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Robert M. Groves

(Use only if needed)

| BLOCK A Assets and Income | BLOCK B Valuation of Assets at close of reporting period | | | | | | | | BLOCK C Income: type and amount. If "None (or less than \$201)" is checked, no other entry is needed in Block C for that item. | | | | | | | | | |
|---|---|--------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|--------------------|---|-----------------|-------------------|-------------------|--------------------|---------------------|---|---|----------------------|-------------------------|
| | None (or less than \$1,001) | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000 * | Type | | | | Amount | | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honoraria | | |
| | | | | | | | | | None (or less than \$201) | \$201 - \$1,000 | \$1,001 - \$2,500 | \$2,501 - \$5,000 | \$5,001 - \$15,000 | \$15,001 - \$50,000 | | | \$50,001 - \$100,000 | \$100,001 - \$1,000,000 |
| 1 DGAGX Dreyfus Appreciation Fund (spouse) | X | | | | | | | | | | | X | | | | | | |
| 2 FAGIX Fidelity Capital & Income (spouse) | X | | | | | | | | | | | X | | | | | | |
| 3 FBNDX Fidelity Investment Grade (spouse) | X | | | | | | | | | | | X | | | | | | |
| 4 FILFX Fidelity Pas Intl Fund of Funds (spouse) | X | | | | | | | | | | | | | | | | | |
| 5 FPCIX Fidelity Pas Core Income Fund of Funds (spouse) | X | | | | | | | | | | | X | | | | | | |
| 6 FPIOX Fidelity Pas Income Opport. Fund of Funds (spouse) | X | | | | | | | | | | | X | | | | | | |
| 7 FSCFX Fidelity Pas Small Cap Fund of Funds (spouse) | X | | | | | | | | | | | X | | | | | | |
| 8 FSHBX Fidelity Short Term Bond (spouse) | X | | | | | | | | | | | | X | | | | | |
| 9 FSMAX Spartan 500 Index FID Advent. Class (spouse) | X | | | | | | | | | | | X | | | | | | |

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Reporting Individual's Name

SCHEDULE A continued

Page Number

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Robert M Groves

(Use only if needed)

| BLOCK A | BLOCK B | | | | | | | | | | BLOCK C | | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honoraria | |
|--|--|--------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|--------------------|---------------------------|--------|---------------------------|--------|---|---|--|
| | Valuation of Assets at close of reporting period | | | | | | | | | | Type | Amount | | | |
| | None (or less than \$201) | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000 * | None (or less than \$201) | Amount | | | | | |
| None <input type="checkbox"/> | | | | | | | | | | | Dividends | | | | |
| 1 FTBFX Fidelity Total Bond (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 2 FUSOX Fidelity Paa US Opp Fund of Funds (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 3 GSLIX Goldman Sachs Large Cap Value Instl (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 4 HGOAX Hartford Growth Opport. Class A (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 5 HWLAX Hotchkis & Wiley Large Cap Value CL A (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 6 ITHAX Hartford Capital Appreciation CL A (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 7 JLPSX JPMorgan US Lg Cap Core Plus Select SHS (spouse) | | | | | | | | | | | None (or less than \$201) | x | | | |
| 8 MACGX Morgan Stanley Mid Cap Grwth PORT CL P (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |
| 9 MERFX Merger Fund (spouse) | x | | | | | | | | | | None (or less than \$201) | x | | | |

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SCHEDULE A continued

Robert M. Groves

(Use only if needed)

| BLOCK A Assets and Income | BLOCK B Valuation of Assets at close of reporting period | | | | | | | | Income: type and amount. If "None (or less than \$201)" is checked, no other entry is needed in Block C for that item. | | BLOCK C | | | | | | | | | | | |
|---|---|--------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|--------------------|--|----------------|-----------------|------|--------|--|---|--|--|--|---|---|--|--|
| | None (or less than \$1,001) | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000 * | Accepted Investment Funds | Excepted Trust | Qualified Trust | Type | Amount | | | | | | Other Income (Specify Type & Actual Amount) | Date (Mo., Day, Yr.) Only if Honoraria | | |
| None <input type="checkbox"/> | | | | | | | | | | | | | | | | | | | | | | |
| 1 MLAAX Mainstay Large Cap Growth Fund Class A (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 2 PCRRX Pimco Commodity Real Ret Stral Admin CL (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 3 PEIDX Allianz NFJ Dividend Value FD CL D (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 4 PFUUX Pimco Foreign BD FD Unhedged ADM CL (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 5 PSFAX Pimco Short Term Administ. SHS (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 6 PTRAX Pimco Total Return Admin. SHS (spouse) | | x | | | | | | | | | | | | | | | | | | | | |
| 7 SLASX Selected American Shares CL S (spouse) | | x | | | | | | | | | | | | | x | | | | | | | |
| 8 | | | | | | | | | | | | | | | | | | | | | | |
| 9 | | | | | | | | | | | | | | | | | | | | | | |

* This category applies only if the asset/income is solely that of the filer's spouse or dependent children. If the asset/income is either that of the filer or jointly held by the filer with the spouse or dependent children, mark the other higher categories of value, as appropriate.

Do not Complete Schedule B if you are a new entrant, nominee, Vice Presidential or Presidential Candidate

Robert M. Groves

SCHEDULE B

Page Number

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Part I: Transactions

None

Report any purchase, sale, or exchange by you, your spouse, or dependent children during the reporting period of any real property, stocks, bonds, commodity futures, and other securities when the amount of the transaction exceeded \$1,000. Include transactions that resulted in a loss. Do not

report a transaction involving property used solely as your personal residence, or a transaction solely between you, your spouse, or dependent child. Check the "Certificate of divestiture" block to indicate sales made pursuant to a certificate of divestiture from OGE.

| Identification of Assets | Transaction Type (x) | | | Date (Mo., Day, Yr.) | Amount of Transaction (x) | | | | | | | | | | | Certificate of divestiture | |
|----------------------------------|----------------------|------|----------|----------------------|---------------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|------------------|---------------------------|----------------------------|-----------------------------|-------------------|----------------------------|--|
| | Purchase | Sale | Exchange | | \$1,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000 | \$1,000,001 - \$5,000,000 | \$5,000,001 - \$25,000,000 | \$25,000,001 - \$50,000,000 | Over \$50,000,000 | | |
| Example: Central Airlines Common | x | | | 2/1/99 | | | x | | | | | | | | | | |
| 1 | | | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | | | | | |
| 4 | | | | | | | | | | | | | | | | | |
| 5 | | | | | | | | | | | | | | | | | |

This category applies only if the underlying asset is solely that of the filer's spouse or dependent children. If the underlying asset is either held by the filer or jointly held by the filer with the spouse or dependent children, use the other higher categories of value, as appropriate.

Part II: Gifts, Reimbursements, and Travel Expenses

For you, your spouse and dependent children, report the source, a brief description, and the value of: (1) gifts (such as tangible items, transportation, lodging, food, or entertainment) received from one source totaling more than \$260; and (2) travel-related cash reimbursements received from one source totaling more than \$260. For conflicts analysis, it is helpful to indicate a basis for receipt, such as personal friend, agency approval under 5 U.S.C. § 4111 or other statutory authority, etc. For travel-related gifts and reimbursements, include travel itinerary, dates, and the nature of expenses provided. Exclude anything given to you by

the U.S. Government; given to your agency in connection with official travel; received from relatives; received by your spouse or dependent child totally independent of their relationship to you; or provided as personal hospitality at the donor's residence. Also, for purposes of aggregating gifts to determine the total value from one source, exclude items worth \$104 or less. See instructions for other exclusions.

None

| Source (Name and Address) | Brief Description | Value |
|---|---|----------------|
| Example: Nat'l Assn. of Rock Collectors, NY, NY Frank Jones, San Francisco, CA | Airline ticket, hotel room & meals incident to national conference 6/15/99 (personal activity unrelated to duty) Leather briefcase (personal friend) | \$500 \$300 |
| 1 | | |
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |

SCHEDULE C

Robert M. Groves

Part I: Liabilities

Report liabilities over \$10,000 owed to any one creditor at any time during the reporting period by you, your spouse, or dependent children. Check the highest amount owed during the reporting period. Exclude a mortgage on your

personal residence unless it is rented out; loans secured by automobiles, household furniture or appliances; and liabilities owed to certain relatives listed in instructions. See instructions for revolving charge accounts.

None

Category of Amount or Value (x)

| Examples: | Creditors (Name and Address) | Type of Liability | Date Incurred | Interest Rate | Term if applicable | Category of Amount or Value (x) | | | | | | | | | | | | | | | | |
|-----------|--|--|---------------|---------------|----------------------|---------------------------------|---------------------|----------------------|-----------------------|-----------------------|-------------------------|-------------------|---------------------------|----------------------------|-----------------------------|-------------------|--|--|--|--|--|--|
| | | | | | | \$10,001 - \$15,000 | \$15,001 - \$50,000 | \$50,001 - \$100,000 | \$100,001 - \$250,000 | \$250,001 - \$500,000 | \$500,001 - \$1,000,000 | Over \$1,000,000* | \$1,000,001 - \$5,000,000 | \$5,000,001 - \$25,000,000 | \$25,000,001 - \$50,000,000 | Over \$50,000,000 | | | | | | |
| | First District Bank, Washington, DC John Jones, 123 J.St., Washington, DC | Mortgage on rental property, Delaware Promissory note | 1991 1999 | 8% 10% | 25 yrs. on demand | | | x | | | | | | | | | | | | | | |
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This category applies only if the liability is solely that of the filer's spouse or dependent children. If the liability is that of the filer or a joint liability of the filer with the spouse or dependent children, mark the other higher categories, as appropriate.

Part II: Agreements or Arrangements

Report your agreements or arrangements for: (1) continuing participation in an employee benefit plan (e.g. 401k, deferred compensation); (2) continuation of payment by a former employer (including severance payments); (3) leaves

of absence; and (4) future employment. See instructions regarding the reporting of negotiations for any of these arrangements or benefits

None

| Examples: | Status and Terms of any Agreement or Arrangement | Parties | Date |
|-----------|---|---------------------------------------|--------|
| | | | |
| | Pursuant to partnership agreement, will receive lump sum payment of capital account & partnership share calculated on service performed through 1/00. | Doc Jones & Smith, Hometown, State | 7/85 |
| 1 | Will continue to hold the TIAA-CREF Retirement plan 403b and 401a and SRA; no further contributions will be made by University of Michigan during my leave of absence | University of Michigan, Ann Arbor, MI | 4/2009 |
| 2 | Will take an unpaid leave of absence from the University of Michigan for the term of the appointment | University of Michigan, Ann Arbor, MI | 4/2009 |
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| 7 | | | |

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|--|-------------------|--------------------------|
| Reporting Individual's Name Robert M. Groves | SCHEDULE D | Page Number 10 |
|--|-------------------|--------------------------|

Part I: Positions Held Outside U.S. Government

Report any positions held during the applicable reporting period, whether compensated or not. Positions include but are not limited to those of an officer, director, trustee, general partner, proprietor, representative, employee, or

consultant of any corporation, firm, partnership, or other business enterprise or any non-profit organization or educational institution. Exclude positions with religious, social, fraternal, or political entities and those solely of an honorary nature.

None

| | Organization (Name and Address) | Type of Organization | Position Held | From (Mo., Yr.) | To (Mo., Yr.) |
|-----------|--|---|---|-----------------|-----------------|
| Examples: | Nat'l Assn. of Rock Collectors, NY, NY Doe Jones & Smith, Hometown, State | Non-profit education Law firm | President Partner | 6/92 7/85 | Present 1/00 |
| 1 | University of Michigan Survey Research Center, Ann Arbor, MI | Academic Social Science Research, Graduate education program | Director, Professor, Research Professor | 7/2001 | Present |
| 2 | University of Maryland Joint Program in Survey Methodology, College Park, MD | Graduate education program | Research Professor | 1/1995 | Present |
| 3 | Technical Advisory Committee Amgen and Ortho Biotech (Pharmaceuticals, Bridgewater, NJ) | Pharmaceutical companies | Member, Technical Advisory Committee | 3/2005 | Present |
| 4 | Nielsen Media Research, Council for Res. Excellence New York, NY | Research Council for media ratings company | Technical advisor | 1/2005 | Present |
| 5 | Edison Research Somerville, NJ | Exit Polling firm | Consultant | 11/2004 | 11/2008 |
| 6 | Research Triangle International Research Triangle Park, NC | Not-for-profit research organization | Advisory panel member for survey sponsored by SAMSHA | 1/2007 | present |

Part II: Compensation In Excess Of \$5,000 Paid by One Source

Report sources of more than \$5,000 compensation received by you or your business affiliation for services provided directly by you during any one year of the reporting period. This includes the names of clients and customers of any

corporation, firm, partnership, or other business enterprise, or any other non-profit organization when you directly provided the services generating a fee or payment of more than \$5,000. You need not report the U.S. Government as a source.

Do not complete this part if you are an Incumbent, Termination Filer, or Vice Presidential or Presidential Candidate

None

| | Source (Name and Address) | Brief Description of Duties |
|-----------|--|--|
| Examples: | Doe Jones & Smith, Hometown, State Metro University (client of Doe Jones & Smith), Moneytown, State | Legal services Legal services in connection with university construction |
| 1 | University of Michigan, Ann Arbor, Michigan | Director, Survey Research Center, Professor, Research Professor Conduct advanced research on scientific surveys |
| 2 | Amgen and Ortho Biotech (Pharmaceuticals, Bridgewater, NJ) | Member, Technical Advisory Committee Provide judgments on large scale hospital survey |
| 3 | Edison Research Somerville, NJ | Consultant Provide consultation for exit polling operation |
| 4 | CBS News, Inc. New York, NY | Consultant |
| 5 | | |
| 6 | | |

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|--|-------------------|--------------------------|
| Reporting Individual's Name Robert M. Groves | SCHEDULE D | Page Number 11 |
|--|-------------------|--------------------------|

Part I: Positions Held Outside U.S. Government

Report any positions held during the applicable reporting period, whether compensated or not. Positions include but are not limited to those of an officer, director, trustee, general partner, proprietor, representative, employee, or

consultant of any corporation, firm, partnership, or other business enterprise or any non-profit organization or educational institution. Exclude positions with religious, social, fraternal, or political entities and those solely of an honorary nature.

None

| | Organization (Name and Address) | Type of Organization | Position Held | From (Mo., Yr.) | To (Mo., Yr.) |
|-----------|--|----------------------------------|---|-----------------|-----------------|
| Examples: | Nat'l Assn. of Rock Collectors, NY, NY Doe Jones & Smith, Hometown, State | Non-profit education Law firm | President Partner | 6/92 7/85 | Present 1/00 |
| 1 | John Wiley and Sons New York, NY | Commercial publishing | Member, Editorial Advisory Board for Book Series | 1/99 | Present |
| 2 | National Opinion Research Center Chicago, IL | Not for profit research center | Member, Technical Advisory Committee for NIH grant | 1/2004 | Present |
| 3 | Westat, Inc. Rockville, MD | Survey research company | Consultant to contractor for Nat. Center for Educ. Statistics | 1/2009 | 1/2009 |
| 4 | National Institute of Statistical Sciences Research Triangle Park, NC | Not for profit research center | Consultant to contractor for Nat. Center for Educ. Statistics | 1/2008 | 8/2008 |
| 5 | CBS News, Inc. New York, NY | Television news organization | Review panel member for election and survey unit | 3/2007 | 3/2007 |
| 6 | European Science Foundation Strasbourg, France | EU science funding agency | Chair, review panel for European Social Survey | 11/2007 | 4/2008 |

Part II: Compensation In Excess Of \$5,000 Paid by One Source

Report sources of more than \$5,000 compensation received by you or your business affiliation for services provided directly by you during any one year of the reporting period. This includes the names of clients and customers of any

corporation, firm, partnership, or other business enterprise, or any other non-profit organization when you directly provided the services generating a fee or payment of more than \$5,000. You need not report the U.S. Government as a source.

Do not complete this part if you are an Incumbent, Termination Filer, or Vice Presidential or Presidential Candidate

None

| | Source (Name and Address) | Brief Description of Duties |
|-----------|--|---|
| Examples: | Doe Jones & Smith, Hometown, State Metro University (client of Doe Jones & Smith), Moneytown, State | Legal services Legal services in connection with university construction |
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|--|-------------------|--------------------------|
| Reporting Individual's Name Robert M. Groves | SCHEDULE D | Page Number 12 |
|--|-------------------|--------------------------|

Part I: Positions Held Outside U.S. Government

Report any positions held during the applicable reporting period, whether compensated or not. Positions include but are not limited to those of an officer, director, trustee, general partner, proprietor, representative, employee, or consultant of any corporation, firm, partnership, or other business enterprise or any non-profit organization or educational institution. Exclude positions with religious, social, fraternal, or political entities and those solely of an honorary nature.

None

| | Organization (Name and Address) | Type of Organization | Position Held | From (Mo., Yr.) | To (Mo., Yr.) |
|-----------|---|----------------------------------|---|-----------------|-----------------|
| Examples: | Natl Assn. of Rock Collectors, NY, NY Doe Jones & Smith, Hometown, State | Non-profit education Law firm | President Partner | 6/92 7/85 | Present 1/00 |
| 1 | Synergy Enterprises Silver Spring, MD | Meeting logistics company | Consultant for survey design, meeting planned by Synergy | 1/2008 | 1/2008 |
| 2 | Robert M Groves Trust | Trust | Trustee | 3/2007 | Present |
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Part II: Compensation In Excess Of \$5,000 Paid by One Source

Report sources of more than \$5,000 compensation received by you or your business affiliation for services provided directly by you during any one year of the reporting period. This includes the names of clients and customers of any corporation, firm, partnership, or other business enterprise, or any other non-profit organization when you directly provided the services generating a fee or payment of more than \$5,000. You need not report the U.S. Government as a source.

Do not complete this part if you are an Incumbent, Termination Filer, or Vice Presidential or Presidential Candidate
 None

| | Source (Name and Address) | Brief Description of Duties |
|-----------|---|---|
| Examples: | Doe Jones & Smith, Hometown, State Metro University (client of Doe Jones & Smith), Monocytown, State | Legal services Legal services in connection with university construction |
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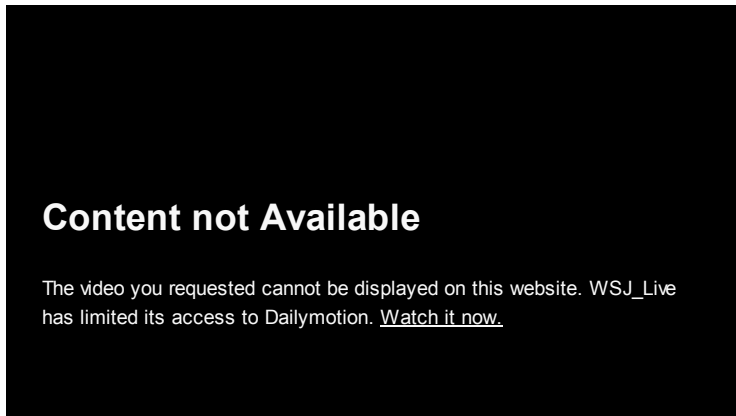
Source: [The Wall Street Journal Online](#)

MARKETS

Morgan Stanley Funds in Big Facebook Bet

By Aaron Lucchetti and Telis Demos
Updated Aug. 24, 2012 11:57 a.m. ET

U.S. mutual funds run by [Morgan Stanley](#), [MS -0.12%](#) the lead underwriter in Facebook Inc. FB \$16 billion initial public offering, have disproportionately high investments in the social-media company, leaving fund shareholders exposed to the stock's big drop since its May 18 IPO.



Content not Available

The video you requested cannot be displayed on this website. WSJ_Live has limited its access to Dailymotion. [Watch it now.](#)

[Morgan Stanley Bets Big on Facebook](#) by [WSJ Live](#)

New data show that eight of the top nine U.S. mutual funds with Facebook shares as a percentage of total assets are run by Morgan Stanley's asset-management arm, according to fund tracker Morningstar Inc.

Morgan Stanley had a crucial role in lining up orders for Facebook as the social-media company prepared to go public. It helped advise Facebook executives to increase the size and price of the IPO, despite warnings the company was making about its profit outlook. The New York securities firm, which declined to comment, took in \$200 million in underwriting fees and trading profits,

according to regulatory filings and people involved in the deal.

The Morgan Stanley funds that have Facebook shares got many of them before the IPO at prices well below the \$38 offering price.

That means that fund shareholders may still have paper gains on their Facebook purchases, depending on when the fund bought their original stake. It also means the funds have been unable to sell any of their pre-IPO holdings.

The company's mutual funds have made large bets on other big-name technology companies in recent years, including bets on [Apple Inc.](#), AAPL +1.48% [Amazon.com Inc.](#) AMZN -1.06% and [LinkedIn Corp.](#) LNKD +0.14% whose values have all surged this year.

The Funds That Own Facebook

Hundreds of mutual funds have stakes in the social media company. See a list and sort by percentage of fund assets devoted to Facebook, and by absolute and relative performance.

Click here for an Excel file containing all four sections of the table below: [GoogleDocs](#) | [XLS file](#)

Q August 24, 2012

The Funds That Own Facebook

Hundreds of mutual funds have stakes in the social media company. Click column headers to sort by percentage of fund assets devoted to Facebook and by absolute relative performance.

<< first < prev 1 2 (#) 3 (#) 4 (#) next > (#) last >> (#)

| Fund Name (yui-dt0-href-col 0) | Ticker (yui-dt0-href-col 1) | Total Facebook Weight (yui-dt0-href-col 2) | Total Investment as of portfolio date (yui-dt0-href-col 3) | July 2012 Return (yui-dt0-href-col 4) | July % rank against similar funds (yui-dt0-href-col 5) | Year-to-date Return (yui-dt0-href-col 6) | Year-to-date % rank against like funds (yui-dt0-href-col 7) | One-year return (yui-dt0-href-col 8) | One-year % rank against like funds (yui-dt0-href-col 9) |
|---|-----------------------------|--|--|---------------------------------------|--|--|---|--------------------------------------|---|
| Morgan Stanley Inst Focus Grow th I | MSAGX | 7.77% | \$28,777,414 | -2.98% | 98% | 9.64% | 90% | 8.33% | 99% |
| Morgan Stanley Focus Grow th B | AMOBX | 7.72% | \$1,586,239,713 | -3.08% | 98% | 8.63% | 94% | 7.06% | 99% |
| Morgan Stanley Inst Opportunity H | MEGHX | 7.39% | \$244,919,024 | -3.91% | 99% | 6.71% | 98% | 10.10% | 98% |
| Morgan Stanley Inst Advantage H | MAPHX | 6.71% | \$12,159,351 | -1.57% | 96% | 11.96% | 71% | 21.88% | 77% |
| Morgan Stanley Institutional Grow th I | MSEQX | 6.63% | \$847,917,689 | -2.33% | 97% | 11.34% | 78% | 12.88% | 97% |
| Transamerica Capital Grow th A | IALAX | 6.58% | \$746,167,025 | -2.39% | 98% | 10.35% | 85% | 11.62% | 97% |
| Morgan Stanley Multi Cap Grow th B | CPOBX | 6.42% | \$313,515,817 | -2.33% | 97% | 7.93% | 96% | 8.32% | 99% |
| Morgan Stanley Inst Global Opportunity I | MGGIX | 6.42% | \$15,221,935 | -3.96% | 98% | 4.98% | 93% | 3.77% | 93% |
| Morgan Stanley Inst Gbl Advantage I | MIGIX | 5.19% | \$2,513,921 | -0.36% | 86% | 13.94% | 10% | 19.13% | 9% |
| Turner Concentrated Gr Investor | TTOPX | 5.00% | \$35,255,772 | -4.20% | 99% | 9.28% | 92% | 14.60% | 96% |
| Morgan Stanley Inst Gbl Discovery I | MLDIX | 4.79% | \$5,032,255 | -1.53% | 93% | 11.60% | 29% | 15.92% | 31% |
| Goldman Sachs Technology Tollkeeper A | GITAX | 2.85% | \$358,167,660 | -2.66% | 92% | 17.63% | 26% | 28.63% | 29% |
| Turner Global Opportunities Instl | TGLBX | 2.32% | \$1,420,185 | -1.11% | 91% | 9.89% | 52% | 16.77% | 23% |
| Chesapeake Core Grow th | CHCGX | 2.23% | \$31,550,392 | 0.20% | 66% | 16.83% | 12% | 28.85% | 19% |
| Chesapeake Grow th Instl | CHESX | 2.15% | \$10,660,814 | -1.39% | 70% | 15.84% | 2% | 23.82% | 46% |
| Saratoga Large Capitalization Grow th I | SLCGX | 1.73% | \$20,539,302 | 0.63% | 46% | 12.43% | 65% | 26.38% | 40% |
| Lord Abbett Grow th Leaders A | LGLAX | 1.67% | \$23,284,142 | -0.78% | 90% | 10.58% | 84% | 22.02% | 76% |
| Tocqueville Opportunity | TOPPX | 1.61% | \$68,606,152 | -2.15% | 77% | 12.18% | 25% | 25.75% | 45% |
| Goldman Sachs Concentrated Grow th A | GCGAX | 1.60% | \$176,037,973 | 1.77% | 7% | 17.33% | 9% | 28.74% | 20% |
| American Independence Large Cap Grow th I | A FLX | 1.59% | \$5,723,812 | -3.24% | 99% | 1.67% | 99% | 10.15% | 98% |
| Eagle Capital Appreciation A | HRCPX | 1.58% | \$312,936,069 | 1.75% | 8% | 17.64% | 7% | 27.76% | 26% |
| Loomis Sayles Grow th Y | LSGRX | 1.58% | \$137,102,956 | 1.09% | 27% | 13.02% | 59% | 26.08% | 42% |
| Sands Capital Global Grow th Inst | SCMGX | 1.55% | \$26,411,222 | -0.16% | 84% | 12.51% | 18% | 18.99% | 10% |
| Firsthand Technology Opportunities | TEFQX | 1.52% | \$83,809,180 | 2.91% | 1% | 17.78% | 24% | 15.43% | 93% |
| Touchstone Sands Capital Select Grow th Z | PTSGX | 1.51% | \$2,650,677,414 | 0.34% | 61% | 20.80% | 3% | 34.98% | 2% |
| Touchstone Sands Capital Inst Gr | CISGX | 1.50% | \$1,879,329,652 | 0.36% | 60% | 21.45% | 2% | 35.72% | 2% |
| Turner Large Grow th Institutional | TTMEX | 1.36% | \$254,252,990 | -0.57% | 86% | 11.79% | 73% | 21.25% | 80% |
| Columbia Global Extended Alpha A | RTAAX | 1.36% | \$18,990,332 | 1.43% | 34% | 8.50% | 73% | 13.66% | 59% |
| Invesco Leisure Investor | FLISX | 1.25% | \$362,284,050 | -2.50% | 83% | 18.34% | 12% | 29.20% | 79% |
| Invesco Technology Sector B | FOBX | 1.19% | \$103,441,217 | -1.45% | 81% | 12.59% | 67% | 28.04% | 34% |
| AllianceBern Global Thematic Gr A | ALTFX | 1.17% | \$830,246,855 | -3.98% | 99% | 5.56% | 91% | -0.55% | 95% |
| Invesco Technologov | FTCHX | 1.17% | \$709,896,602 | -1.29% | 71% | 12.27% | 69% | 25.97% | 44% |

| Investor | Ticker | Assets | Facebook | Facebook % | Facebook % | Facebook % | Facebook % | Facebook % | Facebook % |
|--|--------|--------|-----------------|------------|------------|------------|------------|------------|------------|
| Artisan Global Opportunities Inv | ARTRX | 1.15% | \$238,682,629 | 2.30% | 12% | 22.11% | 1% | 26.59% | 1% |
| Baron Global Advantage Institutional | BGAIX | 1.11% | \$2,313,424 | -1.64% | 94% | N/A | N/A | N/A | N/A |
| FL Large-Cap Growth P | N/A | 1.08% | \$125,638,896 | -0.21% | 80% | 16.11% | 19% | 27.24% | 31% |
| Invesco Van Kampen American Franchise A | VAFAX | 1.04% | \$5,607,536,462 | -0.25% | 81% | 12.63% | 62% | 19.20% | 89% |
| Invesco Constellation A | CSTGX | 1.04% | \$2,462,252,859 | -0.22% | 80% | 11.61% | 75% | 17.55% | 93% |
| Invesco Van Kampen Mid Cap Gr A | VGRAX | 1.04% | \$1,891,989,133 | -1.72% | 78% | 8.66% | 75% | 19.77% | 74% |
| Invesco Dynamics Inv | FIDYX | 1.02% | \$821,481,822 | -1.76% | 80% | 9.18% | 70% | 21.21% | 68% |
| T. Rowe Price Global Stock | PRGSX | 1.00% | \$513,696,057 | 0.12% | 78% | 9.77% | 54% | 11.82% | 68% |
| JHancock US Global Leaders Gr A | USGLX | 0.99% | \$570,665,220 | 0.38% | 59% | 16.58% | 14% | 33.99% | 3% |
| T. Rowe Price Media & Telecommunications | PRMTX | 0.97% | \$2,176,042,473 | 1.34% | 75% | 20.59% | 12% | 28.47% | 12% |
| Hodges Pure Contrarian Retl | HDPCX | 0.95% | \$6,538,442 | -0.27% | 28% | 19.01% | 2% | 20.88% | 77% |
| T. Rowe Price Science & Tech | PRSCX | 0.93% | \$2,691,539,999 | -3.08% | 96% | 7.42% | 93% | 15.44% | 92% |
| VALIC Company I Science & Technology | VCSTX | 0.93% | \$239,494,861 | -0.85% | 51% | 13.67% | 58% | 21.83% | 64% |
| Hartford Growth Opportunities B | HGOBX | 0.91% | \$1,878,737,839 | 0.00% | 74% | 20.86% | 3% | 25.27% | 48% |
| Oppenheimer Main Street A | MSIGX | 0.90% | \$5,199,383,488 | 2.20% | 7% | 14.49% | 16% | 30.19% | 6% |
| Hartford Growth Opportunities HLS IA | HAGOX | 0.89% | \$1,068,479,670 | 0.14% | 69% | 21.83% | 2% | 26.91% | 35% |
| MassMutual Premier | MSSAX | 0.87% | \$159,288,656 | 2.21% | 7% | 14.29% | 18% | 29.78% | 7% |

Still, the Morgan Stanley funds' large stakes raise questions about whether the firm's role as lead underwriter influenced decisions.

A large investment bank that simultaneously buys and sells shares in any company "is in this conflicted position," said Frank Partnoy, a law professor at the University of San Diego who worked for Morgan Stanley in the 1990s. "This time it didn't work out."

The funds span the \$1.6 billion Focus Growth fund to the \$2.5 million Institutional Global Advantage fund.

Morgan Stanley's funds don't appear to have violated Securities and Exchange Commission rules limiting investments in offerings underwritten by an affiliate. SEC rules allow bank-affiliated mutual funds to participate in offerings in which the bank's investment bankers are advising the company, as long as the fund managers don't buy more than 25% of the deal and they buy the shares from a different bank.

The concentration of Morgan Stanley's funds stands out when compared with funds operated by other large institutional holders of Facebook stock.

Morgan Stanley Focus Growth Portfolio had 5.7% of its assets in Facebook shares as of July 31, according to Morgan Stanley's website, while Morgan Stanley Institutional Opportunity Portfolio had 5.5% and Morgan Stanley Institutional Growth Portfolio had 4.8%. Others among the eight Morgan Stanley mutual funds range between 3.6% and 4.6%. Those proportions ranged between 5% and 7.8% on June 30, according to the most recent Morningstar data that included other fund families.

"It's surprising that so many Morgan Stanley affiliated funds out of the thousands of mutual funds show up as having

extremely big weights," said Jay Ritter, a professor of finance at the University Florida.

Morgan Stanley isn't the largest institutional holder of Facebook.

Larger holders by dollar value include Fidelity Investments, [T. Rowe Price Group](#) Inc. TROW -0.79% and Goldman Sachs Asset Management, a unit of underwriter [Goldman Sachs Group](#) Inc. GS -0.24% Goldman also owned Facebook shares before its IPO

Goldman's most concentrated mutual fund position in Facebook was the Technology Tollkeeper fund, with Facebook making up 2.85% of its portfolio as of the end of June.

No mutual funds operated by Fidelity or T. Rowe Price, two other large institutional holders, publicly reported holding more than 1% of their portfolios in Facebook through June.

Many of the Morgan Stanley funds are sold to institutions only, and require a \$5 million minimum investment.

Morgan Stanley Multicap Growth Fund—one fund open to retail investors, including Morgan Stanley Smith Barney brokers—had a stake in Facebook as early as November 2010, when Facebook shares were valued at about \$13. They closed Thursday at \$19.44, down 49% since the IPO.

In June, a commentary on Morgan Stanley's fund website noted that Facebook and other technology stocks were "the leading detractor in the portfolio this quarter," attributing the decline in Facebook shares "to post-IPO volatility."

Under SEC rules, mutual fund managers also are bound by fiduciary duties to look out for their investors' interests over their own.

Read More

- [Deal Journal: Who Else Has a Big Bet on Facebook?](#)
- [Nasdaq's Facebook Plan Under Fire](#)

There's no sign that fund managers at Morgan Stanley bought Facebook shares because of the firm's underwriting relationship with Facebook, or to help curry favor with Facebook executives who chose Morgan Stanley for a key underwriting assignment in the spring IPO.

Mr. Ritter cited "psychological factors" as a possible explanation for the large investments, driven by the fact that many of the funds owned a big chunk of Facebook shares before the company sold shares to the public.

"There's a tendency to fall in love with what you've got rather than stepping back," said Mr. Ritter. Many Morgan Stanley funds added to their pre-public stakes during the month of the IPO—a sign, he said, that "they were drinking the Kool-Aid and became true believers."

Morgan Stanley has streamlined its mutual fund business under Gregory Fleming, who runs both the firm's asset management and wealth management units. Morgan Stanley's asset management at the end of June managed \$311 billion and produced \$456 million in revenues.

Morgan Stanley funds with the strongest liking for Facebook are overseen by Dennis Lynch, the firm's head of growth investing. A Morgan Stanley spokesman declined to comment on behalf of Mr. Lynch.

Write to Aaron Lucchetti at aaron.lucchetti@wsj.com and Telis Demos at Telis.Demos@wsj.com

Source: [The Wall Street Journal Online](#)



THE WALL STREET JOURNAL

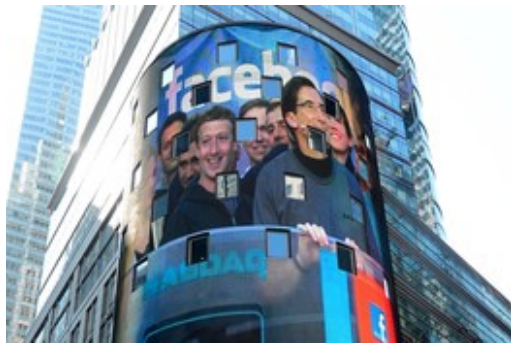
WSJ.com

August 24, 2012, 2:18 PM ET

Who Else Has a Big Bet on Facebook

By Telis Demos

We [reported this morning about the concentration](#) of Facebook stock in the portfolio of one group of investors, several mutual funds operated by Morgan Stanley Asset Management. But that is not where the concentration of Facebook stock ends.



AFP/Getty Images

According to fresh data from Ipreo, which has tallied up the public filings by all investors, a relatively large chunk of Facebook stock just three months after its \$16 billion IPO in May is held by the company's 10 largest institutional investors (that excludes insiders, like CEO Mark Zuckerberg, and the early VC investors, like Accel Partners).

The top 10 "accounts," in banker-speak, represent about 50% of Facebook's institutional ownership, according to Ipreo, the capital markets data firm. That tops the 42% concentration for the top 10 institutions for all second quarter tech IPOs three months after they went public. Across more comparable \$1 billion-plus IPOs since 2010, the concentration is even lighter: The top 10 institutional accounts held 32% of those companies' shares.

This data, keep in mind, does not tell us who bought the IPO. That's a closely guarded secret held by the lead underwriters. These figures are based on public disclosures as of June 30. They are at best a proxy for how the IPO was actually distributed.

So who are the biggest betters — by total number of shares, not necessarily by weighting within the fund — on Facebook? Morgan Stanley Asset Management is only the fifth largest holder by that measure, according to Ipreo. Above them are Goldman Sachs Asset Management, Baillie Gifford & Company, Fidelity Investments, and T. Rowe Price Group Inc. Rounding out the top 10 are BlackRock Inc., Sands Capital Management LLC, Jennison Associates LLC, The Vanguard Group Inc. and Capital Research Global Advisors Inc.

Some of those investors were big pre-IPO holders. Goldman Sachs famously marketed a fund with pre-IPO Facebook stock to international investors, which accounts for a big chunk of its holdings. T. Rowe Price and Fidelity also bought in before the IPO. The point here is that they all may still be sitting on Facebook stock gains, depending on when exactly they got into the stock.

Others, however, appear to have gotten in primarily via the IPO, or after it began trading. That includes Baillie Gifford, an Edinburgh-based fund management giant that manages assets of £76.0 billion (\$120 billion). They are a sub-advisor to some large fund management families, like Vanguard, but also manage money on behalf of giant pension funds such as the California Public Employees' Retirement System (CALPERS), the New York City Police Pension Fund and the Korea National Pension Service, according to their website. The firm did not return requests for an interview.

Some of the big investors are also there just because they have to be. BlackRock and Vanguard operate many index funds that may have bought Facebook stock solely because it likely will be a member someday of indexes such as the S&P 500 and Nasdaq 100, and is already in indexes such as the Russell 1000.

What speaks loudly are the absences of firms that are typically very big holders of recently IPO'd companies. Citadel Advisors, which bought 17 other second-quarter IPOs according to Ipreo, owned just 167,164 Facebook shares at the end of June. Wellington Management Company LLP and Lord Abbett & Company LLC, which bought 11 second quarter IPOs, both held fewer than 1m shares. For context, Baillie Gifford reported holding 19 million shares.

| RANK | NAME | TOTAL AUM | FB SHARES AS OF JUNE 30 |
|------|---|-----------|-------------------------|
| 1 | Goldman Sachs Asset Management, L.P. (U.S.) | 82,329.1 | 36,634,486.0 |
| 2 | Baillie Gifford & Company | 60,809.1 | 19,380,440.0 |
| 3 | Fidelity Management & Research Company | 544,656.5 | 18,774,915.0 |
| 4 | T. Rowe Price Associates, Inc. | 338,744.6 | 18,663,997.0 |
| 5 | Morgan Stanley Investment Management, Inc. (U.S.) | 54,113.2 | 16,362,788.0 |
| 6 | BlackRock Fund Advisors | 768,143.8 | 11,690,656.0 |
| 7 | Sands Capital Management, LLC | 22,157.4 | 11,649,292.0 |
| 8 | Jennison Associates, LLC | 80,316.4 | 9,691,825.0 |
| 9 | The Vanguard Group, Inc. | 908,526.5 | 9,582,480.0 |
| 10 | Capital Research Global Investors (U.S.) | 366,059.2 | 8,273,200.0 |

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Ms. Barbara S. Fredericks
Assistant General Counsel for Administration
U.S. Department of Commerce
1401 Constitution Avenue, N.W.
Washington, D.C. 20230

Dear Ms. Fredericks:

The purpose of this letter is to describe the steps that I will take to avoid any actual or apparent conflict of interest in the event that I am confirmed for the position of Director of the Bureau of the Census at the U.S. Department of Commerce.

As required by 18 U.S.C. § 208(a), I will not participate personally and substantially in any particular matter that has a direct and predictable effect on my financial interests or those of any person whose interests are imputed to me, unless I first obtain a written waiver, pursuant to 18 U.S.C. § 208(b)(1), or qualify for a regulatory exemption, pursuant to 18 U.S.C. § 208(b)(2). I understand that the interests of the following persons are imputed to me: any spouse or minor child of mine; any general partner of a partnership in which I am a limited or general partner; any organization in which I serve as officer, director, trustee, general partner or employee; and any person or organization with which I am negotiating or have an arrangement concerning prospective employment.

Upon confirmation, I will take an unpaid leave of absence from my professor position with the University of Michigan. I will not participate personally and substantially in any particular matter that has a direct and predictable effect on the financial interests of the University of Michigan, unless I first obtain a written waiver, pursuant to 18 U.S.C. § 208(b)(1), or qualify for either the exemption at 5 C.F.R. § 2640.203(b) or another regulatory exemption, pursuant to 18 U.S.C. § 208(b)(2).

Upon confirmation, I will resign from the following positions:

- American Association for Public Opinion Research – Committee to Review Pre-Election Polls Member
- American Association for Public Opinion Research – Task Force for Online Surveys Member
- Amgen, Ortho Biotech – Technical Advisory Committee Member
- Association of Academic Survey Research Organizations – Committee on Education and Advocacy Member
- European Statistical Societies – Scientific Committee Member
- Federal Economic Statistics Advisory Committee – Member
- John Wiley and Sons – Editorial Advisory Board Member

National Life Style, Health and Aging Project – Technical Advisory Board Member
 National Opinion Research Center – Technical Advisory Committee Member
 National Survey of Drug Use and Health – Technical Advisory Committee Member
 Nielsen Media Research, Council for Research Excellence – Technical Advisor
 Panel on the Review of the Bureau of Justice Statistics – Chairman
 Public Opinion Quarterly, Editorial Board – Chairman
 Research Triangle International – Advisory Panel Member
 State of the USA, Steering Committee – Senior Advisor
 Statistics Canada – Advisory Committee Member
 Swiss Foundation for Research in Social Sciences, University of Lausanne – Scientific
 Board Member
 United Kingdom Economic and Social Research Council – Advisory Board Member
 University of Buenos Aires, Instituto de Desarrollo Económico y Social – Advisory
 Committee Member
 University of Maryland – Research Professor
 University of Michigan – Director, Survey Research Center
 University of Nebraska, Graduate Program in Survey Research Methodology – Advisory
 Board Member.

For a period of one year after my resignation or the date that I last provided services, I will not participate personally and substantially in any particular matter involving specific parties in which any of the following entities is a party or represents a party, unless I am first authorized to participate, pursuant to 5 C.F.R. § 2635.502(d):

Amgen
 Amgen-Ortho Biotech Technical Advisory Committee
 Edison Research
 John Wiley and Sons
 National Opinion Research Center
 National Institute of Statistical Sciences
 Nielsen Media Research
 Ortho Biotech
 Research Triangle International
 University of Maryland
 Westat, Inc.

My spouse is currently the Chief Executive Officer of C.C. Groves, LLC, in which she also owns an equity interest. I will not participate personally and substantially in any particular matter that has a direct and predictable effect on the financial interests of the company, unless I first obtain a written waiver, pursuant to 18 U.S.C. § 208(b)(1). I also will not participate personally and substantially in any particular matter involving specific parties in which I know that a client of my spouse is a party or represents a party, unless I have been authorized pursuant to 5 C.F.R. § 2635.502(d).

Finally, I understand that as an appointee I am required to sign the Ethics Pledge (Exec. Order No. 13490) and that I will be bound by the requirements and restrictions therein in addition to the commitments I have made in this and any other ethics agreement.

Sincerely,


Robert M. Groves

5/4/09

Bloomberg

Fidelity's Danoff Bets on Facebook, Zynga

By Miles Weiss - Jun 1, 2011

William Danoff, the manager of Fidelity Investment's largest stock fund, established a toehold in the social-networking industry during the first quarter by acquiring shares of [Facebook](#) Inc. and Zynga Inc.

Danoff's Fidelity Contrafund invested \$74 million in Facebook Class B common shares and \$82 million in Zynga convertible preferred stock, according to a quarterly report the fund filed yesterday with the U.S. Securities and Exchange Commission. Danoff, 50, has managed the \$80 billion Fidelity Contrafund since September 1990.

Fidelity and rivals T. Rowe Price Group Inc. and Capital Group Cos. are snapping up stakes in social-networking companies before they go public, after the mutual-fund industry avoided privately traded stocks for years. Boston-based Fidelity and Baltimore's T. Rowe Price may recognize an opportunity as a growing percentage of clients access their fund holdings through Facebook, said [Geoff Bobroff](#), a fund consultant in [East Greenwich](#), [Rhode Island](#).

"We are seeing more of these fund companies embrace and adopt social media as something they are providing to their shareholders," Bobroff said today in an interview. "It's somewhat logical they would think there is value."

[Vincent Loporchio](#), a spokesman for Fidelity, said more than 30 of its funds held Facebook shares as of April 30. No fund had more than 0.15 percent of its assets invested in Facebook, according to Loporchio, who declined to comment further.

T. Rowe, American

T. Rowe Price reported in April that 19 of its mutual funds invested at least \$191 million during the first quarter in Facebook, the [Palo Alto](#), California-based owner of the world's most popular social-networking website. American Funds Growth Fund of America, a \$168 billion stock fund overseen by Los Angeles-based Capital Group, invested \$66.5 million on Feb. 18 in Zynga, the largest maker of games on Facebook, according to an April 29 filing.

[Fidelity Contrafund \(FCNTX\)](#) averaged annual gains of 7 percent over the past 10 years to beat 99

percent of its large-capitalization growth stock peers, according to Chicago-based research firm Morningstar Inc.

Danoff's fund aims to invest in stocks whose value hasn't been fully recognized by the public. At the end of last year, it had about 33 percent of net assets in information technology shares, including a \$5.3 billion stake in [Apple Inc. \(AAPL\)](#) and \$3.8 billion in Google Inc.

The fund acquired 2.97 million Facebook shares during the first quarter for about \$25 each, the same price T. Rowe Price reported paying, according to yesterday's filing. Facebook in January said it had raised \$1.5 billion from investors led by [Goldman Sachs Group Inc. \(GS\)](#), placing a \$50 billion valuation on the closely held business at the time.

Convertible Preferred Shares

Fidelity Contrafund also bought its Zynga convertible preferred stock on Feb. 18, according to yesterday's filing. Zynga held talks in February with T. Rowe Price and Fidelity about selling shares at a price that implied the company's market value was close to \$10 billion, two people familiar with the situation said at the time.

Facebook and Zynga last year laid the groundwork for initial public offerings by imposing fees on employees who sell their shares. Zynga may file for an IPO by the end of June, a person familiar with the plans said last week.

To contact the reporter on this story: Miles Weiss in Washington at mweiss@bloomberg.net

To contact the editor responsible for this story: Christian Baumgaertel at cbaumgaertel@bloomberg.net

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APRIL 15, 2011, 12:34 PM

T. Rowe Price Discloses \$190 Million Stake in Facebook

By *EVELYN M. RUSLI*

T. Rowe Price has made several recent investments in social media companies, including Facebook and Zynga, according to recent filings.

The value of its Facebook investments, made through various funds, totals \$190.5 million (as of the end of March), according to calculations made by DealBook from data on T. Rowe's [Web site](#). T. Rowe Price confirmed the value to DealBook.

Although the firm did not disclose exactly how much it paid for its shares, the current value is close to the initial investment since the stakes were purchased in March. T. Rowe Price's funds also had investments in Zynga worth \$71.8 million and in Groupon worth \$86.8 million.

Although the holdings represent a small fraction of T. Rowe's investments — the firm has some \$482 billion in assets under management — T. Rowe has become increasingly aggressive in the social media and larger technology sectors. In 2009, T. Rowe participated in a \$100 million round for Twitter, with Insight Venture Partners, Benchmark Capital and [Morgan Stanley](#). Since then, the firm has courted several fast-growing social-centric start-ups.

According to data on its site, T. Rowe's investments in social Internet companies are worth more than half a billion dollars, spread across more than a dozen funds. Still, no individual holdings represents more than 1 percent of any fund.

The firm's investment in Ning is worth about \$10 million, its stake in Angie's List is valued at \$35 million, its stake in [YouKu.com](#) is valued at \$114 million, and the 2009 investment in Twitter is now worth nearly \$67 million, according to data on its site.



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T. Rowe Price sees Facebook investment more than triple in a year

May 18, 2012 | By Gus G. Sentementes, The Baltimore Sun

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T. Rowe Price Group's stake in Facebook Inc. more than tripled in [value](#) as the social networking Friday.

At he close of the market Friday, T. Rowe's [investment](#) in Facebook was valued at \$695.8 million. based mutual fund company invested \$190.5 million in Facebook last spring.

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Shares of [Facebook](#) finished trading at \$38.23 — just 23 cents above he initial public offering price company and its underwriters.

T. Rowe holds 18.2 million Facebook shares, which are spread across 80 mutual funds and [accour](#)

b h i t t d i t F b k' IPO i t i t t t i l d l i t h i

[_____](#)



Business

Fidelity Invests \$74 Million in Facebook & \$82 Million in Zynga

[Gregory Gomer](#) Jun 2nd 2011 at 2:31 pm

[Facebook](#), [Zynga](#), [Fidelity](#)

+1

According to the [Boston Globe this morning](#), Fidelity Investments made a few large investments in social media during the first quarter of this year. It is reported that William Danoff, the manager of Fidelity's Contrafund - it's biggest and very popular fund - has invested \$74 million in Facebook Class B common shares and \$82 million in Zynga

convertible preferred stock. Danoff has managed the \$80 billion Fidelity Contrafund since September 1990.

In the [article](#), "Vincent Loporchio, a spokesman for Fidelity, said more than 30 of its funds held Facebook shares as of April 30. No fund had more than 0.15 percent of its assets invested in Facebook, said Loporchio, who declined to comment further."

This is certainly no surprise as large funds have been dying to get their hands on the red hot shares of these social media companies, but it does mark a scary trend.

These secondary markets are not regulated at all by the SEC, and most funds have avoided these privately traded stocks for years. These markets can be extremely volatile and guess what is going to be first to crash, once this said "bubble" we are in either pops or deflates?

I certainly like this move, historically these markets have proven to be extremely valuable leading up to the company's IPO's but again can be very risky. The fund also has a \$5.3 billion stake in Apple Inc. and \$3.8 billion in Google Inc.

Having that said, being a Fidelity alum I have money in the Contrafund and dig the investment.

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