“Broadcom Foundation strives to express the core values of Broadcom and its employees worldwide by leading the way in STEM education, university research and community service.”

Scott A. McGregor
President, Broadcom Foundation
President and Chief Executive Officer, Broadcom Corporation
April 12, 2014

Friends,

In 2013 Broadcom Foundation has continued to expand its role in promoting Science, Technology, Engineering and Mathematics (STEM) education and community service around the globe.

Having reached an important funding milestone of $100 million, Broadcom Foundation is poised to support more community programs and promote more innovative research on university campuses throughout the world. The Broadcom Foundation University Research Competition is now truly international in scope, with graduate students from renowned global universities competing for cash prizes by showcasing research projects that show promise for future engineering innovation and benefit to society as a whole. Competition winners, both male and female, represent the highest caliber of talent that companies such as Broadcom need to maintain their competitive edge in the future.

As a thought-leader in STEM, Broadcom Foundation has been recognized for its many contributions to STEM education in major periodicals, news coverage and social media. Tapping into growing empirical evidence drawn from our sponsorship of the Broadcom MASTERS®, a program of Society for Science & the Public, foundation messaging is increasingly focused on the importance of Project-based learning and inspiring middle school students to pursue STEM courses in their high school years in order to open doors to career opportunities in science and engineering.

There were many high points with the Broadcom MASTERS competition this year, but none more exciting than when President Barack Obama welcomed 30 MASTERS finalists to the White House in the fall. After formal pictures in the Rose Garden, the President, who had been fully briefed on their science and engineering projects, invited the finalists to join him for a private tour of the Oval Office.

The Broadcom MASTERS International had a very successful second year, with middle school delegates from 11 countries convening in Phoenix to participate as official observers at the Intel International Science and Engineering Fair where they aspire to compete when they reach high school. The 2013 U.S. and International MASTERS classes created life-long friendships with their science and engineering-minded colleagues as evidenced by the lively exchanges on the Broadcom MASTERS Facebook site.

In order to help close the STEM learning gap, Broadcom Foundation further expanded its Broadcom Summer Science Institute to provide both middle school teachers and after-school program providers with hands-on project based learning training. The foundation also launched an exciting pilot project, Broadcom MASTERS Jr. Varsity Program, which teams up regional science fairs with after-school programs to bring the excitement of project based science and engineering learning to middle schoolers in underserved communities throughout California.

Broadcom Foundation also continues to support community engagement programs throughout Broadcom facilities worldwide, making strategic gifts and encouraging employee volunteer activities that reach deeply into communities where Broadcom employees live and work. In recognition of their service, the Broadcom Foundation Board of Directors congratulates the 2013 Broadcom Community Heroes whose selfless commitment to their communities is emblematic of the values of the entire Broadcom community.

With best wishes,

Scott A. McGregor
President

Paula Golden
Executive Director
# Table of Contents

**Broadcom Foundation Mission** ................................................................................................................................................................................. 1  
**Broadcom Foundation Leadership** ............................................................................................................................................................................. 2  
**Broadcom Foundation Goals** ................................................................................................................................................................................... 3  
**Broadcom Foundation Commitment to STEM and Project-based Learning** ............................................................................................................. 4-5  
**Thought Leadership** ............................................................................................................................................................................................. 6-7  
**STEM University** .............................................................................................................................................................................................. 8  
  - 2013 Broadcom Foundation University Research Competition .............................................................................................................................. 9  
  - Supporting Research around the World ........................................................................................................................................................................... 10  
  - ARCS Scholar in Engineering ................................................................................................................................................................................... 11  
**STEM Innovation** ............................................................................................................................................................................................. 12  
  - 2013 Broadcom MASTERS® Competition ............................................................................................................................................................. 13  
  - Broadcom MASTERS Salute to Teachers and Schools ............................................................................................................................................... 14  
  - 2013 Broadcom MASTERS International ............................................................................................................................................................. 15-16  
  - Science Fair Teacher Training and After-School Initiatives ................................................................................................................................. 17  
  - MASTERS Vie for Hollywood Accolades in the Iron Man 3 Competition ............................................................................................................. 18  
  - Broadcom MASTERS Junior Varsity .......................................................................................................................................................................... 19  
  - FABcamp at University of California, Irvine ......................................................................................................................................................... 20  
**Community Engagement and Global Citizenship** ................................................................................................................................................... 21  
  - Building an Infrastructure of Relationship and Community Service ................................................................................................................... 22  
  - Global Headquarters opens World Class Demo Room with Foundation STEM Learning Zone ............................................................................. 23  
  - Broadcom Pilots CHIP Education Program with Discovery Science Center ....................................................................................................... 24-25  
  - Broadcom Volunteers Around the World ................................................................................................................................................................. 26  
  - 2013 Broadcom Community Heroes ........................................................................................................................................................................... 27-36  
**2013 Foundation Partners** ....................................................................................................................................................................................... 37-38  
**Message from Broadcom Foundation Chief Financial Officer** ............................................................................................................................................. 39  
**Financial Statements** ............................................................................................................................................................................................ 40

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Broadcom Foundation Mission

To Advance Science, Technology, Engineering and Mathematics (STEM) Education by Funding Research, Recognizing Scholarship and Increasing Opportunity.
Broadcom Foundation Leadership

Scott A. McGregor
President

Paula Golden
Executive Director

Gregg S. Morrison
Chief Financial Officer

Maria Wronski
Treasurer

Lauri D. Fischer
Secretary

DeAnn Work
Assistant Secretary

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BROADCOM FOUNDATION

ANNUAL REPORT 2013

2 | BROADCOM FOUNDATION LEADERSHIP | BROADCOM FOUNDATION ANNUAL REPORT 2013
Broadcom Foundation Goals

- Advance STEM education, from kindergarten through university post-graduate level.
- Increase the number of engineers entering the workforce by supporting academic inquiry and fostering programs to inspire youth to pursue careers in engineering.
- Create opportunities to expand access to STEM education and close the STEM education gap among women, ethnic and minority populations.
- Inspire philanthropic and civic engagement by Broadcom Corporation employees in their communities through awareness, volunteerism and direct participation in the mission and goals of Broadcom Foundation.
- Align the values and culture of Broadcom Foundation and Broadcom Corporation to strengthen social responsibility and global citizenship.
Broadcom Foundation Commitment To STEM and Project-based Learning

The fields of science, technology, engineering, and mathematics (STEM) are collectively considered core underpinnings of an advanced society and an indicator of a society’s ability to sustain itself and prosper. Thus, the primary mission of Broadcom Foundation is to advance STEM education.

Broadcom Foundation supports programs that inspire, train and deploy the next generation of scientists and engineers who will take on the grand challenges of this century and beyond. Our children must develop 21st century skills in order to think critically, collaborate with workers in the adjacent office or around the world, know how to clearly communicate their ideas, be creative and confident.

To this end, Broadcom Foundation focuses its advocacy in STEM education on “Project-based Learning,” which provides the philosophical underpinning for the Broadcom MASTERS and Broadcom Foundation University Research Competitions.
Broadcom Foundation Commitment To STEM and Project-based Learning (cont.)

There are two things that make Project-based learning unique. First, a student explores an idea or challenge he or she is personally committed to and this drives the need to develop the methodologies and skills that lead to becoming a good scientist or engineer. Second, the student must present his or her project or conclusions to an audience, no matter what the size, which reinforces important communication skills and the confidence to defend and share ideas and conclusions.

By leveraging opportunities for young people to explore, excel and possibly choose a career path in STEM subjects, Broadcom Foundation is able to fulfill its overarching mission to inspire the next generation of innovators who will have the critical skills to succeed in the 21st century global work environment.
The name "Broadcom" is becoming synonymous with STEM thought leadership in the United States and around the world. Its role as a thought leader has been acknowledged by President Barack Obama who honored the 2013 Broadcom MASTERS finalist class, Scott McGregor and Paula Golden with an invitation to the White House and a personal tour of the Oval office in the fall of 2013.

Broadcom Corporation and Broadcom Foundation are committed to being change agents in the areas of STEM education. This requires both “talking the talk and walking the walk.” The Foundation engages in strategic philanthropy and seeks out opportunities to deploy Broadcom Corporation volunteers in over 100 communities around the world. It partners with the Samueli Foundation, the National STEM Funders Network, the OC STEM Initiative and other stakeholders in the private sector, government, and non-profit space, as well as philanthropists, scientists, engineers, educators and volunteers. These partnerships seek to motivate and inspire young people to pursue STEM education in schools, after-school programs and informal learning spaces such as museums, clubs and associations.
BROADCOM FOUNDATION

Thought Leadership (cont.)

The Broadcom MASTERS was recognized for its role in addressing the STEM deficit by CIO Publisher Emeritus Gary Beach whose book, *U.S. Technology Skills Gap*, fostered public commentary by Broadcom Foundation President Scott McGregor at LiveTalks Los Angeles and a TEDx talk by Executive Director Paula Golden. Because of their advocacy, Mr. McGregor has been named one of the *Top 100 CEOs in STEM* by STEMConnector, Ms. Golden was honored by *Women in Advocacy* for advocacy of STEM and the Next Generation Science Standards and Board Member Terri Timberman, was the honorary chair of the *Arnold O. Beckman Family Science Lecture* by the Orange County Chapter of ARCS Foundation.
Introduction

Broadcom Foundation’s STEM University Committee provides unrestricted support for STEM scholarships and research at colleges and universities around the world, with the goal of fostering innovation, insight and leadership in engineering and related fields. In addition to UCLA and UCI, in 2013 the STEM University Committee added an additional fellowship program to advance graduate research at Tel Aviv University.
2013 Broadcom Foundation University Research Competition

In June 2013, the Foundation sponsored the second annual Broadcom Foundation University Research Competition, which rewards innovation in research among graduate students at top engineering universities around the world. Over 500 Broadcom engineers volunteered to serve as judges in a special Poster Session in Irvine, California at which the students – 12 finalists from universities that receive unrestricted support from Broadcom Foundation shared and defended their research. After hearing each finalist deliver a three minute “elevator speech,” Broadcom engineers quizzed finalists during their two-hour poster session at the opening reception of the 2013 Broadcom Technical Conference. Engineers then cast their vote on a special “App” that was downloaded to their smartphones. Finalists and the three top competitors, two men and one woman, received cash awards from Broadcom Foundation during a ceremony at the conference banquet, with a $10,000 prize for first place.

This year’s finalists included competitors from Northern and Southern California, Oregon, Minnesota, Texas, Canada, Israel, Greece and the Netherlands.
STEM University (cont.)

Supporting Research around the World

Broadcom Foundation has expanded its reach this year to fund additional institutions around the world, working closely with faculty to create opportunities for their students to innovate and be recognized for their research. In 2013, members of the STEM University Committee made special visits to academic leaders in many locations where Broadcom has a presence, including California, the UK, the Netherlands, Spain, Israel and Greece.
ARCS Scholar in Engineering

Founded in 1958 to address the critical future and need for U.S. scientists and engineers, ARCS Foundation (Achievement Rewards for College Scientists) invests in outstanding U.S. scholars completing degrees in science, engineering and medical research. 100 percent of scholar award contributions are applied to funding outstanding scholars.

Broadcom Foundation hosted members and guests of the Orange County Chapter of ARCS to hear a lecture from one of Broadcom’s young engineers. Broadcom Foundation is proud to support a new ARCS Scholar in Engineering at the University of California, Irvine during the 2013-2014 academic year.
Introduction

Broadcom Foundation’s STEM Innovation Committee supports programs that achieve quantitative and scalable impact on STEM education, with special attention given to STEM education. The expanding Broadcom MASTERS programs also provides opportunities for community outreach where Broadcom employees are able to contribute time and talent as volunteers, presenters, mentors, judges and classroom educators.
2013 Broadcom MASTERS Competition

Broadcom MASTERS (Math, Applied Science, Technology and Engineering), a program of Society for Science & the Public (SSP), is the preeminent national middle school science and engineering competition. Now in its third year, Broadcom MASTERS is continuing to inspire middle school students from all walks of life to explore their passion through Project-based learning and pursue math and science courses through high school, which will open the door to exciting STEM college and career choices.

Broadcom MASTERS prizes include the Marconi/Samueli Award for Innovation of $10,000 and the Samueli Foundation Prize of $25,000, a gift from the family foundation of Henry and Susan Samueli, and other STEM awards. Broadcom Foundation provides support to a number of SSP-affiliated fairs in the run-up to the national competition, in addition to national fairs in countries around the world where increasing numbers of Broadcom employees volunteer as organizers and judges.

The Broadcom MASTERS Class of 2013 had the rare opportunity to meet President Barack Obama, who spontaneously gave them and Broadcom Foundation President, Scott McGregor a personal tour of the Oval Office.
Broadcom MASTERS Salute to Teachers and Schools

Broadcom believes students who earn their place as semifinalists or finalists deserve accolades in their classrooms and schools. This year, over 300 classmates turned out to cheer River Grace, 14, of West Melbourne, Florida, whose science project on the rare and endangered Malagasy radiated tortoises garnered him the coveted Samueli Foundation Prize.

Broadcom Foundation honors teachers for their part in advancing STEM learning through Project-based research, which is integral to the Broadcom MASTERS competitions. In partnership with Elmer’s Products, Deloitte, the Allergan Foundation and Sally Ride Science, Broadcom Foundation rewards the teachers of Broadcom MASTERS semifinalists and finalists with gifts and cash prizes designed to recognize and support their contribution. Deloitte’s regional office funds Sally Ride Career books for 300 teachers of semifinalists.
The 2013 Broadcom MASTERS International brings together young people from around the world who share a passion for innovation in STEM subjects. Selected by judges at their national fairs for their STEM acumen and leadership potential, Broadcom MASTERS delegates from Australia, Canada, China, India, Israel, Japan, Korea, Mexico, Singapore, Taiwan, the United Kingdom and the United States participated in Phoenix, Arizona.

The program provided delegates with invaluable insight on how to use their abilities to become innovators and leaders in their chosen fields in academics, NGOs, governments, or at pioneering companies such as Broadcom. Working in teams, they visited Arizona State University where they worked in labs and visited the Mars Space Center. For many students, this was their first time on a college campus. The delegates toured sites in the host city of Phoenix and competed with other middle school students on a wide range of engineering oriented challenges.
The Broadcom MASTERS International is lead by a team of volunteers who guide the delegates, share stores about their own paths to success in engineering and business, and inspire delegates to follow their dreams.

Broadcom MASTERS delegates also had the rare opportunity to shadow more experienced high school students at the Intel® International Science and Engineering Fair (Intel ISEF) and engage in special Broadcom MASTERS events exclusively designed to enable the development of team building and leadership skills. Over the intense four day program, they established enduring friendships that will last a lifetime.
Science Fair Teacher Training and After-School Initiatives

 Broadcom Foundation is developing programs to assist middle school teachers who may lack either knowledge or confidence to encourage and guide their students in Project-based learning necessary to enter a science or engineering project in their local science fair. This year, Broadcom Summer Science Institute provided assistance to teachers and out-of-school program administrators in South Orange County, California.

Additionally, volunteers visited schools in Massachusetts through DIGITS, a program that helps young people learn about exciting careers in STEM fields. Other initiatives include the CHIP Project with California’s Discovery Science Center, where curricula and kits for electrical and computer engineering have been developed for use in after-school clubs and home projects.
MASTERS Vie for Hollywood Accolades in the Iron Man 3 Competition

Like Broadcom, Disney Studios is committed to STEM learning. Disney’s ‘21st Century Innovation’ (film artistry) is driven by computer technology, which requires young people to have an in-depth understanding of math and logic. Putting the “M” in STEM has created an opportunity for Broadcom and Disney to team up to inspire kids to stay with math and science into high school.

This spring, Broadcom Foundation teamed up with Marvel Entertainment, VISA Signature, Walt Disney Studios, the National Academy of Engineering and Discovery Science Center to field the Iron Man 3 Competition, where 12 young Broadcom MASTERS finalists and semifinalists competed to win an all expenses paid trip to Southern California to see their science projects on display for 30 days at the El Capitan Theatre in Hollywood. Broadcom Corporation Co-Founder and Chairman of the Board, Dr. Henry Samueli, was among the prestigious panel members selecting the winners. The highlight of the visit was the chance to meet Robert Downy Jr., the dashing movie star who plays the inventive engineer/adventurer in Iron Man 3.
STEM Innovation (cont.)

Broadcom MASTERS Junior Varsity

Building upon initial success with promoting Project-based learning in Orange County after school programs, Broadcom Foundation funded a state-wide pilot project with the California After School Network to partner with the After School Regional Coordinators, Regional Science Fairs and Middle Schools to enable middle schoolers in the after-school space to become “science fair ready.” Students from Orange County, San Diego, Santa Clara, Alameda and Sacramento showcased their science projects at their regional science fairs – finding a passion for STEM learning that may have eluded them in the classroom. Many students expressed their intent to participate next year.
FABcamp at University of California, Irvine

Building upon the excitement middle schoolers find in STEM learning through classroom and after-school initiatives, the University of California, Irvine founded FABcamp, a summer program to bring underserved kids to a university campus where they can dive into engineering projects. Broadcom Foundation is pleased to sponsor summer scholarships for young people who have shown promise through the Broadcom MASTERS Jr. Varsity program.
Introduction

Broadcom Foundation’s Community Engagement Committee focuses on STEM education and community engagement to achieve Broadcom’s mission and goals as a corporate leader. In addition to Foundation support for projects that provide volunteer opportunities for our employees around the globe, Broadcom Corporation is working with the Broadcom Foundation to meet strategic environmental and corporate responsibility goals by making in-kind donations of used equipment to universities, schools and non-profit organizations.
Building an Infrastructure of Relationship and Community Service

In order to provide forums that foster employee engagement, diversity awareness and an inclusive environment, Broadcom Corporation has established new committees that provide in-service and volunteer opportunities for its uniquely global community. The Broadcom Women’s Network (BWN) and the Broadcom Multi-cultural Network (BMCN) launched this year, to create opportunities for cross-cultural growth, accelerate the advancement of women working at Broadcom, open new relationships and share wisdom in order to develop the leadership skills necessary for career advancement opportunities to drive Broadcom’s success.

The Broadcom Foundation partners with BWN and BMCN to identify community projects that serve to support the mission of these networks to build community spirit.
Global Headquarters opens World Class Demo Room with Foundation STEM Learning Zone

Broadcom designs (as oft-stated by Scott McGregor) some of the “world’s coolest products” – products used everyday to communicate with friends, family and businesses as well as recreate across the room, city, country and globe. The new Broadcom Demo Room, conceived and developed by the Broadcom Communications team, showcases the vast array of products that incorporate Broadcom chips and technologies. The Demo Room features four stations that showcase Broadcom products that are explained through the touch of a button on an iPad. The breakout classroom provides a place for training and community education.

The Broadcom Foundation STEM Learning Zone – with three Raspberry Pi stations for hands on demonstrations – was given special panache by middle schoolers from the FABcamp at the Henry Samueli School of Engineering at UC Irvine, who programed the Raspberry Pis to make them kid-friendly for classroom and after school program visits.

The Demo Room was the site of a gathering for 90 middle schoolers from the THINK Together after-school program and the ARCs luncheon and lecture – bringing the wonders of Broadcom’s technology into focus for youth and adults.
Broadcom Pilots CHIP Education Program with Discovery Science Center

With support from the Broadcom Foundation and Broadcom engineers, the Discovery Science Center has completed CHIP or “Curriculum for Hands-on Integrated Processing,” an interactive kit-based STEM education program to inspire students to pursue engineering careers utilizing the basics of the “integrated circuit.”

The first two kits were developed to connect the students with the physical science of communication and electronics that are utilized in an integrated circuit. The curriculum and activity projects were developed through a partnership with Broadcom engineers and the Science Center’s education staff.
CHIP is currently being test piloted at local Boys & Girls Clubs in Orange County for use nationwide as an online resource. The long-range plan will be to add one more unit so the CHIP series can be used with schools and after school groups like the Boys & Girls Clubs of America to introduce “Integrated Circuits” and “Electrical Engineering.”

Note: The following concepts that are applied in electrical engineering: Electric Circuitry, Breadboard Design, Utilizing Binary Numbers, Analog and Digital Technology, Sound Waves, Wireless Technology, Microprocessor and Integrated Circuit Chip.
Broadcom Volunteers Around the World

Broadcom Foundation actively seeks philanthropic partnerships in communities where Broadcom employees live and work. Broadcom Foundation initiatives focus on encouraging volunteerism and deepening Broadcom’s leadership role as a corporate citizen around the world. The social and personal satisfaction enjoyed by Broadcom employees through volunteer work is as important as the gift of time they generously give. Said a volunteer, “When I volunteer, I realize that I benefit from the experience as much as, if not more than, the people I am serving.”

In 2013, Broadcom employees engaged in volunteer activities to benefit communities around the world, including Project LOTUS, in Bangalore, India: LOTUS/ Svechha Foundation, food drives in Canada, Massachusetts, Irvine and other sites, “Stop Hunger Now” food packaging in Atlanta, San Diego and Irvine, DIGITS classroom presentations in Massachusetts and Raspberry Pi bake-offs in Santa Clara and Singapore – just to name a few!
Community Engagement and Global Citizenship (cont.)

2013 Broadcom Community Heroes

In addition to team initiatives at various Broadcom offices, employees make personal commitments as volunteers in their communities.

The Board of Directors of the Broadcom Foundation honors their spirit of generosity through the Broadcom Community Heroes Program. Among many dedicated volunteers nominated by their fellow employees, the following individuals are recognized by the Foundation as the 2013 Broadcom Community Heroes, including two individuals from Broadcom’s newest venue, Finland.
Community Engagement and Global Citizenship (cont.)

2013 Broadcom Community Heroes

Agatha Bae, Sr. Financial Analyst, Irvine, Calif., volunteers by caring for the elderly and disabled. She practices her deeply held belief that everyone is entitled to respect and dignity by caring for and talking with seniors, along with helping to keep their living area organized and clean. Agatha also volunteers for CoachArt, where she provides music lessons to children with chronic and life-threatening illnesses.

Doug Benedict, Engineer, Sr. Principal - Software Development, Sunnyvale, Calif., serves as the Scoutmaster for Livermore’s Boy Scout Troop, an active troop with 68 scouts who engage in service, citizenship and outdoor activities. He also serves as the Scouting for Food district chairman, tasked with the goal of collecting 46,000 pounds of food in 2013. Doug takes great joy in seeing his scouts develop valuable life and leadership skills as they work together while enjoying all the outdoor opportunities that California has to offer. He is currently establishing a new STEM program for his troop.

Karl Brandt, Field Applications Engineer, Sr. Staff, Palm Bay, Florida, has been a den leader and pack committee member with Cub Scout Pack 528 for four years. His pack collects food as part of Scouting for Food and makes an annual visit to a local retirement home to offer good cheer and sing carols. Karl’s den is known for its STEM projects, that include electric circuits, catapults, rockets, a solar oven, Pinewood Derby cars and frozen-egg drops.
2013 Broadcom Community Heroes

Julia Chao, Manager, IC Design Engineering, Hsinchu, Taiwan, cares deeply about socially vulnerable people and puts her energy and time into improving their quality of life. She is an enthusiastic volunteer who engages in fundraising activities for a charity organization every year. Her charity organization hosts activities for orphaned children, elders who live alone and other vulnerable people in the community.

Carol Clark, Engineer, Principal - Software Systems, Duluth, Georgia, is an enthusiastic promoter of math and sciences. She speaks to students in local schools, especially young women, about pursuing engineering careers. She volunteers in the community and is quick to identify and promote ideas for charitable events in which to engage her Broadcom colleagues such as the United Way Shoebox Project. Carol’s other volunteer activities include Georgia Tech career fairs; Cool Girls, where she volunteers as a Big Sister; the IRS (IRS Lead); math tutoring at Berean Christian Church; the FAMU Alumni scholarship board; and tutoring local children.

Abdul Farah, Engineer, Principal – Test, Santa Clara, Calif., manages a non-profit that he started with a few other friends to raise funds that support people in his home country, Somalia. Abdul’s organization and volunteer work supports a local orphanage, a school for girls, and victims of the recent snowstorms. Abdul quietly champions these causes because of his deep compassion, a quality he exudes at work, at home, with friends and in his community.
Doug Giles, Engineer, Staff I - IC Design, Bristol, United Kingdom, helps young people join the engineering profession. Since joining Broadcom through a graduate recruitment program, Doug volunteers his time advising students and discussing career paths at numerous career events organized by Broadcom. Doug also represents Broadcom as a judge for the Go4Set student project competition.

Andy Hulbert, Technical Director, Bristol, United Kingdom, is a distinguished engineer at Broadcom who still finds time to volunteer despite a busy schedule. Andy talks with young people about opportunities in the engineering field at career events and has created work programs to help students gain experience at Broadcom.

Kayla Hunter, Engineering Change Analyst, Irvine, Calif., mentors individuals suffering from mental illness by helping them learn how to work and socialize within society. She plans weekly outings designed to help her mentee develop new life skills and work through personal or social anxieties to improve their quality of life.
Antti Huopana, Project Manager, Oulu, Finland, volunteers with the Junior Chamber of Oulu by working with an annual Christmas present collection project for children called 'Project Christmas Tree,' where recipients or their parents receive services from the City of Oulu Social Welfare Office. Antti is aware that these families struggle to provide presents for their children, and this program brings special joy to families during the holiday season.

Prem Swaroop Kadavakuduru, Engineer - Software Systems, Hyderabad, India, volunteers through the Broadcom Hyderabad office, which recently made a major community commitment to the Svechha Foundation. That foundation works to address the widening economic gap in India by supporting education, healthcare and village development. Prem worked tirelessly to raise funds for the local orphanage—even staying a night with the children in the orphanage—and helped collect basic necessities for the students so that they may one day have the opportunity to realize their dreams.

Shane Lansing, Director, IC Design Engineering, Irvine, Calif., never turns down an opportunity inspire others with his passion for engineering and innovation. He leads Raspberry Pi Workshops in Irvine and Washington D.C., training engineers and staff to work with children and young adults on the Raspberry Pi single-board computer. He has helped create curricula in electrical engineering for the 'Future Scientists and Engineers Program' at the Discovery Science Center in California and has mentored middle school students in after school programs to prepare them for science fair participation.
Syd Logan, Engineer, Principal - Software Systems, San Diego, Calif., has been a dedicated volunteer with Thousand Smiles Foundation since 1995, helping underprivileged children and their families register for free maxillo-facial surgeries and dental work to correct cleft lips and palates. In 2003, Syd developed an Internet-based patient and volunteer tracking system for the organization, and he serves as a board member and adviser to the Thousand Smiles Foundation on issues related to digital patient records and volunteer registration.

Roxanne Lopez, Cost Accountant, Irvine, Calif., raises funds for Free Wheelchair Mission through the 'Run for Mobility.' For 100,000,000 disabled people around the world, lack of access to a wheelchair makes the simplest daily functions a struggle. Roxanne decided to make their cause a good reason to attempt her first half-marathon, and her volunteer initiative will help the organization manufacture and distribute sturdy wheelchairs designed especially for recipients in developing countries.

Wei Luo, Sr. Manager, Systems Design Engineering, Matawan, New Jersey, teaches robotics to children in a local after school community program. The group gathers weekly in his basement to conduct research and engage in robotic design, as well as participate in the First Lego League competition. The kids use online tools to gather, share and manage team information. Wei helped the students learn to apply mathematics, computer science and physics to real-world research and robotic design.
Shazia Mughal, Engineer, Staff II - IC Design, Manchester, United Kingdom, is an enthusiastic promoter of science, technology, engineering and math for young people. She is an ambassador for STEMnet, the premier networking organization in the UK that provides STEM resources and volunteers to the community. Shazia also volunteers with the Big Bang Fair, the UK’s national science and engineering fair from which two students are selected to be delegates for the Broadcom MASTERS International.

Thien Nguyen, Engineering Systems Analyst, Sr. Staff, Santa Clara, Calif., helps prepare young people for responsible adulthood by advising Boy Scouts of America Troop 610, Cub Scout Pack 610 and Venturing Crew 610. He spends eight hours a week working with scouts and adults to provide positive experiences through enjoying the outdoors, appreciating the effects of technology and serving others through leadership roles. Nguyen is also a registered Merit Badge Counselor, working with the scouts on STEM badges in computing, electronics, electricity, engineering and geocaching.

Palak Patel, Engineer, Sr. Staff - Electronic Design, Mumbai, India, champions education as the most important tool for personal and social empowerment. Palak sponsors educational opportunities for underprivileged children and also helps provide for other needs such as raincoats, sweaters, uniforms and books. Wherever possible, he encourages colleagues from the Mumbai office to help. Palak acts upon his deeply held belief that knowledge is essential to achieving bigger and better goals, not only for the individual, but for the entire community.
Phil Poole, Engineer, Principal - Software Development, Bristol, United Kingdom, uses his software engineering talents to teach students about the iconic Raspberry Pi single-board computer. He provides hands-on instruction at career events by teaching children how to code and change software programs through coding. An enthusiastic teacher, Phil takes away the fear of applying a new skill, one that is essential for a career in engineering or science.

Diana Sanderbeck, Sr. HR Business Partner, San Diego, Calif., works with the PTA at Westwood Elementary School, a neighbor of the San Diego Broadcom office, to develop and implement programs that foster love for STEM subjects in the hearts and minds of the youngest future scientists and engineers. She works on after school programs such as Math and Science Olympiad and helps organize an annual 'Science Night,' where families can experience many different interactive activities to spark intellectual curiosity and a love of STEM.

Rami Segal, Sr. Manager, Software Development, Airport City, Israel, volunteers for Paamonim, a non-profit organization focused on long-term, comprehensive solutions to debt and poverty by helping people learn financial planning. As part of his volunteer work, Rami meets with a needy family, gets to the root of their financial problems and provides individualized, comprehensive assistance and support.
Bill Shikrallah, IT Engineer, Sr. Staff, Matawan, New Jersey, has been an assistant Scout Master for Boy Scout Troup 380 for more than three years. The Boy Scouts in his troop contribute to community service activities including 'Scouting for Food,' the annual food drive to support local food banks, and the adoption of the Clark Nature Center and Eagle Scout Service Projects.

Aleecia Smith, Operations Specialist, Office Services, Durham, North Carolina, volunteers at the Ronald McDonald House of Durham, an organization that offers a comforting home away-from-home for families of seriously ill children. She provides home-cooked meals and emotional support to the families in need. She also supports the ongoing collection of soda pull-tabs and aluminum cans to generate recycling funds to help meet the expenses of the Ronald McDonald House. Her passion and enthusiasm are so infectious that other Broadcom sites now collect aluminum tabs for the cause.

Kalle Tuulos, Senior Architect, Salo, Finland, has been a member of the Southwest Finland Search and Rescue (SAR) Dogs Association (Varsinais-Suomen Pelastuskoirat Ry) since 2006. A part of Finnish voluntary SAR service, the association trains SAR dogs and their handlers to assist in search-and-rescue missions, which happen as much as 10 times per year. Both dogs and handlers are trained on a wide range of skills, including first aid, communication and navigation. Kalle is currently training his second SAR dog and they practice several times a week throughout the year.
Xuezhen Wang, Scientist, Sr. Staff – Design, Fort Collins, Co., is a coach for the Junior First Lego League of the Traunt Core Knowledge School. Through First Lego League, he helps kids appreciate engineering concepts by building and programming Lego projects on disaster preparedness, response and recovery. Xuezhen's work helps young people understand the importance of strategy, teamwork and collaboration. Since First Lego League focuses on project-based learning, Xuezhen also helps young competitors organize their thoughts by reducing their design into a poster for presentation to the public.

Jorge Wong, Manager, Software Engineering – Development, Irvine, Calif., has volunteered for 15 years at the Starr Ranch Sanctuary, applying his engineering acumen to promote wildlife conservation and instill a love of nature in young and old alike. Jorge has designed network cameras that enable students, scientists and nature lovers all over world to watch wild owls and eagles in their natural habitat.
2013 Foundation Partners

Broadcom Foundation invited qualified nonprofit organizations to apply for funding support during the Open Enrollment Period from April 30 to June 30, 2013, giving special attention to those programs that offer opportunities for Broadcom employees to volunteer.

Gifts to the following nonprofits, NGOs and universities were distributed in 2013:

*Foundation gifts with an asterisk were given in honor of 2012 Broadcom Community Heroes (selection of 2013 Community Heroes was approved by the Foundation Board in December of 2013 and gifts in their honor are distributed in the following year.)

2nd Home*
A Home Away From Homelessness*Afterschool Alliance
Ainahau O Kaleponi Hawaiian Civic Club*
Alearn
American Heart Association - Orange County
American World Adoption Association*
Amici Lovaniensis*
Arizona State University
Art of Living Foundation*
Asha For Education
Beijing University of Posts and Telecommunications
Big Brothers Big Sisters of Orange County
Boy Scouts of America - Cradle Of Liberty Council*
Breast Cancer Solutions*
Bridging
Broadcom Foundation University Research Competition
California Institute of Technology
Californians Dedicated To Education Foundation
Cambridge University
Children’s Museum Of Oak Park*

CHOC Foundation
Community Action Partnership Of Orange County
Computer History Museum
Cure Cancer Australia Foundation*
Delaware Valley Science Fairs
Deschutes County 4-H Association*
Discovery Science Center of Orange County
Doctors Without Borders USA*
Ekal Vidyalaya Foundation*
Envision Excellence in Stem Education
GAINS Program - Santa Clara Unified School District
Georgia Institute of Technology
Girl Scouts of Orange County
Girls Inc. - Orange County
Gwinnett Science Fair
Habitat for Humanity International
Habitat for Humanity - Orange County
High Tech High
Hispanic Foundation of Silicon Valley
Hoag Hospital Foundation (Nurses Scholarship)
Foundation Partners (cont.)

Imperial College
Indian Institute of Science
International Medical Corps (Japan Relief)
Iowa State University
Irvine Science Fair / Irvine Public Schools Foundation
Latino Community Foundation
Lotus Project / Sikshana: Help Them Grow (Bangalore, India)
Make-a-Wish Foundation of Orange County
Massachusetts State Science & Engineering
Monarch School Project*
Mustard Seed Communities*
National Foundation for Autism Research
National Taiwan University
National Technical University of Athens
North Museum Corporation (PA Science Fair)
Orange County Science And Engineering Fair
Oregon State University
Oregon State University
P E F Israel Endowment*
Pacific Youth Correctional Ministries*
Parikrma USA*
Peking University
Royal Society of Medicine*
Santa Clara Valley Science Fair
Schmahl Science Workshops*
Science Buddies
SCTE Foundation
Silicon Valley Education Foundation
Society For Science & The Public (Broadcom MASTERS)
Society of Women Engineers

Stanford University
Stop Hunger Now
Svechha Foundation (Hyderabad, India)
T H I N K Together
Technion
Tel Aviv University
Texas A&M
The Exploratorium
Tiger Woods Foundation
Tsinghua University (Beijing)
Tzu Chi Foundation of the Republic Of Chin
UK Electronics Skills Foundation
Universitat Politècnica De Catalunya
University of California, Berkeley
University of California, Davis
University of California, Irvine
University of California, Los Angeles
University of California, Santa Barbara
University of California, San Diego
University of Michigan
University of Minnesota
University of Texas
University of Toronto
OneOC - Volunteer Center of Greater Orange County
Washington University
Weizmann Institute of Science
WestEd
World Relief Corp*
Yad Sarah*
Message From Broadcom Foundation Chief Financial Officer

Broadcom Foundation is a nonprofit public benefit corporation organized under the California Nonprofit Public Benefit Corporation Law, funded solely by Broadcom Corporation and Subsidiaries. Broadcom Foundation funds qualified organizations engaged in educational, scientific, and philanthropic activities. Broadcom Foundation made gifts in excess of $3.5 million in 2013. Going forward, the Foundation anticipates that it will be making gifts in excess of $3.5 million annually and will take a leadership role in additional initiatives that help fulfill its mission.

Pursuant to California Corporations Code, Section 6321, included as Section XII in this Annual Report are the following audited financial statements:

• A Statement of Broadcom Foundation’s Assets and Net Assets – Modified Cash Basis, as of December 31, 2013 and December 31, 2012; and

• A Statement of Broadcom Foundation’s Support, Revenues and Expenses – Modified Cash Basis, for the years ended December 31, 2013 and December 31, 2012.

Additional information can be found in the IRS Form 990, which upon filing, will be made available on Broadcom Foundation’s website at www.broadcomfoundation.org. We have no transactions or information to report pursuant to California Corporations Code, Section 6322, regarding self-dealing, indemnifications, or advances between Broadcom Foundation and any director, officer, or holder of more than ten percent (10%) of the Foundation’s voting power.

Respectfully submitted,

Gregg S. Morrison
Chief Financial Officer
Broadcom Foundation
BROADCOM FOUNDATION

FINANCIAL STATEMENTS

For the Year Ended December 31, 2013
(With Independent Auditors’ Report Thereon)
BROADCOM FOUNDATION

Financial Statements Table of Contents

Independent Auditors' Report ................................................................. F1

Financial Statements:
  Statement of Assets and Net Assets – Modified Cash Basis ................................................................. F2
  Statement of Support, Revenues and Expenses – Modified Cash Basis ....................................................... F3

Notes to Financial Statements .............................................................. F4 – F7
Independent Auditors’ Report

We have audited the accompanying financial statements of Broadcom Foundation (a nonprofit Organization), which comprise the statement of assets and net assets – modified cash basis as of December 31, 2013, the related statement of support, revenues and expenses – modified cash basis for the year then ended, and the related notes to the financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

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 from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and net assets of Broadcom Foundation as of December 31, 2013 and the changes in its net assets for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Report on Summarized Comparative Information

We have previously audited Broadcom Foundation’s 2012 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 12, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2012 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Irvine, California
March 27, 2014

Mayer Hoffman McCann P.C.
# Statement of Assets and Net Assets - Modified Cash Basis

December 31, 2013  
(With comparative information for the prior year)

<table>
<thead>
<tr>
<th></th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents (note 2)</td>
<td>$7,426,311</td>
<td>$2,229,713</td>
</tr>
<tr>
<td>Investments (note 2)</td>
<td>95,197,535</td>
<td>72,222,223</td>
</tr>
<tr>
<td>Total Assets</td>
<td>$102,623,846</td>
<td>$74,451,936</td>
</tr>
</tbody>
</table>

|                |          |          |
| **NET ASSETS** |          |          |
| Net Assets:    |          |          |
| Unrestricted   | $102,623,846 | $74,451,936 |
| Temporarily Restricted | – | – |
| Permanently Restricted | – | – |
| Total Net Assets | $102,623,846 | $74,451,936 |

See accompanying notes to financial statements - modified cash basis
Statement of Assets and Net Assets - Modified Cash Basis

For the Year Ended December 31, 2013
(With comparative information for the prior year)

<table>
<thead>
<tr>
<th></th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and revenues:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions (note 4)</td>
<td>$25,000,000</td>
<td>-</td>
</tr>
<tr>
<td>Investment income, net (note 3)</td>
<td>7,100,309</td>
<td>4,891,196</td>
</tr>
<tr>
<td>Donated services and facilities</td>
<td>42,971</td>
<td>36,584</td>
</tr>
<tr>
<td><strong>Total support and revenues</strong></td>
<td>32,143,280</td>
<td>4,927,780</td>
</tr>
<tr>
<td><strong>Expenses:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grants</td>
<td>3,590,400</td>
<td>3,483,600</td>
</tr>
<tr>
<td>Awards</td>
<td>31,481</td>
<td>17,500</td>
</tr>
<tr>
<td>Salaries and benefits</td>
<td>145,000</td>
<td>184,500</td>
</tr>
<tr>
<td>Professional fees</td>
<td>45,904</td>
<td>28,220</td>
</tr>
<tr>
<td>Administrative fees</td>
<td>105,919</td>
<td>107,451</td>
</tr>
<tr>
<td>Miscellaneous expenses</td>
<td>153</td>
<td>141</td>
</tr>
<tr>
<td>Donated services and facilities</td>
<td>42,971</td>
<td>36,584</td>
</tr>
<tr>
<td>Excise tax</td>
<td>9,542</td>
<td>62,180</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>3,971,370</td>
<td>3,920,176</td>
</tr>
<tr>
<td>Increase (decrease) in unrestricted net assets</td>
<td>28,171,910</td>
<td>1,007,604</td>
</tr>
<tr>
<td><strong>Net assets at beginning of year</strong></td>
<td>74,451,936</td>
<td>73,444,332</td>
</tr>
<tr>
<td><strong>Net assets at end of year</strong></td>
<td>$102,623,846</td>
<td>74,451,936</td>
</tr>
</tbody>
</table>

See accompanying notes to financial statements - modified cash basis
For the Year Ended December 31, 2013

(1) Summary of Significant Accounting Policies

Organization and nature of services - The Broadcom Foundation (the "Foundation") was incorporated on April 28, 2009. The Foundation is a 501(c)(3) California nonprofit public benefit corporation organized and operated exclusively for charitable, scientific, and educational purposes.

Basis of accounting - The Foundation prepares its financial statements on the modified cash basis. Under this basis, revenue is recognized when collected, rather than when earned (except for unrealized gains or losses in investments, which are recognized when changes in investment fair values occur). Expenses are recognized when paid, rather than when incurred. Consequently, interest and dividends receivable, accounts payable and accrued liabilities are not included in the accompanying financial statements.

Financial Statement Presentation - The Foundation has implemented the financial statement presentation recommended by the Financial Accounting Standards Boards (FASB) in its Auditing Standards Codification (ASC) 958-205, Presentation of Financial Statements. Under ASC 958-205, 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.

Unrestricted net assets are net assets comprised of contributions that have no external restrictions and are intended to fund current and future operations.

Temporarily restricted net assets are net assets subject to donor-imposed stipulations that may or will be met either by actions of the Foundation and/or the passage of time.

Permanently restricted net assets are net assets subject to donor-imposed stipulations that must be maintained permanently by the Foundation.

Contributions - The Foundation recognizes all contributions received as income in the period received. Unconditional contributions are reported as unrestricted, temporarily restricted, or permanently restricted depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Support, Revenues and Expenses - Modified Cash Basis as net assets released from restrictions.

Donated services and facilities – Donated services are recognized if the services received create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Other volunteer services that do not meet these criteria are not recognized in the financial statements as there is no objective basis of deriving their value. Donated facilities are reflected in the accompanying statements at their estimated fair value at date of receipt. The Foundation reported donated services and facilities from Broadcom Corporation in the amounts of $28,230 and $14,741, respectively, for the year ending December 31, 2013.

Cash and cash equivalents - The Foundation considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Fair value – The Foundation follows ASC 820-10, Fair Value Measurements. ASC 820-10 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820-10 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.
Summary of Significant Accounting Policies (Continued)

Investment Policy – On December 6, 2013 the Board of Directors approved the Foundation’s updated investment policy which governs the investment objectives and policies, standards of prudence and performance expectations for the Foundation’s invested assets. The primary objective of the Foundation’s investment fund is to attain an average return of at least six percent (6%) per year over rolling periods of ten years. The six percent return is net of management fees.

Per the investment policy, the percentage of equity investments should not exceed 75% of total invested assets at market value and the performance objective of the total equity fund investments is to achieve a return of at least eight percent (8%) over time.

The percentage of fixed income investments should not be less than 25% of total invested assets at market value and the benchmark for fixed income investments is the Barclays Intermediate Government/Credit Index. The objective will be to outperform this benchmark over rolling periods of three-to-five years.

Investments shall have a maximum maturity of ten (10) years from date of purchase or be purchased on a yield to call or yield to put basis when the call or put date is within 10 years. Weighted Average Duration shall be between 80% and 120% of stated benchmark.

The eligible investments are U.S. Treasury Securities, United States Agency Securities from acceptable issuers, Exchange-Traded Funds/Money Market Funds/Mutual Funds, and any of the following meeting specific rating or other criteria: Municipal or Build-America Bonds, Foreign Government Bonds, Corporate Notes and Bonds, and Commercial Paper.

Income taxes - The Organization qualifies as a tax-exempt organization under Section 501(c)(3) as described in Sections 509(a)(1) and 170(b)(1)(A)(iv) of the Internal Revenue Code (the “Code”) and Section 23701(d) of the California Revenue and Taxation Code, accordingly, there is no provision for federal income or California franchise taxes. Income determined to be unrelated business taxable income (UBTI) would be taxable. The Foundation is subject to a 2% federal excise tax on net taxable investment income because it is classified as a Private Foundation under the Internal Revenue Code. The excise tax is reduced to 1% if certain requirements are met. Accordingly, a payment for excise tax has been reported in the accompanying financial statements. The Foundation evaluates its uncertain tax positions, if any, on a continual basis through review of its policies and procedures, review of its regular tax filings, and discussions with outside experts.

The Foundation’s federal Return of Private Foundation (Form 990-PF) for the fiscal years ended 2010, 2011, and 2012 are subject to IRS examination, generally for three years after filing. As of the date of this report, the Foundation’s fiscal year 2013 return had not yet been filed.

Use of estimates - The preparation of financial statements in accordance with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and net assets and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Comparative data – The information included in the accompanying financial statements for the prior year has been presented for comparison purposes only and does not represent a complete presentation in accordance with generally accepted accounting principles.

Subsequent events – Management has evaluated subsequent events through March 27, 2014, which is the date of the financial statements, and noted that there were no items that require financial statement disclosure.
## Cash, Cash Equivalents and Investments

Cash and investments held by the Foundation are reported in the accompanying financial statements as follows at December 31, 2013:

<table>
<thead>
<tr>
<th>Description</th>
<th>Fair Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents Investments</td>
<td>$ 7,426,311</td>
</tr>
<tr>
<td>Investments</td>
<td>95,197,535</td>
</tr>
<tr>
<td><strong>Total cash and investments</strong></td>
<td><strong>$ 102,623,846</strong></td>
</tr>
</tbody>
</table>

Fair values of cash and investments at December 31, 2013 are categorized as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Fair Value</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Description</strong></td>
<td><strong>Fair Value</strong></td>
</tr>
<tr>
<td></td>
<td><strong>Quoted Prices in Active Markets for Identical Assets (Level 1)</strong></td>
</tr>
<tr>
<td>Cash &amp; cash equivalents</td>
<td>$ 7,426,311</td>
</tr>
<tr>
<td>Short-term corporate bonds</td>
<td>6,966,332</td>
</tr>
<tr>
<td>U.S. Agency securities</td>
<td>5,005,918</td>
</tr>
<tr>
<td>U.S. Treasury securities</td>
<td>4,100,280</td>
</tr>
<tr>
<td>Municipal bonds</td>
<td>7,139,502</td>
</tr>
<tr>
<td>Corporate bonds – industrial</td>
<td>11,833,278</td>
</tr>
<tr>
<td>Corporate bonds – financial</td>
<td>12,007,060</td>
</tr>
<tr>
<td>Corporate bonds – utility</td>
<td>3,358,689</td>
</tr>
<tr>
<td>Collateralized mortgage obligations</td>
<td>225,874</td>
</tr>
<tr>
<td>Equity securities</td>
<td>38,338,986</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>6,221,616</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 102,623,846</strong></td>
</tr>
</tbody>
</table>
Notes to Financial Statements – Modified Cash Basis

(2) Cash, Cash Equivalents and Investments (Continued)

For fair value measurements using significant other observable inputs (Level 2), the market approach was used in determining the fair values of each class of assets or liabilities. These are frequently traded between willing buyers and sellers and are, therefore, market priced.

(3) Investment Income

Investment income for the year ended December 31, 2013 consisted of the following:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest</td>
<td>$1,317,308</td>
</tr>
<tr>
<td>Dividends</td>
<td>1,122,670</td>
</tr>
<tr>
<td>Realized gain (loss)</td>
<td>151,607</td>
</tr>
<tr>
<td>Unrealized gain (loss)</td>
<td>4,839,451</td>
</tr>
<tr>
<td>Less: Investment fees</td>
<td>(330,727)</td>
</tr>
</tbody>
</table>

Total investment income, net $7,100,309

(4) Pledge Agreement

Broadcom Corporation previously made an unrestricted contribution of $50,000,000 to the Foundation in accordance with a pledge agreement dated June 29, 2009. Broadcom subsidiaries made two additional unrestricted contributions of $25,000,000 each in June 2011 and September 2013 to the Foundation.

The Foundation’s Board of Directors approved the use of the unrestricted contributions to support programs and initiatives in the areas of science, technology, engineering, and math (STEM) and promote opportunity to qualified nonprofit organizations, nongovernmental organizations, and universities. The Board is required to make annual, qualifying distributions equal to five percent (5.0%) of the monthly average net asset value of the investments to support the grant program of the Foundation.

(5) Related-Party Transactions

Broadcom Corporation provides facilities and various financial, administrative, and other services to the Foundation. These amounts have been reflected in the accompanying financial statements.

Broadcom Corporation pays the salary of the Foundation’s Executive Director, contracted in November 2009, who dedicates 50% of her time providing services to the Foundation. The Foundation reimbursed Broadcom Corporation for their portion of the Executive Director’s salary, benefits, and travel expenses during the year ended December 31, 2013 in the amount of $145,000, which has been reflected in the accompanying financial statements.

(6) Commitments

At December 31, 2013 the Foundation has outstanding commitments of $95,000 for grants approved by the Board of Directors but not yet disbursed.