

Exhibit 8

Form CHAR500 <small>This form used for Article 7-A, EPTL and dual filers (replaces forms CHAR 497, CHAR 010 and CHAR 006)</small>	Annual Filing for Charitable Organizations New York State Department of Law (Office of the Attorney General) Charities Bureau - Registration Section 120 Broadway New York, NY 10271 http://www.charitiesnys.com	2012 Open to Public Inspection
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1. General Information

a. For the fiscal year beginning (mm/dd/yyyy) 01/01 / 2012 and ending (mm/dd/yyyy) 12/31/2012

b. Check if applicable for NYS: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial filing <input type="checkbox"/> Final filing <input type="checkbox"/> Amended filing <input type="checkbox"/> NY registration pending	c. Name of organization National Rifle Association of America Number and street (or P.O. box if mail not delivered to street address) Room/suite 11250 Waples Mill Road City or town, state or country and zip + 4 Fairfax, Virginia 22030	d. Fed. employer ID no. (EIN) (##-####-####) 53 - 0116130 e. NY State registration no. (##-###-###) 02 - 21 - 64 f. Telephone number (703) 267-1250 g. Email gcounsel@nrahq.org
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2. Certification - Two Signatures Required

We certify under penalties of perjury that we reviewed this report, including all attachments, and to the best of our knowledge and belief, they are true, correct and complete in accordance with the laws of the State of New York applicable to this report.

a. President or Authorized Officer	 Signature	Edward J. Land, Jr. Secretary	10/14/2013 Date
b. Chief Financial Officer or Treas.	 Signature	Wilson H. Phillips, Jr. Treasurer	10/23/2013 Date

3. Annual Report Exemption Information

a. **Article 7-A annual report exemption** (Article 7-A registrants and dual registrants)
 Check if total contributions from NY State (including residents, foundations, corporations, government agencies, etc.) did not exceed \$25,000 **and** the organization did not engage a professional fund raiser (PFR) or fund raising counsel (FRC) to solicit contributions during this fiscal year.
NOTE: An organization may claim this exemption if no PFR or FRC was used **and** either: 1) it received an allocation from a federated fund, United Way or incorporated community appeal **and** contributions from other sources did not exceed \$25,000 **or** 2) it received all or substantially all of its contributions from one government agency to which it submitted an annual report similar to that required by Article 7-A.

b. **EPTL annual report exemption** (EPTL registrants and dual registrants)
 Check if gross receipts did not exceed \$25,000 **and** assets (market value) did not exceed \$25,000 at any time during this fiscal year.

For EPTL or Article-7A registrants claiming the annual report exemption under the one law under which they are registered and for dual registrants claiming the annual report exemptions under both laws, simply complete part 1 (General Information), part 2 (Certification) and part 3 (Annual Report Exemption Information) above.
Do not submit a fee, do not complete the following schedules and do not submit any attachments to this form.

4. Article 7-A Schedules

If you did **not** check the Article 7-A annual report exemption above, complete the following for this fiscal year:

a. Did the organization use a professional fund raiser, fund raising counsel or commercial co-venturer for fund raising activity in NY State? .. Yes* No
 * If "Yes", complete Schedule 4a.

b. Did the organization receive government contributions (grants)? Yes* No
 * If "Yes", complete Schedule 4b.

5. Fee Submitted: See last page for summary of fee requirements.

Indicate the filing fee(s) you are submitting along with this form:

a. Article 7-A filing fee \$ <u>25</u>	Submit only one check or money order for the total fee, payable to "NYS Department of Law"
b. EPTL filing fee \$ <u>750.00</u>	
c. Total fee \$ <u>775</u>	

6. Attachments - For organizations that are not claiming annual report exemptions under both laws, see last page for required attachments →→→

Schedule 4a: Professional Fund Raisers (PFR), Fund Raising Counsels (FRC), Commercial Co-Venturers (CCV)

If you checked the box in question 4.a. on page 1, complete the following schedule for each PFR, FRC or CCV that the organization engaged for fund raising activity in NY State:

- 1. Type of fund raising professional (FRP):
 - Professional fund raiser
 - Fund raising counsel
 - Commercial co-venturer

2. Name of FRP:
InfoCision Management Corp.

Number and street (or P.O. box if mail is not delivered to street address):
325 Springside Drive

City or town, state or country and zip + 4:
Akron, Ohio 44333

3. FRP telephone number:
 (3 3 0) 6 6 8 - 1 4 0 0

4. Services provided by FRP (provide description):
 To plan, prepare, manage and conduct a nationally directed outbound telemarketing development campaign to active, lapsed, or potential members/donors.

5. Compensation arrangement with FRP (provide description):
 Per call basis

6. Dates of contract 08/01/2011 through 07/31/2014
 (mm/dd/yyyy) (mm/dd/yyyy)

7. Amount paid to FRP \$ 7,684,766.00

8. If services were provided by a CCV, did the CCV provide the charitable organization with the interim report(s) required by §§ 173-a. 3 of the Executive Law? Yes No

Schedule 4a: Professional Fund Raisers (PFR), Fund Raising Counsels (FRC), Commercial Co-Venturers (CCV)

If you checked the box in question 4.a. on page 1, complete the following schedule for each PFR, FRC or CCV that the organization engaged for fund raising activity in NY State:

1. Type of fund raising professional (FRP):

Professional fund raiser

Fund raising counsel

Commercial co-venturer

2. Name of FRP:

Member Connect/Power Direct

Number and street (or P.O. box if mail is not delivered to street address):

4805 Pearl Road

City or town, state or country and zip + 4:

Cleveland, Ohio 44109

3. FRP telephone number:

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4. Services provided by FRP (provide description):

Manage and conduct inbound and outbound telemarketing services.

5. Compensation arrangement with FRP (provide description):

Per call basis

6. Dates of contract 09/24/2010 through 12/31/2011

(mm/dd/yyyy) (mm/dd/yyyy)

7. Amount paid to FRP \$ 337,247.00

8. If services were provided by a CCV, did the CCV provide the charitable organization with the interim report(s) required by §§ 173-a. 3 of the Executive Law? Yes No

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Schedule 4a: Professional Fund Raisers (PFR), Fund Raising Counsels (FRC), Commercial Co-Venturers (CCV)

If you checked the box in question 4.a. on page 1, complete the following schedule for each PFR, FRC or CCV that the organization engaged for fund raising activity in NY State:

- 1. Type of fund raising professional (FRP):
 - Professional fund raiser
 - Fund raising counsel
 - Commercial co-venturer

2. Name of FRP:
Allegiance Creative Group, LLC

Number and street (or P.O. box if mail is not delivered to street address):
11250 Waples Mill Road, Suite 310

City or town, state or country and zip + 4:
Fairfax, VA 22030

3. FRP telephone number:
 (7 0 3) 2 6 7 - 1 0 0 0

4. Services provided by FRP (provide description):
 Provides counsel and promotion planning for marketing and direct response mail and phone programs.

5. Compensation arrangement with FRP (provide description):
 Compensation by management commission fee and/or net costs reimbursement.

6. Dates of contract 12/01/2011 through 12/01/2013
 (mm/dd/yyyy) (mm/dd/yyyy)

7. Amount paid to FRP \$ 480,000.00

8. If services were provided by a CCV, did the CCV provide the charitable organization with the interim report(s) required by §§ 173-a. 3 of the Executive Law? Yes No

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Form **990**

FOR PUBLIC DISCLOSURE
Return of Organization Exempt From Income Tax

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)
▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 2012 calendar year, or tax year beginning , and ending

B Check if applicable:
 Address change
 Name change
 Initial return
 Terminated
 Amended return
 Application pending

C Name of organization NATIONAL RIFLE ASSOCIATION OF AMERICA
Doing Business As
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
 11250 WAPLES MILL ROAD
 City, town or post office, state, and ZIP code
 FAIRFAX VA 22030-7400

D Employer identification number
53-0116130

E Telephone number
(703) 267-1000

F Name and address of principal officer:
WILSON H. PHILLIPS JR. 11250 WAPLES MILL RD, FAIRFAX, VA 22030

G Gross receipts \$ 272,950,038

H(a) Is this a group return for affiliates? Yes No
H(b) Are all affiliates included? Yes No
 If "No," attach a list. (see instructions)

I Tax-exempt status: 501(c)(3) 501(c) (4) (insert no.) 4947(a)(1) or 527

J Website: ▶ www.nra.org **H(c) Group exemption number** ▶

K Form of organization: Corporation Trust Association Other ▶ **L Year of formation:** 1871 **M State of legal domicile:** NY

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: TO PROTECT AND DEFEND THE U.S. CONSTITUTION; TO PROMOTE PUBLIC SAFETY, LAW AND ORDER, AND THE NATIONAL DEFENSE; TO TRAIN LAW ENFORCEMENT AGENCIES; TO TRAIN CIVILIANS IN MARKSMANSHIP; TO FOSTER AND PROMOTE THE SHOOTING SPORTS; TO PROMOTE HUNTER SAFETY.		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3 Number of voting members of the governing body (Part VI, line 1a)	3	76
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4	71
	5 Total number of individuals employed in calendar year 2012 (Part V, line 2a)	5	767
	6 Total number of volunteers (estimate if necessary)	6	150,000
	7a Total unrelated business revenue from Part VIII, column (C), line 12	7a	21,975,540
7b Net unrelated business taxable income from Form 990-T, line 34	7b	0	
Revenue	8 Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g)	59,382,983	86,429,504
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	109,729,088	115,517,205
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	3,362,284	1,808,745
	12 Total revenue—add lines 8 through 11 (must equal Part VIII, column (A), line 12)	218,983,530	256,290,928
Expenses	13 Grants and similar amounts paid (Part IX, column (A), lines 1–3)	92,000	63,000
	14 Benefits paid to or for members (Part IX, column (A), line 4)	0	0
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5–10)	50,733,831	52,815,395
	16a Professional fundraising fees (Part IX, column (A), line 11e)	6,126,261	8,502,013
	b Total fundraising expenses (Part IX, column (D), line 25) ▶ 29,100,907		
	17 Other expenses (Part IX, column (A), lines 11a–11d, 11f–24e)	174,119,497	192,780,670
18 Total expenses. Add lines 13–17 (must equal Part IX, column (A), line 25)	231,071,589	254,161,078	
19 Revenue less expenses. Subtract line 18 from line 12	-12,088,059	2,129,850	
Net Assets or Fund Balances	20 Total assets (Part X, line 16)	Beginning of Current Year	End of Year
	21 Total liabilities (Part X, line 26)	149,826,381	160,497,536
	22 Net assets or fund balances. Subtract line 21 from line 20	144,162,625	149,276,146

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
 Signature of officer: *Wilson H. Phillips Jr.* Date: 9/16/2013
 WILSON H. PHILLIPS JR. TREASURER AND CFO
 Type or print name and title

Paid Preparer Use Only
 Print/Type preparer's name: JAMES P. SWEENEY Preparer's signature: *James P. Sweeney* Date: 9/16/2013 Check if self-employed PTIN: P01263012
 Firm's name ▶ MCGLADREY, LLP Firm's EIN ▶ 41-1944416
 Firm's address ▶ 8000 TOWERS CRESCENT DR STE 500, VIENNA, VA 22184 Phone no. 703-336-6400

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Form **8453-EO**

Exempt Organization Declaration and Signature for Electronic Filing

OMB No. 1545-1879

For calendar year 2012, or tax year beginning _____, 2012, and ending _____, 20_____

2012

Department of the Treasury
Internal Revenue Service

For use with Forms 990, 990-EZ, 990-PF, 1120-POL, and 8868

Name of exempt organization

Employer identification number

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Part I Type of Return and Return Information (Whole Dollars Only)

Check the box for the type of return being filed with Form 8453-EO and enter the applicable amount, if any, from the return. If you check the box on line 1a, 2a, 3a, 4a, or 5a below and the amount on that line of the return being filed with this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b, whichever is applicable, blank (do not enter -0-). If you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than one line in Part I.

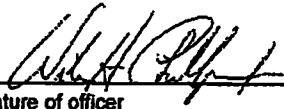
1a Form 990 check here	<input checked="" type="checkbox"/>	b Total revenue, if any (Form 990, Part VIII, column (A), line 12)	1b	256,290,928
2a Form 990-EZ check here	<input type="checkbox"/>	b Total revenue, if any (Form 990-EZ, line 9)	2b	0
3a Form 1120-POL check here	<input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b	0
4a Form 990-PF check here	<input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b	0
5a Form 8868 check here	<input type="checkbox"/>	b Balance due (Form 8868, Part I, line 3c or Part II, line 6c)	5b	0

Part II Declaration of Officer

- 6 I authorize the U.S. Treasury and its designated Financial Agent to initiate an Automated Clearing House (ACH) electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.
- If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named organization and that I have examined a copy of the organization's 2012 electronic return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund.

Sign Here


Signature of officer

9/16/2013
Date

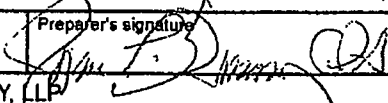
TREASURER AND CFO
Title

Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (see instructions)

I declare that I have reviewed the above organization's return and that the entries on Form 8453-EO are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The organization officer will have signed this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's signature	Date	Check if also paid preparer <input type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's SSN or PTIN
Firm's name (or yours if self-employed), address, and ZIP code				EIN
				Phone no.

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge.

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	JAMES P. SWEENEY		9/16/2013		P01263012
	Firm's name	Firm's address	Firm's EIN	Phone no.	
	MCGLADREY, LLP	8000 TOWERS CRESCENT DR STE 500 VIENNA VA 22184			

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 2

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response to any question in this Part III [X]

1 Briefly describe the organization's mission: TO PROTECT AND DEFEND THE U.S. CONSTITUTION.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 49,387,404 including grants of \$) (Revenue \$ 23,118,246) NRA MEMBERSHIP COMMUNICATIONS ARE DAILY, WEEKLY, AND MONTHLY NEWS UPDATES AND TRENCHANT INSIGHTS THROUGH AN AWARD WINNING ARRAY OF DIGITAL AND HARDCOPY MATERIALS AND THE MOST AUTHORITATIVE COVERAGE FROM RECOGNIZED LEADERS AND SUBJECT MATTER EXPERTS. NRA MEDIA VEHICLES SERVE TO EDUCATE, INFORM, AND REINFORCE THE NRA'S PRIMARY EXEMPT PURPOSES AND OBJECTIVES. FOR ACCESS TO NRA'S CONTINUALLY UPDATED PRESENCE SUCH AS THE NRA OFFICIAL JOURNALS, PLEASE VISIT NRANEWS DOT COM AND NRAPUBLICATIONS DOT ORG, AND RENEW OR UPGRADE YOUR NRA MEMBERSHIP AT NRA DOT ORG.

4b (Code:) (Expenses \$ 18,160,341 including grants of \$ 63,000) (Revenue \$ 22,127,674) NRA GENERAL OPERATIONS PROGRAM SERVICES ARE WORLD-CLASS PROGRAMS INCLUDING NRA SPORTS, COMPETITIONS AND MATCHES, EDDIE EAGLE GUNSAFE, FIREARM TRAINING, HUNTER SERVICES, LAW ENFORCEMENT SERVICES, RANGE SERVICES, WOMEN'S PROGRAMS, YOUTH PROGRAMS, FRIENDS OF NRA, NATIONAL FIREARMS MUSEUM, AND MORE. EDUCATION, SAFETY, AND TRAINING ARE THE CORE OF THE NRA MISSION. NRA CONTINUES TO BE THE GLOBAL LEADER AND GO-TO RESOURCE IN FIREARMS EDUCATION, SAFETY, AND TRAINING. PLEASE VISIT PROGRAMS DOT NRA DOT ORG AND GO DOT NRA DOT ORG.

4c (Code:) (Expenses \$ 17,322,006 including grants of \$) (Revenue \$) NRA-ILA LEGISLATIVE PROGRAM SERVICES. AS THE FOREMOST PROTECTOR AND DEFENDER OF THE U.S. CONSTITUTION, THE NATIONAL RIFLE ASSOCIATION ADVOCATES AGAINST EFFORTS TO ERODE THE SECOND AMENDMENT, FIGHTS FOR INITIATIVES AIMED AT REDUCING VIOLENT CRIME, AND PROMOTES HUNTERS' RIGHTS AND CONSERVATION EFFORTS NATIONWIDE. NRA LEGISLATIVE ACTION INVOLVES FIREARMS RIGHTS, REGULATIONS AND LAWS, RANGE PROTECTION, INTERNATIONAL GUN CONTROL THREATS, WORKERS' PROTECTION, SELF-DEFENSE, FREE SPEECH RIGHTS, AND A HOST OF RELATED MATTERS. VISIT NRAILA DOT ORG FOR THE LATEST UPDATES AND ENGAGE WITH ILA ON SOCIAL MEDIA.

4d Other program services. (Describe in Schedule O.) (Expenses \$ 112,357,309 including grants of \$ 0) (Revenue \$ 108,387,068)

4e Total program service expenses 197,227,060

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A		X
2 Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I		X
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II		
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If "Yes," complete Schedule C, Part III		X
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III	X	
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If "Yes," complete Schedule D, Part V	X	
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI	X	
b Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII		X
c Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX		X
e Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X	X	
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X	X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI and XII	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional	X	
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV	X	
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Parts II and IV		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Parts III and IV		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I (see instructions)	X	
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	X	
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III		X
20a Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H		X
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		

Part IV Checklist of Required Schedules (continued)

	Yes	No
21 Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II	X	
22 Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III	X	
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If "Yes," complete Schedule L, Part III		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
b A family member of a current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If "Yes," complete Schedule L, Part IV		X
29 Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I		X
34 Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1	X	
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?	X	
b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2	X	
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2		
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? Note. All Form 990 filers are required to complete Schedule O	X	

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130 Page 5

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V.

Yes No

Table with columns for question number, question text, and Yes/No columns. Includes rows 1a through 14b with various tax-related questions and numerical inputs.

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130 Page 6

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions. Check if Schedule O contains a response to any question in this Part VI. [X]

Section A. Governing Body and Management

Table with 3 columns: Question, Yes, No. Rows include: 1a Enter the number of voting members... 1b Enter the number of voting members... 2 Did any officer, director, trustee, or key employee have a family relationship... 3 Did the organization delegate control over management duties... 4 Did the organization make any significant changes to its governing documents... 5 Did the organization become aware during the year of a significant diversion of the organization's assets... 6 Did the organization have members or stockholders... 7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body... 7b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body... 8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following: a The governing body? b Each committee with authority to act on behalf of the governing body? 9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O.

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

Table with 3 columns: Question, Yes, No. Rows include: 10a Did the organization have local chapters, branches, or affiliates? 10b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes? 11a Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form? 11b Describe in Schedule O the process, if any, used by the organization to review this Form 990. 12a Did the organization have a written conflict of interest policy? If "No," go to line 13. 12b Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts? 12c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done. 13 Did the organization have a written whistleblower policy? 14 Did the organization have a written document retention and destruction policy? 15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision? 15a The organization's CEO, Executive Director, or top management official. 15b Other officers or key employees of the organization. If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions). 16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year? 16b If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed See Attached Statement
18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply. Own website Another's website [X] Upon request Other (explain in Schedule O)
19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: NATIONAL RIFLE ASSOCIATION OF AMERICA (703) 267-1000 11250 WAPLES MILL ROAD, FAIRFAX, VA 22030-7400

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated

Employees, and Independent Contractors

Check if Schedule O contains a response to any question in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) DAVID A. KEENE PRESIDENT	20.00 1.00	X		X						
(2) JAMES W. PORTER II 1ST VICE PRESIDENT	10.00 2.00	X		X						
(3) ALLAN D. CORS 2ND VICE PRESIDENT	10.00 1.00	X		X						
(4) JOE M. ALLBAUGH DIRECTOR	1.00 1.00	X								
(5) WILLIAM H. ALLEN DIRECTOR	1.00 0.00	X								
(6) THOMAS P. ARVAS DIRECTOR	1.00 1.00	X								
(7) SCOTT L. BACH DIRECTOR	1.00 0.00	X								
(8) WILLIAM A. BACHENBERG DIRECTOR	1.00 1.00	X								
(9) F.E. BACHHUBER JR. DIRECTOR	1.00 0.00	X								
(10) M. CAROL BAMBERY DIRECTOR	1.00 2.00	X								
(11) BOB BARR DIRECTOR	1.00 0.00	X								
(12) RONNIE G. BARRETT DIRECTOR	1.00 0.00	X								
(13) CLEL BAUDLER DIRECTOR	1.00 0.00	X								
(14) DAVID E. BENNETT, III DIRECTOR	1.00 1.00	X								

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130 Page 8

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(15) J. KENNETH BLACKWELL DIRECTOR	1.00 0.00	X								
(16) MATT BLUNT DIRECTOR	1.00 0.00	X								
(17) DAN BOREN DIRECTOR	1.00 0.00	X								
(18) ROBERT K. BROWN DIRECTOR	1.00 1.00	X								
(19) PETE BROWNELL DIRECTOR	1.00 0.00	X								
(20) DAVID BUTZ DIRECTOR	1.00 0.00	X					150,000			
(21) J. WILLIAM CARTER DIRECTOR	1.00 1.00	X								
(22) TED W. CARTER DIRECTOR	1.00 0.00	X								
(23) RICHARD CHILDRESS DIRECTOR	1.00 0.00	X								
(24) PATRICIA A. CLARK DIRECTOR	1.00 0.00	X								
(25) CHARLES L. COTTON DIRECTOR	1.00 1.00	X					673			
1b Sub-total							150,673	0	0	
c Total from continuation sheets to Part VII, Section A							5,695,768	0	698,292	
d Total (add lines 1b and 1c)							5,846,441	0	698,292	

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **63**

	Yes	No
3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual.		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual.	X	
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person.		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
INFOCISION 325 SPRINGSIDE DR, AKRON, OH 44333	MEMBERSHIP PROCESSIN	15,877,933
ACKERMAN MCQUEEN 1601 NW EXPRESSWAY, STE 1100, OKLAHOMA C	PUBLIC RELATIONS AND A	8,564,516
POSTMASTER 1735 N LYNN ST, ARLINGTON, VA 22209	POSTAGE SHIPPING	8,056,438
PALM COAST DATA 11 COMMERCE BLVD, PALM COAST, FL 32164	MEMBERSHIP PROCESSIN	6,757,768
COMMUNICATIONS CORP OF A 13195 FREEDOM WAY, BOSTON, VA 22713	FUNDRAISING PRINTING A	6,660,733

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **56**

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 9

Part VIII Statement of Revenue

Check if Schedule O contains a response to any question in this Part VIII.

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, Gifts, Grants and Other Similar Amounts	1a Federated campaigns	1a 0				
	b Membership dues	1b 0				
	c Fundraising events	1c 0				
	d Related organizations	1d 13,518,518				
	e Government grants (contributions)	1e 0				
	f All other contributions, gifts, grants, and similar amounts not included above	1f 72,910,986				
	g Noncash contributions included in lines 1a-1f: \$	0				
	h Total. Add lines 1a-1f	▶ 86,429,504				
Program Service Revenue	Business Code					
	2a PROGRAM FEES	7,534,251	7,534,251			
	b MEMBER DUES	107,982,954	107,982,954			
	c	0				
	d	0				
	e	0				
	f All other program service revenue	0				
g Total. Add lines 2a-2f	▶ 115,517,205					
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)	▶ 600,185			600,185	
	4 Income from investment of tax-exempt bond proceeds	▶ 0			0	
	5 Royalties	▶ 14,696,957			14,696,957	
	6a Gross rents	(i) Real	1,165,916			
		(ii) Personal				
		b Less: rental expenses	1,853,023			
		c Rental income or (loss)	-687,107	0		
	d Net rental income or (loss)	▶ -687,107			-687,107	
	7a Gross amount from sales of assets other than inventory	(i) Securities	8,550,340			
		(ii) Other		0		
		b Less: cost or other basis and sales expenses	7,341,780	0		
		c Gain or (loss)	1,208,560	0		
	d Net gain or (loss)	▶ 1,208,560			1,208,560	
	8a Gross income from fundraising events (not including \$ 0 of contributions reported on line 1c). See Part IV, line 18	a	528,735			
b Less: direct expenses		b 118,894				
c Net income or (loss) from fundraising events		▶ 409,841			409,841	
9a Gross income from gaming activities. See Part IV, line 19	a	0				
	b Less: direct expenses	b 0				
	c Net income or (loss) from gaming activities	▶ 0				
10a Gross sales of inventory, less returns and allowances	a	21,938,836				
	b Less: cost of goods sold	b 7,345,413				
	c Net income or (loss) from sales of inventory	▶ 14,593,423	12,726,890	1,866,533		
Miscellaneous Revenue		Business Code				
11a ADVERTISING	541800	20,199,376	17,724	20,109,007	72,645	
b SUBSCRIPTIONS	541800	2,918,870	2,918,870			
c NRA CAFE SALES	722210	404,114			404,114	
d All other revenue		0				
e Total. Add lines 11a-11d	▶ 23,522,360					
12 Total revenue. See instructions	▶ 256,290,928	131,180,689	21,975,540	16,705,195		

Form 990 (2012)

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130 Page 10

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response to any question in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.		(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1	Grants and other assistance to governments and organizations in the United States. See Part IV, line 21	9,000	9,000		
2	Grants and other assistance to individuals in the United States. See Part IV, line 22	54,000	54,000		
3	Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16	0			
4	Benefits paid to or for members	0			
5	Compensation of current officers, directors, trustees, and key employees	2,970,133	1,477,110	1,334,545	158,478
6	Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	0			
7	Other salaries and wages	34,314,125	24,247,195	8,416,399	1,650,531
8	Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	8,395,776	5,254,664	2,735,003	406,109
9	Other employee benefits	4,620,146	3,150,936	1,245,730	223,480
10	Payroll taxes	2,515,215	1,715,375	678,178	121,662
11	Fees for services (non-employees):				
a	Management	0			
b	Legal	4,970,424	4,727,987	242,437	
c	Accounting	120,700		120,700	
d	Lobbying	0			
e	Professional fundraising services. See Part IV, line 17	8,502,013			8,502,013
f	Investment management fees	179,378	-	179,378	
g	Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Schedule O.)	4,223,418	4,223,418		
12	Advertising and promotion	31,129,589	24,618,506		6,511,083
13	Office expenses	5,031,479	2,730,561	2,300,918	
14	Information technology	7,076,418	4,017,990	3,058,428	
15	Royalties	0			
16	Occupancy	1,847,062	905,035	942,027	
17	Travel	6,488,824	5,118,473	1,370,351	
18	Payments of travel or entertainment expenses for any federal, state, or local public officials	0			
19	Conferences, conventions, and meetings	5,990,552	4,725,212	1,265,340	
20	Interest	1,230,083	883,034	347,049	
21	Payments to affiliates	0			
22	Depreciation, depletion, and amortization	2,481,365	1,844,136	637,229	0
23	Insurance	970,446	970,446		
24	Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a	MEMBER COMMUNICATIONS	49,387,404	40,228,498	0	9,158,906
b	PRINTING AND SHIPPING	23,027,780	23,027,780	0	0
c	GENERAL OPERATIONS PROGRAM SERVICES	18,160,341	18,160,341	0	0
d	ILA LEGISLATIVE PROGRAM SERVICES	17,322,006	17,322,006	0	0
e	All other expenses	13,143,401	7,815,357	2,959,399	2,368,645
25	Total functional expenses. Add lines 1 through 24e	254,161,078	197,227,060	27,833,111	29,100,907
26	Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)				

Part X Balance Sheet

Check if Schedule O contains a response to any question in this Part X.

		(A) Beginning of year		(B) End of year
Assets	1 Cash—non-interest-bearing	0	1	
	2 Savings and temporary cash investments	8,864,786	2	10,747,947
	3 Pledges and grants receivable, net	3,324,463	3	2,601,438
	4 Accounts receivable, net	50,343,338	4	51,240,665
	5 Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions). Complete Part II of Schedule L		6	
	7 Notes and loans receivable, net	3,087,653	7	3,064,403
	8 Inventories for sale or use	12,209,596	8	11,799,972
	9 Prepaid expenses and deferred charges	2,484,598	9	3,109,155
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 66,964,331		
	b Less: accumulated depreciation	10b 32,639,658	35,507,183	10c 34,324,673
	11 Investments—publicly traded securities	26,199,333	11	29,895,485
	12 Investments—other securities. See Part IV, line 11	2,374,284	12	7,951,222
	13 Investments—program-related. See Part IV, line 11	0	13	0
	14 Intangible assets	0	14	0
	15 Other assets. See Part IV, line 11	5,431,147	15	5,762,578
16 Total assets. Add lines 1 through 15 (must equal line 34)	149,826,381	16	160,497,536	
Liabilities	17 Accounts payable and accrued expenses	71,413,466	17	78,683,405
	18 Grants payable		18	
	19 Deferred revenue	25,769,095	19	30,985,830
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22 Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties	38,973,890	23	31,104,089
	24 Unsecured notes and loans payable to unrelated third parties	0	24	0
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D	8,006,174	25	8,502,822
	26 Total liabilities. Add lines 17 through 25	144,162,625	26	149,276,146
Net Assets or Fund Balances	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	-25,746,844	27	-21,588,667
	28 Temporarily restricted net assets	5,377,714	28	5,097,033
	29 Permanently restricted net assets	26,032,886	29	27,713,024
	Organizations that do not follow SFAS 117 (ASC958), check here <input type="checkbox"/> and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
33 Total net assets or fund balances	5,663,756	33	11,221,390	
34 Total liabilities and net assets/fund balances	149,826,381	34	160,497,536	

Part XI Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	256,290,928
2	Total expenses (must equal Part IX, column (A), line 25)	2	254,161,078
3	Revenue less expenses. Subtract line 2 from line 1	3	2,129,850
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	5,663,756
5	Net unrealized gains (losses) on investments	5	1,651,710
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	1,776,074
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	11,221,390

Part XII Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII

	Yes	No
1 Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a Were the organization's financial statements compiled or reviewed by an independent accountant? If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
b Were the organization's financial statements audited by an independent accountant? If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input checked="" type="checkbox"/> Both consolidated and separate basis	X	
c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	X	
3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?		
b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits.		

Continuation Sheet for Form 990

Name of the Organization: NATIONAL RIFLE ASSOCIATION OF AMERICA
 Employer identification number: 53-0116130

Part VII Section A Continuation of Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(26) DAVID G. COY DIRECTOR	1.00 0.00	X								
(27) LARRY E. CRAIG DIRECTOR	1.00 0.00	X								
(28) JOHN L. CUSHMAN DIRECTOR	1.00 1.00	X								
(29) WILLIAM H. DAILEY DIRECTOR	1.00 1.00	X								
(30) JOSEPH P. DEBERGALIS, JR. DIRECTOR	1.00 0.00	X								
(31) R. LEE ERMEY DIRECTOR	1.00 0.00	X								
(32) EDIE P. FLEEMAN DIRECTOR	1.00 0.00	X								
(33) JOEL FRIEDMAN DIRECTOR	1.00 0.00	X								
(34) SANDRA S. FROMAN DIRECTOR	1.00 1.00	X					45,180			
(35) TOM GAINES DIRECTOR	1.00 0.00	X								
(36) JAMES S. GILMORE III DIRECTOR	1.00 0.00	X								
(37) MARION P. HAMMER DIRECTOR	1.00 0.00	X					104,000			
(38) MARIA HEIL DIRECTOR	1.00 0.00	X								
(39) GRAHAM HILL DIRECTOR	1.00 0.00	X								
(40) STEVE HORNADY DIRECTOR	1.00 0.00	X								
(41) SUSAN HOWARD DIRECTOR	1.00 1.00	X								
(42) ROY INNIS DIRECTOR	1.00 0.00	X								
(43) H. JOAQUIN JACKSON DIRECTOR	1.00 0.00	X								
(44) CURTIS S. JENKINS DIRECTOR	1.00 1.00	X								
(45) TOM KING DIRECTOR	1.00 0.00	X								
(46) HERBERT A. LANFORD JR. DIRECTOR	1.00 1.00	X								

Continuation Sheet for Form 990

Name of the Organization: NATIONAL RIFLE ASSOCIATION OF AMERICA
 Employer identification number: 53-0116130

Part VII Section A Continuation of Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(47) KARLA MALONE DIRECTOR	1.00 0.00	X								
(48) CAROLYN D. MEADOWS DIRECTOR	1.00 1.00	X								
(49) JOHN F. MILIUS DIRECTOR	1.00 0.00	X								
(50) BILL MILLER DIRECTOR	1.00 0.00	X								
(51) OWEN BUZ MILLS DIRECTOR	1.00 1.00	X								
(52) CLETA MITCHELL DIRECTOR	1.00 1.00	X								
(53) GROVER G. NORQUIST DIRECTOR	1.00 0.00	X								
(54) OLIVER L. NORTH DIRECTOR	1.00 0.00	X								
(55) ROBERT NOSLER DIRECTOR	1.00 0.00	X								
(56) JOHNNY NUGENT DIRECTOR	1.00 0.00	X								
(57) TED NUGENT DIRECTOR	1.00 0.00	X								
(58) LANCE OLSON DIRECTOR	1.00 0.00	X					90,000			
(59) TIMOTHY W. PAWOL DIRECTOR	1.00 0.00	X								
(60) PETER J. PRINTZ DIRECTOR	1.00 0.00	X								
(61) TODD J. RATHNER DIRECTOR	1.00 0.00	X								
(62) WAYNE ANTHONY ROSS DIRECTOR	1.00 0.00	X								
(63) CARL T. ROWAN JR. DIRECTOR	1.00 0.00	X								
(64) DON SABA DIRECTOR	1.00 0.00	X								
(65) ROBERT E. SANDERS DIRECTOR	1.00 1.00	X								
(66) WILLIAM H. SATTERFIELD DIRECTOR	1.00 1.00	X								
(67) RONALD L. SCHMEITS DIRECTOR	1.00 1.00	X								

Continuation Sheet for Form 990

Page 3 of 3

Name of the Organization NATIONAL RIFLE ASSOCIATION OF AMERICA	Employer identification number 53-0116130
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Part VII Section A Continuation of Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(68) TOM SELLECK DIRECTOR	1.00 0.00	X								
(69) JOHN C. SIGLER DIRECTOR	1.00 1.00	X								
(70) LEROY SISCO DIRECTOR	1.00 0.00	X								
(71) DWIGHT D. VAN HORN DIRECTOR	1.00 0.00	X								
(72) ROBERT L. VIDEN, JR. DIRECTOR	1.00 1.00	X								
(73) LINDA L. WALKER DIRECTOR	1.00 0.00	X								
(74) HOWARD J. WALTER DIRECTOR	1.00 0.00	X								
(75) J.D. WILLIAMS DIRECTOR	1.00 0.00	X								
(76) ROBERT J. WOS DIRECTOR	1.00 0.00	X								
(77) DONALD E. YOUNG DIRECTOR	1.00 0.00	X								
(78) WAYNE LAPIERRE CEO AND EXECUTIVE VP	58.00 2.00			X			833,312		141,555	
(79) CHRIS W. COX EXEC DIR, ILA	58.00 2.00			X			583,991		81,808	
(80) WILSON H. PHILLIPS JR. TREASURER	52.00 5.00			X			515,260		136,332	
(81) KAYNE B. ROBINSON EXEC DIR, GENERAL OPERATIONS	40.00 1.00			X			682,166		58,082	
(82) EDWARD J. LAND JR. SECRETARY	40.00 0.00			X			408,050		50,750	
(83) ROBERT K WEAVER EXEC DIR, GENERAL OPERATIONS	50.00 0.00			X			344,143		57,525	
(84) MICHAEL MARCELLIN MANAGING DIRECTOR	40.00 0.00					X	623,593		50,921	
(85) TYLER SCHROPP EXEC DIR, ADVANCEMENT	52.00 0.00					X	488,568		61,091	
(86) MARY CORRIGAN CHIEF OF STAFF	40.00 0.00					X	359,742		24,569	
(87) DAVID LEHMAN DEPUTY EXEC DIR, ILA	50.00 1.00					X	327,600		22,274	
(88) JAMES BAKER DIRECTOR, ILA FEDERAL	50.00 0.00					X	290,163		13,385	

SCHEDULE D (Form 990)

Supplemental Financial Statements

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury Internal Revenue Service

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b. Attach to Form 990. See separate instructions.

Name of the organization

Employer identification number

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 3 columns: Line number, Description, (a) Donor advised funds, (b) Funds and other accounts. Includes questions 1-6 regarding donor advised funds.

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

Table with 3 columns: Line number, Description, Held at the End of the Tax Year. Includes questions 1-9 regarding conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

Table with 3 columns: Line number, Description, Amount. Includes questions 1a, 1b, 2, 2a, 2b regarding art and historical treasures.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

- 3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):
- a Public exhibition
 - b Scholarly research
 - c Preservation for future generations
 - d Loan or exchange programs
 - e Other
- 4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.
- 5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No
- b If "Yes," explain the arrangement in Part XIII and complete the following table:
- | | Amount |
|---------------------------------|--------|
| c Beginning balance | 0 |
| d Additions during the year | |
| e Distributions during the year | |
| f Ending balance | 0 |
- 2a Did the organization include an amount on Form 990, Part X, line 21? Yes No
- b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII.

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	10,738,148	9,711,011	8,687,890	6,920,616	7,675,316
b Contributions	1,554,967	1,546,181	808,137	1,582,051	487,022
c Net investment earnings, gains, and losses	775,895	-112,646	549,205	750,029	-1,205,479
d Grants or scholarships			0	0	
e Other expenditures for facilities and programs	442,581	378,110	304,201	536,900	
f Administrative expenses	38,863	28,288	30,020	27,906	36,243
g End of year balance	12,587,566	10,738,148	9,711,011	8,687,890	6,920,616

- 2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:
- a Board designated or quasi-endowment %
 - b Permanent endowment 100%
 - c Temporarily restricted endowment %
- The percentages in lines 2a, 2b, and 2c should equal 100%.
- 3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:
- | | Yes | No |
|-----------------------------|-------------------------------------|-------------------------------------|
| (i) unrelated organizations | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| (ii) related organizations | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
- b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?
- 4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land	0	4,902,450		4,902,450
b Buildings	0	48,865,159	22,004,187	27,224,841
c Leasehold improvements	0	0	0	0
d Equipment	0	13,196,722	11,927,487	2,197,382
e Other	0	0	0	0
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).)				34,324,673

Part VII Investments—Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives	0	
(2) Closely-held equity interests	0	
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
(I)		
Total. (Column (b) must equal Form 990, Part X, col. (B) line 12.) ▶	0	

Part VIII Investments—Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Total. (Column (b) must equal Form 990, Part X, col. (B) line 13.) ▶	0	

Part IX Other Assets. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 15.) ▶	0

Part X Other Liabilities. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	0
(2) DERIVATIVE INSTRUMENT MARKET VALUA	6,200,802
(3) OTHER MISCELLANEOUS LIABILITIES	1,552,020
(4) ACCRUED SALES AND USE TAXES	750,000
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 25.) ▶	8,502,822

2. FIN 48 (ASC 740) Footnote. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII.

Schedule D (Form 990) 2012 NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130 Page 4

Part XI		Reconciliation of Revenue per Audited Financial Statements With Revenue per Return	
1	Total revenue, gains, and other support per audited financial statements	1	268,863,148
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a	Net unrealized gains on investments	2a	1,651,710
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIII.)	2d	1,776,074
e	Add lines 2a through 2d	2e	3,427,784
3	Subtract line 2e from line 1	3	265,435,364
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIII.)	4b	-9,144,436
c	Add lines 4a and 4b	4c	-9,144,436
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	5	256,290,928

Part XII		Reconciliation of Expenses per Audited Financial Statements With Expenses per Return	
1	Total expenses and losses per audited financial statements	1	263,305,514
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Other losses	2c	
d	Other (Describe in Part XIII.)	2d	9,198,436
e	Add lines 2a through 2d	2e	9,198,436
3	Subtract line 2e from line 1	3	254,107,078
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIII.)	4b	54,000
c	Add lines 4a and 4b	4c	54,000
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	5	254,161,078

Part XIII Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

Part III Line 1a THE VALUE OF THE NRA FIREARMS MUSEUM COLLECTION HAS BEEN EXCLUDED FROM THE STATEMENTS OF FINANCIAL POSITION. ONLY PURCHASES OF FIREARMS AND OTHER OBJECTS, AND NOT DONATIONS, ARE RECOGNIZED IN THE STATEMENTS OF ACTIVITIES. THE FIREARMS AND OTHER OBJECTS IN THE NRA MUSEUM ARE NOT INTENDED FOR SALE OR EXCHANGE AND ARE CONSIDERED TO BE OF SIGNIFICANCE FOR VARIOUS REASONS TO INCLUDE THE HISTORICAL SIGNIFICANCE, PREVIOUS OWNERS AND CRAFTSMANSHIP.

Part III Line 4 THE NATIONAL FIREARMS MUSEUM PROMOTES GUN COLLECTING AND PRESERVATION OF HISTORY THROUGH THE HERITAGE OF FIREARMS. PLEASE VISIT NRAMUSEUM DOT ORG FOR EXCITING

Schedule D (Form 990) 2012 NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 5

Part XIII Supplemental Information (continued)

CURRENT INFORMATION ON THE MUSEUM GALLERIES.

Part III Line 4 NRA ENDOWMENT FUNDS BENEFIT NRA INSTITUTE FOR LEGISLATIVE ACTION, NATIONAL CHAMPIONSHIPS, MARKSMANSHIP, AND LAW ENFORCEMENT.

Part X Line 2 MANAGEMENT EVALUATED THE NRA TAX POSITIONS AND CONCLUDED THAT THE NRA HAD TAKEN NO UNCERTAIN TAX POSITIONS THAT REQUIRE ADJUSTMENT TO THE FINANCIAL STATEMENTS TO COMPLY WITH THE PROVISIONS OF THIS GUIDANCE. GENERALLY, THE NRA IS NO LONGER SUBJECT TO INCOME TAX EXAMINATIONS BY THE U.S. FEDERAL, STATE OR LOCAL TAX AUTHORITIES FOR YEARS BEFORE 2009, WHICH IS THE STANDARD STATUTE OF LIMITATIONS LOOKBACK PERIOD.

Part XI Line 2d INCLUDES AGENCY TRANSACTIONS AND UNREALIZED GAIN ON DERIVATIVE INSTRUMENT.

Part XI Line 4b INCLUDES COST OF GOODS SOLD, RENTAL EXPENSE, ACCOUNTING PROCEDURE VALUATION ADJUSTMENT TO PENSION PLANS, AND INTEREST ON ENDOWMENT GRANTS.

Part XII Line 2d INCLUDES COST OF GOODS SOLD, RENTAL EXPENSE, AND ACCOUNTING PROCEDURE VALUATION ADJUSTMENT TO PENSION PLAN.

Part XII Line 4b INCLUDES INTEREST ON ENDOWMENT GRANTS.

Multiple horizontal dashed lines for supplemental information.

**Schedule F
(Form 990)**

Statement of Activities Outside the United States

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

- ▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 14b, 15, or 16.
- ▶ Attach to Form 990. ▶ See separate instructions.

Name of the organization

NATIONAL RIFLE ASSOCIATION OF AMERICA

Employer identification number

53-0116130

Part I General Information on Activities Outside the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 14b.

1 For grantmakers. Does the organization maintain records to substantiate the amount of its grants and other assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance? Yes No

2 For grantmakers. Describe in Part V the organization's procedures for monitoring the use of its grants and other assistance outside the United States.

3 Activities per Region. (The following Part I, line 3 table can be duplicated if additional space is needed.)

(a) Region	(b) Number of offices in the region	(c) Number of employees, agents, and independent contractors in region	(d) Activities conducted in region (by type) (e.g., fundraising, program services, investments, grants to recipients located in the region)	(e) If activity listed in (d) is a program service, describe specific type of service(s) in region	(f) Total expenditures for and investments in region
(1) Central America and the Caribbean	0	0	INVESTMENT ACCOUNT		3,688,000
(2)					
(3)					
(4)					
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					
(11)					
(12)					
(13)					
(14)					
(15)					
(16)					
(17)					
3a Sub-total	0	0			3,688,000
b Total from continuation sheets to Part I	0	0			0
c Totals (add lines 3a and 3b)	0	0			3,688,000

Schedule F (Form 990) 2012 NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 2

Part II Grants and Other Assistance to Organizations or Entities Outside the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 15, for any recipient who received more than \$5,000. Part II can be duplicated if additional space is needed.

Table with 9 columns: (a) Name of organization, (b) IRS code section and EIN (if applicable), (c) Region, (d) Purpose of grant, (e) Amount of cash grant, (f) Manner of cash disbursement, (g) Amount of non-cash assistance, (h) Description of non-cash assistance, (i) Method of valuation (book, FMV, appraisal, other). Rows are numbered (1) through (16).

2 Enter total number of recipient organizations listed above that are recognized as charities by the foreign country, recognized as tax-exempt by the IRS, or for which the grantee or counsel has provided a section 501(c)(3) equivalency letter

3 Enter total number of other organizations or entities 0

Schedule F (Form 990) 2012

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 3

Part III Grants and Other Assistance to Individuals Outside the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 16. Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Region	(c) Number of recipients	(d) Amount of cash grant	(e) Manner of cash disbursement	(f) Amount of non-cash assistance	(g) Description of non-cash assistance	(h) Method of valuation (book, FMV, appraisal, other)
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							
(10)							
(11)							
(12)							
(13)							
(14)							
(15)							
(16)							
(17)							
(18)							

Part IV Foreign Forms

- 1 Was the organization a U.S. transferor of property to a foreign corporation during the tax year? *If "Yes," the organization may be required to file Form 926, Return by a U.S. Transferor of Property to a Foreign Corporation (see Instructions for Form 926).* Yes No
- 2 Did the organization have an interest in a foreign trust during the tax year? *If "Yes," the organization may be required to file Form 3520, Annual Return to Report Transactions with Foreign Trusts and Receipt of Certain Foreign Gifts, and/or Form 3520-A, Annual Information Return of Foreign Trust With a U.S. Owner (see Instructions for Forms 3520 and 3520-A).* Yes No
- 3 Did the organization have an ownership interest in a foreign corporation during the tax year? *If "Yes," the organization may be required to file Form 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations. (see Instructions for Form 5471).* Yes No
- 4 Was the organization a direct or indirect shareholder of a passive foreign investment company or a qualified electing fund during the tax year? *If "Yes," the organization may be required to file Form 8621, Information Return by a Shareholder of a Passive Foreign Investment Company or Qualified Electing Fund. (see Instructions for Form 8621).* Yes No
- 5 Did the organization have an ownership interest in a foreign partnership during the tax year? *If "Yes," the organization may be required to file Form 8865, Return of U.S. Persons With Respect To Certain Foreign Partnerships. (see Instructions for Form 8865).* Yes No
- 6 Did the organization have any operations in or related to any boycotting countries during the tax year? *If "Yes," the organization may be required to file Form 5713, International Boycott Report (see Instructions for Form 5713).* Yes No

Part V

Supplemental information

Complete this part to provide the information required by Part I, line 2 (monitoring of funds); Part I, line 3, column (f) (accounting method; amounts of investments vs. expenditures per region); Part II, line 1 (accounting method); Part III (accounting method); and Part III, column (c) (estimated number of recipients), as applicable. Also complete this part to provide any additional information (see instructions).

Area with horizontal dashed lines for supplemental information.

SCHEDULE G (Form 990 or 990-EZ)

Supplemental Information Regarding Fundraising or Gaming Activities

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury Internal Revenue Service

Complete if the organization answered "Yes" to Form 990, Part IV, lines 17, 18, or 19, or if the organization entered more than \$16,000 on Form 990-EZ, line 6a. Attach to Form 990 or Form 990-EZ. See separate instructions.

Name of the organization NATIONAL RIFLE ASSOCIATION OF AMERICA

Employer identification number 53-0116130

Part I Fundraising Activities. Complete if the organization answered "Yes" to Form 990, Part IV, line 17. Form 990-EZ filers are not required to complete this part.

- 1 Indicate whether the organization raised funds through any of the following activities. Check all that apply. a [X] Mail solicitations b [X] Internet and email solicitations c [X] Phone solicitations d [] In-person solicitations e [] Solicitation of non-government grants f [] Solicitation of government grants g [] Special fundraising events 2a Did the organization have a written or oral agreement with any individual... [X] Yes [] No b If "Yes," list the ten highest paid individuals or entities (fundraisers) pursuant to agreements...

Table with 6 columns: (i) Name and address of individual or entity (fundraiser), (ii) Activity, (iii) Did fundraiser have custody or control of contributions?, (iv) Gross receipts from activity, (v) Amount paid to (or retained by) fundraiser listed in col. (i), (vi) Amount paid to (or retained by) organization. Rows include ALLEGIANCE, INFOCISION, MEMBER CONNECT, and a Total row.

3 List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from registration or licensing. AK, AL, AR, AZ, CA, CO, CT, FL, GA, HI, KS, KY, LA, MA, MD, ME, MI, MN, MO, MS, NC, ND, NH, NJ, NM, NY, OH, OK, OR, PA, RI, SC, TN, UT, VA, WA, WI, WV

Part II Fundraising Events. Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events (add col. (a) through col. (c))
		NRA-ILA EVENT (event type)	(event type)	NONE (total number)	
Revenue	1	Gross receipts	528,735	0	528,735
	2	Less: Contributions		0	0
	3	Gross income (line 1 minus line 2)	528,735	0	528,735
Direct Expenses	4	Cash prizes		0	0
	5	Noncash prizes		0	0
	6	Rent/facility costs		0	0
	7	Food and beverages		0	0
	8	Entertainment		0	0
	9	Other direct expenses	118,894	0	118,894
	10	Direct expense summary. Add lines 4 through 9 in column (d)			(118,894)
11	Net income summary. Combine line 3, column (d), and line 10			409,841	

Part III Gaming. Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col. (a) through col. (c))
Revenue	1	Gross revenue			0
Direct Expenses	2	Cash prizes			0
	3	Noncash prizes			0
	4	Rent/facility costs			0
	5	Other direct expenses			0
	6	Volunteer labor	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No
	7	Direct expense summary. Add lines 2 through 5 in column (d)			(0)
	8	Net gaming income summary. Combine line 1, column d, and line 7			0

9 Enter the state(s) in which the organization operates gaming activities: _____

a Is the organization licensed to operate gaming activities in each of these states? Yes No

b If "No," explain: _____

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year? Yes No

b If "Yes," explain: _____

SCHEDULE I (Form 990)

Grants and Other Assistance to Organizations, Governments, and Individuals in the United States

Complete if the organization answered "Yes" to Form 990, Part IV, line 21 or 22.

Attach to Form 990.

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury Internal Revenue Service Name of the organization

Employer identification number

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Part I General Information on Grants and Assistance

- 1 Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance?
2 Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States.

Part II Grants and Other Assistance to Governments and Organizations in the United States. Complete if the organization answered "Yes" to Form 990 Part IV, line 21, for any recipient that received more than \$5,000. Part II can be duplicated if additional space is needed.

Table with 8 columns: (a) Name and address of organization or government, (b) EIN, (c) IRC section if applicable, (d) Amount of cash grant, (e) Amount of non-cash assistance, (f) Method of valuation, (g) Description of non-cash assistance, (h) Purpose of grant or assistance. Row 1: NATIONAL FNDN FOR WOMEN, 910 16TH ST NW, EIN 52-1480785, 501(C)(3), 9,000, SCHOLARSHIPS.

2 Enter total number of section 501(c)(3) and government organizations listed in the line 1 table 1
3 Enter total number of other organizations listed in the line 1 table 0

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Schedule I (Form 990) (2012)

Page 2

Part III Grants and Other Assistance to Individuals in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 22. Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance
1 UNDERGRADUATE SCHOLARSHIPS	24	54,000			
2					
3					
4					
5					
6					
7					

Part IV Supplemental Information. Complete this part to provide the information required in Part I, line 2, Part III, column (b), and any other additional information.

Part I Line 2 NRA ACTIVELY ASSISTS NATIONAL FOUNDATION OF WOMEN LEGISLATORS IN THE SELECTION AND ADMINISTRATION OF NFWL SCHOLARSHIPS.

**SCHEDULE J
(Form 990)**

Compensation Information

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

- ▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 23.
- ▶ Attach to Form 990. ▶ See separate instructions.

OMB No 1545-0047

2012

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

Name of the organization

NATIONAL RIFLE ASSOCIATION OF AMERICA

Employer identification number

53-0116130

Part I Questions Regarding Compensation

	Yes	No
<p>1a Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.</p> <p><input checked="" type="checkbox"/> First-class or charter travel <input type="checkbox"/> Housing allowance or residence for personal use</p> <p><input type="checkbox"/> Travel for companions <input type="checkbox"/> Payments for business use of personal residence</p> <p><input checked="" type="checkbox"/> Tax indemnification and gross-up payments <input checked="" type="checkbox"/> Health or social club dues or initiation fees</p> <p><input type="checkbox"/> Discretionary spending account <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef)</p>		
<p>b If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain</p>	X	
<p>2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?</p>	X	
<p>3 Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.</p> <p><input checked="" type="checkbox"/> Compensation committee <input type="checkbox"/> Written employment contract</p> <p><input checked="" type="checkbox"/> Independent compensation consultant <input checked="" type="checkbox"/> Compensation survey or study</p> <p><input type="checkbox"/> Form 990 of other organizations <input checked="" type="checkbox"/> Approval by the board or compensation committee</p>		
<p>4 During the year, did any person listed in Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:</p> <p>a Receive a severance payment or change-of-control payment?</p> <p>b Participate in, or receive payment from, a supplemental nonqualified retirement plan?</p> <p>c Participate in, or receive payment from, an equity-based compensation arrangement?</p> <p>If "Yes" to any of lines 4a–c, list the persons and provide the applicable amounts for each item in Part III.</p>		X
<p>4a</p>		X
<p>4b</p>	X	
<p>4c</p>		X
<p>Only section 501(c)(3) and 501(c)(4) organizations must complete lines 5–9.</p> <p>5 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:</p> <p>a The organization?</p> <p>b Any related organization?</p> <p>If "Yes" to line 5a or 5b, describe in Part III.</p>		X
<p>5a</p>		X
<p>5b</p>		X
<p>6 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:</p> <p>a The organization?</p> <p>b Any related organization?</p> <p>If "Yes" to line 6a or 6b, describe in Part III.</p>		X
<p>6a</p>		X
<p>6b</p>		X
<p>7 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If "Yes," describe in Part III</p>		X
<p>8 Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III</p>		X
<p>9 If "Yes" to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?</p>		
<p>9</p>		

Schedule J (Form 990) 2012 NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 2

Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees. Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported in Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

Note. The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual.

(A) Name and Title		(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation reported as deferred in prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
WAYNE LAPIERRE 1 CEO AND EXECUTIVE VP	(i)	672,385	129,767	31,160	98,144	43,411	974,867	
	(ii)						0	
CHRIS W. COX 2 EXEC DIR, ILA	(i)	475,672	88,841	19,478	43,806	38,002	665,799	
	(ii)						0	
WILSON H. PHILLIPS JR. 3 TREASURER	(i)	400,397	89,213	25,650	109,377	26,955	651,592	
	(ii)						0	
KAYNE B. ROBINSON 4 EXEC DIR, GENERAL OPERATIONS	(i)	486,181	159,448	36,538	18,500	39,581	740,248	
	(ii)						0	
EDWARD J. LAND JR. 5 SECRETARY	(i)	356,885	43,343	7,821	18,500	32,251	458,800	
	(ii)						0	
ROBERT K WEAVER 6 EXEC DIR, GENERAL OPERATIONS	(i)	293,321	50,000	822	18,500	39,025	401,668	
	(ii)						0	
MICHAEL MARCELLIN 7 MANAGING DIRECTOR	(i)	148,757	455,460	19,376	18,500	32,421	674,514	
	(ii)						0	
TYLER SCHROPP 8 EXEC DIR, ADVANCEMENT	(i)	361,852	123,454	3,263	15,000	46,090	549,659	
	(ii)						0	
MARY CORRIGAN 9 CHIEF OF STAFF	(i)	350,598	0	9,144	18,500	6,069	384,311	
	(ii)						0	
DAVID LEHMAN 10 DEPUTY EXEC DIR, ILA	(i)	269,808	20,000	37,792	18,500	3,774	349,874	
	(ii)						0	
JAMES BAKER 11 DIRECTOR, ILA FEDERAL	(i)	267,634	20,000	2,529	0	13,385	303,548	
	(ii)						0	
12	(i)							
	(ii)							
13	(i)							
	(ii)							
14	(i)							
	(ii)							
15	(i)							
	(ii)							
16	(i)							
	(ii)							

Schedule J (Form 990) 2012 NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 3

Part III Supplemental Information

Complete this part to provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 3, 4a, 4b, 4c, 5a, 5b, 6a, 6b, 7, and 8, and for Part II. Also complete this part for any additional information.

Part I Line 1a CERTAIN COMPENSATION ELEMENTS WERE GROSSED UP. ALL TAX GROSSUPS WERE PROPERLY INCLUDED IN TAXABLE COMPENSATION.

Part I Line 1a CLUBS ARE USED FOR BUSINESS PURPOSES ONLY. THIS WAS PROPERLY EXCLUDED FROM TAXABLE COMPENSATION.

Part I Line 4b THE 457F SERVICE COST INCLUDED IN DEFERRED COMPENSATION FOR WAYNE LAPIERRE WAS 84,821; FOR CHRIS W COX WAS 26,951;

AND FOR WILSON H PHILLIPS JR WAS 96,783, AS ACTUARIALLY CALCULATED UNDER ASC 715. THE NRA DECIDES THE BENEFIT AMOUNT AND TIMEFRAME

FOR VESTING FOR EACH PARTICIPANT. THE 457F PLAN IS ALSO DESIGNED TO SUPPLEMENT THE CURRENT DEFINED BENEFIT PLAN WHERE CURRENT

BENEFIT LAW CAUSES LOW REPLACEMENT RATIOS FOR SOME PARTICIPANTS.

Part II COLUMN B(iii). OTHER REPORTABLE COMPENSATION IN TAXABLE WAGES INCLUDES 457B, AUTO, AND LIFE BENEFITS.

Part II COLUMN C INCLUDES THE EMPLOYER PAID PORTIONS OF THE NRA DEFINED BENEFIT PLAN, 401K PLAN, AND 457F PLAN.

Part II NRA TAKES A FULL TRANSPARENCY POSTURE FOR EXECUTIVE COMPENSATION BY DISREGARDING THE 10,000 PER ITEM EXCEPTION.

Multiple horizontal dashed lines for supplemental information.

SCHEDULE O
(Form 990 or 990-EZ)

Supplemental Information to Form 990 or 990-EZ

OMB No. 1545-0047

2012

Open to Public Inspection

Complete to provide information for responses to specific questions on Form 990 or 990-EZ or to provide any additional information.
▶ Attach to Form 990 or 990-EZ.

Department of the Treasury
Internal Revenue Service

Name of the organization

NATIONAL RIFLE ASSOCIATION OF AMERICA

Employer identification number

53-0116130

Form 990, Part III, Line 4d: Program Service Expenses: 112,357,309, Grants and allocations:

0, Revenue: 108,387,068 NRA PROGRAM SERVICES ARE IN THE KEY AREAS OF NRA MEMBERSHIP

COMMUNICATIONS, NRA GENERAL OPERATIONS, AND NRA INSTITUTE FOR LEGISLATIVE ACTION. IN ADDITION

TO THESE CATEGORIES AS DESCRIBED IN THE 990 CORE FORM, OTHER VITAL PROGRAMS INCLUDE EXECUTIVE

AND SPECIAL PROJECTS. ALL NRA 990 READERS ARE ENCOURAGED TO EXPLORE NRA DOT ORG, NRANEWS DOT

COM, AND NRAGIVE DOT COM FOR APPEALING AND INSPIRATIONAL OPPORTUNITIES TO CONTINUE TO ENGAGE

WITH THE NRA AND PRESERVE THE SECOND AMENDMENT THROUGH EDUCATION, SAFETY, AND TRAINING

PROGRAMS.

Form 990 Part I Line 7 READER NOTE REGARDING NATIONAL RIFLE ASSOCIATION UNRELATED BUSINESS

INCOME. FORM 990 PAGE 1 SHOWS GROSS UNRELATED BUSINESS REVENUE ON LINE 7A AND NET UNRELATED

BUSINESS REVENUE ON LINE 7B. BY APPLYING NET OPERATING LOSS CARRYFORWARDS, NRA DID NOT OWE

UBIT FOR THE 2012 YEAR. THE MAIN SOURCES OF NRA UNRELATED BUSINESS INCOME ARE MERCHANDISE

SALES AND PERIODICAL ADVERTISING. 990 READER NOTES ARE INCLUDED AS A CONVENIENCE TO HELP THE

PUBLIC UNDERSTAND THE ORGANIZATION.

Form 990 Part VI Section A Line 6 THE NATIONAL RIFLE ASSOCIATION IS A MEMBERSHIP ASSOCIATION

THAT REPRESENTS INDIVIDUAL CITIZENS. REFER TO NRA BYLAWS FOR MEMBERSHIP ELIGIBILITY.

Form 990 Part VI Section A Line 7a NRA MEMBERS ELECT ALL 76 MEMBERS OF NRA BOARD OF DIRECTORS.

Form 990 Part VI Section A Line 7b CERTAIN BOARD DECISIONS ARE SUBJECT TO MEMBERSHIP APPROVAL

PER NRA BYLAWS AND NEW YORK NOT FOR PROFIT CORPORATE LAW.

Form 990 Part VI Section B Line 11b FORM 990 IS REVIEWED BY EXTERNAL AUDITING FIRM AND THE NRA

BOARD AUDIT COMMITTEE BEFORE IT IS FILED WITH THE IRS.

Form 990 Part VI Section C Line 19 NRA BYLAWS, AUDITED CONSOLIDATED FINANCIAL STATEMENTS OF

THE NRA AND AFFILIATES, AND ANNUAL REPORTS ARE ALL MAILED UPON REQUEST. NRA DOES NOT MAKE

INTERNAL OPERATING POLICIES AVAILABLE TO THE GENERAL PUBLIC.

Form 990 Part VI Section B Line 12c THE ORGANIZATION TAKES CONFLICTS OF INTEREST VERY

SERIOUSLY AND UTILIZES A STATEMENT OF CORPORATE ETHICS. TO MONITOR AND ENFORCE COMPLIANCE WITH

Schedule O (Form 990 or 990-EZ) (2012)

Page 2

Name of the organization

Employer identification number

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

CORPORATE POLICIES, ANNUAL FILINGS MUST BE PROVIDED TO NRA OFFICE OF THE SECRETARY AND REVIEWED REGULARLY AND CONSISTENTLY.

Form 990 Part VI Section B Line 15 NRA PROCESSES TO ESTABLISH COMPENSATION OF TOP MANAGEMENT

OFFICIALS UTILIZE A COMPENSATION COMMITTEE, INDEPENDENT COMPENSATION CONSULTANTS, COMPENSATION SURVEYS AND STUDIES, COMPARABILITY DATA, AND ULTIMATE APPROVAL BY THE BOARD OR COMPENSATION COMMITTEE.

Form 990 Part VII Section B READER NOTE. 990 PART VII SECTION B TOTAL COMPENSATION TO

INDEPENDENT CONTRACTOR INFOCISION REPORTS COMPENSATION FOR ALL WORK INCLUDING BOTH MEMBERSHIP PROCESSING AND SOLICITATION OF CONTRIBUTIONS, WHILE SCHEDULE G DISCLOSES COMPENSATION SPECIFICALLY FOR SOLICITATION OF CONTRIBUTIONS NOT MEMBERSHIPS. 990 READER NOTES ARE INCLUDED AS A CONVENIENCE TO HELP THE PUBLIC UNDERSTAND THE ORGANIZATION.

Form 990 Part X READER NOTE REGARDING THE NRA BALANCE SHEET. DEFERRED COSTS AND DEFERRED

REVENUES RELATED TO MEMBERSHIP ACQUISITION AND RENEWAL ARE ACCOUNTING ENTRIES REQUIRED UNDER GENERALLY ACCEPTED ACCOUNTING PRINCIPLES. DEFERRED REVENUE FOR DUES IS NOT A LIABILITY, AS IT RECOGNIZES REVENUE TO BE COLLECTED IN FUTURE AND MATCHED WITH FUTURE SERVICES PROVIDED TO NRA MEMBERS. DUES REVENUE IS RECOGNIZED OVER THE LIFE OF THE MEMBERSHIP. 990 READER NOTES ARE INCLUDED AS A CONVENIENCE TO HELP THE PUBLIC UNDERSTAND THE ORGANIZATION; LEARN MORE ABOUT NRA MEMBERSHIP LEVELS AT NRA DOT ORG.

Form 990 READER NOTE FOR ENHANCED TRANSPARENCY OF THE NRA COMPLETE CORPORATE STRUCTURE. THE

NRA IS A 501(c)(4) MEMBERSHIP ASSOCIATION WITH FOUR 501(c)(3) CHARITABLE SUBSIDIARIES AND A

SECTION 527 POLITICAL ACTION COMMITTEE THAT IS A SEPARATE SEGREGATED FUND. THE FOUR CHARITIES

ARE NRA CIVIL RIGHTS DEFENSE FUND, NRA FOUNDATION INC, NRA FREEDOM ACTION FOUNDATION, AND NRA

SPECIAL CONTRIBUTION FUND DBA WHITTINGTON CENTER; AND THE POLITICAL ACTION COMMITTEE IS NRA

POLITICAL VICTORY FUND. 990 READER NOTES ARE INCLUDED AS A CONVENIENCE TO HELP THE PUBLIC

UNDERSTAND THE ORGANIZATION. PLEASE CONTACT THE NRA IF YOU ARE INTERESTED IN ADDITIONAL

EXPLANATIONS OF THE TECHNICAL ACCOUNTING AND TAX STANDARDS. THE NRA VALUES ITS REPUTATION FOR

TRANSPARENCY AND ACCOUNTABILITY AND HAS EARNED INDUSTRY RECOGNITION FOR EXCELLENCE IN

LEADERSHIP.

**SCHEDULE R
(Form 990)**

Related Organizations and Unrelated Partnerships

OMB No. 1545-0047

2012

**Open to Public
Inspection**

Department of the Treasury
Internal Revenue Service

▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 33, 34, 35, 36, or 37.

▶ Attach to Form 990.

▶ See separate instructions.

Name of the organization

NATIONAL RIFLE ASSOCIATION OF AMERICA

Employer identification number

53-0116130

Part I Identification of Disregarded Entities (Complete if the organization answered "Yes" to Form 990, Part IV, line 33.)

(a) Name, address, and EIN (if applicable) of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					

Part II Identification of Related Tax-Exempt Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
						Yes	No
(1) NRA FOUNDATION INC 52-1710886 11250 WAPLES MILL RD FAIRFAX, VA 22030	CHARITABLE	DC	501(c)(3)	LINE 7	NRA	X	
(2) NRA SPECIAL CONTRIBUTION FUND 23-7367534 PO BOX 700 RATON, NM 87740	CHARITABLE	NM	501(c)(3)	LINE 7	NRA	X	
(3) NRA CIVIL RIGHTS DEFENSE FUND 52-1136665 11250 WAPLES MILL RD FAIRFAX, VA 22030	CHARITABLE	NY	501(c)(3)	LINE 7	NRA	X	
(4) NRA FREEDOM ACTION FOUNDATION 26-1277941 11250 WAPLES MILL RD FAIRFAX, VA 22030	CHARITABLE	VA	501(c)(3)	LINE 7	NRA	X	
(5)							
(6)							
(7)							

Schedule R (Form 990) 2012

NATIONAL RIFLE ASSOCIATION OF AMERICA

53-0116130

Page 2

Part III Identification of Related Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	
(1) -----												
(2) -----												
(3) -----												
(4) -----												
(5) -----												
(6) -----												
(7) -----												

Part IV Identification of Related Organizations Taxable as a Corporation or Trust (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership	(i) Section 512(b)(13) controlled entity?	
								Yes	No
(1) -----									
(2) -----									
(3) -----									
(4) -----									
(5) -----									
(6) -----									
(7) -----									

Part V Transactions With Related Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34, 35b, or 36.)

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

	Yes	No
1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?		
a Receipt of (i) interest (ii) annuities (iii) royalties or (iv) rent from a controlled entity	X	
b Gift, grant, or capital contribution to related organization(s)		X
c Gift, grant, or capital contribution from related organization(s)	X	
d Loans or loan guarantees to or for related organization(s)		X
e Loans or loan guarantees by related organization(s)		X
f Dividends from related organization(s)		X
g Sale of assets to related organization(s)		X
h Purchase of assets from related organization(s)		X
i Exchange of assets with related organization(s)		X
j Lease of facilities, equipment, or other assets to related organization(s)		X
k Lease of facilities, equipment, or other assets from related organization(s)		X
l Performance of services or membership or fundraising solicitations for related organization(s)		X
m Performance of services or membership or fundraising solicitations by related organization(s)		X
n Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		X
o Sharing of paid employees with related organization(s)	X	
p Reimbursement paid to related organization(s) for expenses		X
q Reimbursement paid by related organization(s) for expenses	X	
r Other transfer of cash or property to related organization(s)		X
s Other transfer of cash or property from related organization(s)		X

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of other organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1) NRA FOUNDATION INC	c	13,518,518	CASH VALUE
(2) NRA FOUNDATION INC	o	4,719,902	CASH VALUE
(3) NRA FOUNDATION INC	q	4,211,106	CASH VALUE
(4) NRA SPECIAL CONTRIBUTION FUND	a	120,000	CASH VALUE
(5) NRA SPECIAL CONTRIBUTION FUND	q	1,333,361	CASH VALUE
(6) NRA CIVIL RIGHTS DEFENSE FUND	c	52,130	CASH VALUE

Part VI Unrelated Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 37.)

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

Table with 11 main columns: (a) Name, address, and EIN of entity; (b) Primary activity; (c) Legal domicile; (d) Predominant income; (e) Are all partners section 501(c)(3) organizations?; (f) Share of total income; (g) Share of end-of-year assets; (h) Disproportionate allocations?; (i) Code V—UBI amount; (j) General or managing partner?; (k) Percentage ownership.

Part VII Supplemental Information

Complete this part to provide additional information for responses to questions on Schedule R (see instructions).

Part V Line 1 ALL GRANTS MADE BY THE NRA FOUNDATION AND NRA CIVIL RIGHTS DEFENSE FUND TO THE NRA ARE SUBJECT TO STRINGENT REVIEW PROCESSES REQUIRING THAT THEY BE MADE AND USED ONLY FOR QUALIFIED CHARITABLE PURPOSE PROGRAMS.

[Dotted lines for supplemental information]

Part VI, Line 17 (990) - States with Which a Copy of this Form 990 is Required to be Filed

<input type="checkbox"/>	Armed Forces the Americas	<input checked="" type="checkbox"/>	Louisiana	<input type="checkbox"/>	Palau
<input type="checkbox"/>	Armed Forces Europe	<input checked="" type="checkbox"/>	Massachusetts	<input checked="" type="checkbox"/>	Rhode Island
<input checked="" type="checkbox"/>	Alaska	<input checked="" type="checkbox"/>	Maryland	<input checked="" type="checkbox"/>	South Carolina
<input checked="" type="checkbox"/>	Alabama	<input checked="" type="checkbox"/>	Maine	<input type="checkbox"/>	South Dakota
<input type="checkbox"/>	Armed Forces Pacific	<input type="checkbox"/>	Marshall Islands	<input checked="" type="checkbox"/>	Tennessee
<input checked="" type="checkbox"/>	Arkansas	<input type="checkbox"/>	Michigan	<input type="checkbox"/>	Texas
<input type="checkbox"/>	American Samoa	<input checked="" type="checkbox"/>	Minnesota	<input checked="" type="checkbox"/>	Utah
<input checked="" type="checkbox"/>	Arizona	<input checked="" type="checkbox"/>	Missouri	<input checked="" type="checkbox"/>	Virginia
<input checked="" type="checkbox"/>	California	<input type="checkbox"/>	Commonwealth of the Northern Mariana Islands	<input type="checkbox"/>	U.S. Virgin Islands
<input checked="" type="checkbox"/>	Colorado	<input checked="" type="checkbox"/>	Mississippi	<input type="checkbox"/>	Vermont
<input checked="" type="checkbox"/>	Connecticut	<input type="checkbox"/>	Montana	<input checked="" type="checkbox"/>	Washington
<input checked="" type="checkbox"/>	District of Columbia	<input checked="" type="checkbox"/>	North Carolina	<input checked="" type="checkbox"/>	Wisconsin
<input type="checkbox"/>	Delaware	<input checked="" type="checkbox"/>	North Dakota	<input checked="" type="checkbox"/>	West Virginia
<input checked="" type="checkbox"/>	Florida	<input type="checkbox"/>	Nebraska	<input type="checkbox"/>	Wyoming
<input type="checkbox"/>	Federated States of Micronesia	<input checked="" type="checkbox"/>	New Hampshire		
<input checked="" type="checkbox"/>	Georgia	<input checked="" type="checkbox"/>	New Jersey		
<input type="checkbox"/>	Guam	<input checked="" type="checkbox"/>	New Mexico		
<input type="checkbox"/>	Hawaii	<input type="checkbox"/>	Nevada		
<input type="checkbox"/>	Iowa	<input checked="" type="checkbox"/>	New York		
<input type="checkbox"/>	Idaho	<input checked="" type="checkbox"/>	Ohio		
<input checked="" type="checkbox"/>	Illinois	<input checked="" type="checkbox"/>	Oklahoma		
<input type="checkbox"/>	Indiana	<input checked="" type="checkbox"/>	Oregon		
<input checked="" type="checkbox"/>	Kansas	<input checked="" type="checkbox"/>	Pennsylvania		
<input checked="" type="checkbox"/>	Kentucky	<input type="checkbox"/>	Puerto Rico		

COPY OF WITHIN PAPER
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OCT 28 2013

NYS OFFICE OF THE ATTORNEY GENERAL
CHARITIES BUREAU

NATIONAL RIFLE ASSOCIATION OF AMERICA

FINANCIAL STATEMENTS

as of December 31, 2012 and 2011

AND

REPORT THEREON

NATIONAL RIFLE ASSOCIATION OF AMERICA

TABLE OF CONTENTS

	<u>Page</u>
Report of Independent Auditors	1
Financial Statements:	
Statements of Financial Position	2
Statements of Activities	3
Statements of Cash Flows	4
Notes to Financial Statements	5 - 23

**McGladrey**

Certified Public Accountants

8000 Towers Crescent Dr.

Ste 500

Vienna, VA 22182-6205

O 703.336.6350 F 703.336.6401

www.mcgladrey.com

Report of Independent Auditors

To the Board of Directors and Members of the
National Rifle Association of America

Report on the Financial Statements

We have audited the accompanying financial statements of the National Rifle Association of America (NRA) which comprise the statements of financial position as of December 31, 2012 and 2011, and the related statements of activities and cash flows for the years 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 accounting principles generally accepted in the United States of America; this includes 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit 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 entity'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 entity'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 financial position of the National Association of America as of December 31, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the accompanying financial statements are those of the National Rifle Association only and are not those of the primary reporting entity. The consolidated financial statements of the NRA and its affiliates have been issued as the financial statements of the primary reporting entity. Our opinion is not modified with respect to this matter.

Vienna, Virginia

March 12, 2013

NATIONAL RIFLE ASSOCIATION OF AMERICA
STATEMENTS OF FINANCIAL POSITION
as of December 31, 2012 and 2011

ASSETS

	<u>2012</u>	<u>2011</u>
Cash and cash equivalents	\$ 10,170,551	\$ 8,314,408
Investments	38,424,103	29,123,995
Pledges receivable, net	2,601,438	3,324,463
Accounts receivable, net	32,818,741	32,954,003
Due from affiliates	18,421,924	17,389,335
Inventories and supplies, net	11,799,972	12,209,596
Prepaid expenses	3,109,155	2,484,598
Notes receivable, net	3,064,403	3,087,653
Property and equipment, net	34,324,673	35,507,183
Other assets	5,762,576	5,431,147
	<u> </u>	<u> </u>
Total assets	<u>\$ 160,497,536</u>	<u>\$ 149,826,381</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 19,204,025	\$ 16,973,519
Accrued liabilities	67,982,202	62,446,121
Note payable and line of credit	31,104,089	38,973,890
Deferred revenue	30,985,830	25,769,095
	<u> </u>	<u> </u>
Total liabilities	<u>149,276,146</u>	<u>144,162,625</u>
Net assets (deficit):		
Unrestricted:		
Undesignated net assets	15,594,916	9,655,576
Cumulative pension liability	(37,183,583)	(35,402,420)
Total unrestricted net deficit	<u>(21,588,667)</u>	<u>(25,746,844)</u>
Temporarily restricted	5,097,033	5,377,714
Permanently restricted	27,713,024	26,032,886
	<u> </u>	<u> </u>
Total net assets	<u>11,221,390</u>	<u>5,663,756</u>
	<u> </u>	<u> </u>
Total liabilities and net assets	<u>\$ 160,497,536</u>	<u>\$ 149,826,381</u>

The accompanying notes are an integral
part of these financial statements.

NATIONAL RIFLE ASSOCIATION OF AMERICA
STATEMENTS OF ACTIVITIES
for the years ended December 31, 2012 and 2011

	2012				2011			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue and other support								
Members' dues	\$ 107,982,954	\$ -	\$ -	\$ 107,982,954	\$ 102,640,219	\$ -	\$ -	\$ 102,640,219
Program fees	7,534,251	-	-	7,534,251	7,068,869	-	-	7,068,869
Contributions	63,899,259	22,846,348	1,680,138	88,425,745	45,455,945	11,993,114	1,712,787	59,161,846
Advertising	20,199,376	-	-	20,199,376	19,709,792	-	-	19,709,792
Member sales	22,421,891	-	-	22,421,891	18,841,378	-	-	18,841,378
Investment income, net	1,420,820	333,925	-	1,754,745	2,958,581	347,703	-	3,306,284
Insurance administration fees	10,880,559	-	-	10,880,559	9,318,271	-	-	9,318,271
Rental income	1,165,916	-	-	1,165,916	1,297,941	-	-	1,297,941
Other	6,656,327	-	-	6,656,327	4,804,407	-	-	4,804,407
Assets released from restrictions	23,738,940	(23,738,940)	-	-	12,663,686	(12,663,686)	-	-
Total revenue and other support	265,900,293	(558,667)	1,680,138	267,021,764	224,779,089	(322,869)	1,712,787	226,169,007
Expenses:								
Program services:								
Legislative programs	38,953,261	-	-	38,953,261	23,676,244	-	-	23,676,244
Publications	34,366,297	-	-	34,366,297	33,555,239	-	-	33,555,239
Public affairs	24,054,775	-	-	24,054,775	17,171,558	-	-	17,171,558
Competitions	5,687,614	-	-	5,687,614	5,510,207	-	-	5,510,207
Education and training	8,278,013	-	-	8,278,013	7,614,887	-	-	7,614,887
Hunter services	1,546,368	-	-	1,546,368	1,570,438	-	-	1,570,438
Field services	12,446,141	-	-	12,446,141	11,748,868	-	-	11,748,868
Law enforcement	4,552,320	-	-	4,552,320	4,482,721	-	-	4,482,721
Recreational shooting	4,608,422	-	-	4,608,422	4,945,664	-	-	4,945,664
Women's issues	749,967	-	-	749,967	732,649	-	-	732,649
	135,243,178	-	-	135,243,178	111,008,475	-	-	111,008,475
Member services and acquisition	61,099,999	-	-	61,099,999	55,954,073	-	-	55,954,073
Administrative	7,318,610	-	-	7,318,610	6,464,585	-	-	6,464,585
Executive office	19,768,710	-	-	19,768,710	18,139,613	-	-	18,139,613
Fundraising	38,093,854	-	-	38,093,854	33,232,479	-	-	33,232,479
Total expenses	261,524,351	-	-	261,524,351	224,799,225	-	-	224,799,225
Change in net assets before other changes	4,375,942	(558,667)	1,680,138	5,497,413	(20,136)	(322,869)	1,712,787	1,369,782
Unrealized gain (loss) on investments, net	1,373,724	277,986	-	1,651,710	(3,928,365)	(553,283)	-	(4,481,648)
Unrealized gain (loss) on derivative instrument	189,674	-	-	189,674	(1,338,503)	-	-	(1,338,503)
Net (loss) on pension obligation	(1,781,163)	-	-	(1,781,163)	(14,036,169)	-	-	(14,036,169)
Change in net assets	4,158,177	(280,681)	1,680,138	5,557,634	(19,323,173)	(876,152)	1,712,787	(18,486,538)
Net assets (deficit), beginning of year	(25,746,844)	5,377,714	26,032,886	5,663,756	(6,423,671)	6,253,866	24,320,099	24,150,294
Net assets (deficit), end of year	\$ (21,588,667)	\$ 5,097,033	\$ 27,713,024	\$ 11,221,390	\$ (25,746,844)	\$ 5,377,714	\$ 26,032,886	\$ 5,663,756

The accompanying notes are an integral
part of these financial statements.

NATIONAL RIFLE ASSOCIATION OF AMERICA
STATEMENTS OF CASH FLOWS
for the years ended December 31, 2012 and 2011

	2012	2011
Cash flows from operating activities:		
Change in net assets	\$ 5,557,634	\$ (18,486,538)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	2,807,274	2,867,515
Provision for losses on pledges receivable	320,405	407,443
Provision for losses on accounts receivable	6,588,767	6,454,795
Provision for losses on inventory	150,000	151,200
Contributions permanently restricted for long-term investment	(1,734,130)	(1,232,787)
Net unrealized and realized (gain) loss on Investments	(2,860,270)	1,951,113
Unrealized (gain) loss on derivative instrument	(189,674)	1,338,503
Net loss on pension obligation	1,781,163	14,036,169
Net loss on disposal of assets	10,070	44,618
Changes in assets and liabilities:		
Decrease (increase) in pledges receivable, net	402,620	(487,358)
Increase in accounts receivable, net	(6,453,505)	(4,445,601)
(Increase) decrease in due from affiliates	(1,032,589)	254,435
Decrease in inventories and supplies, net	259,624	818,148
(Increase) decrease in prepaid expenses	(624,557)	254,677
Increase in other assets	(331,429)	(361,809)
Increase (decrease) in accounts payable	2,230,506	(1,726,287)
Increase (decrease) in accrued liabilities	3,944,592	(187,614)
Increase (decrease) in deferred revenue	5,216,735	(2,567,796)
Total adjustments	10,485,602	17,569,384
Net cash provided by (used in) operating activities	16,043,236	(917,154)
Cash flows from investing activities:		
Sales of investments	8,550,340	18,302,274
Purchases of investments	(11,313,123)	(14,733,095)
Purchases of property and equipment	(1,634,834)	(1,698,147)
Principal collections on notes receivable	23,250	23,417
Net cash (used in) provided by investing activities	(4,374,367)	1,894,449
Cash flows from financing activities:		
Principal payments on note payable	(756,971)	(715,173)
Principal payments on line of credit	(98,699,917)	(78,379,395)
Draw downs on line of credit	91,587,087	72,733,292
(Principal payments) proceeds from life insurance policy loans	(3,677,055)	3,677,055
Contributions permanently restricted for long-term investment	1,734,130	1,232,787
Net cash used in financing activities	(9,812,726)	(1,451,434)
Net increase (decrease) in cash and cash equivalents	1,856,143	(474,139)
Cash and cash equivalents at beginning of year	8,314,408	8,788,547
Cash and cash equivalents at end of year	\$ 10,170,551	\$ 8,314,408
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest	\$ 1,628,115	\$ 1,748,408

The accompanying notes are an integral
part of these financial statements.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

1. NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

The National Rifle Association of America (NRA), founded in 1871, is a not-for-profit corporation supported by the membership fees of public-minded citizens and clubs. Its primary purpose is to protect and defend the Constitution of the United States of America, especially the political, civil and inalienable rights of the American people to keep and bear arms as a common law and Constitutional right of the individual citizen.

The NRA's Board of Directors formed the Institute for Legislative Action (ILA) in 1975 as an internal division of the NRA. The purpose of ILA is to prevent the passage of laws and regulations restricting firearms ownership, as well as pursuing changes to existing restrictions imposed by federal, state and local governments. ILA is supported principally by contributions from NRA members.

Basis of Presentation

The NRA publishes financial statements in the NRA's annual report that include the financial statements of certain affiliated entities, which are its primary financial statements for the years ended December 31, 2012 and 2011. These financial statements for the years ended December 31, 2012 and 2011 are not intended to be the primary financial statements of the NRA and have been prepared in conformity with accounting principles that would otherwise be considered a departure from accounting principles generally accepted in the United States of America because certain affiliated organizations are not consolidated.

Affiliates of the NRA whose financial activities are not included in these financial statements of the NRA include the following: the NRA Foundation, Inc. (Foundation), the NRA Civil Rights Defense Fund (CRDF), the NRA Political Victory Fund (PVF), the NRA Special Contribution Fund (SCF) and the NRA Freedom Action Foundation (FAF).

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and other support and expenses during the reporting period. Actual results could differ from those estimates.

Classification of Net Assets

To identify the observance of limitations and restrictions placed on the use of the resources available to the NRA, the accounts of the NRA are maintained in three separate classes of net assets: unrestricted, temporarily restricted, and permanently restricted, based on the existence or absence of donor-imposed restrictions.

Unrestricted net assets represent resources that are not restricted, either temporarily or permanently, by donor-imposed stipulations. They are available for support of the NRA's general operations.

NATIONAL RIFLE ASSOCIATION OF AMERICA NOTES TO FINANCIAL STATEMENTS

Temporarily restricted net assets represent contributions and other inflows of assets whose use by the NRA for its programs are limited by donor-imposed stipulations. These restrictions are temporary in that they either expire by passage of time or can be fulfilled and removed by actions of the NRA pursuant to those stipulations.

Permanently restricted net assets represent endowment contributions and other inflows of assets whose use by the NRA are limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled and removed by actions of the NRA pursuant to those stipulations.

Cash and Cash Equivalents

Highly liquid investments, consisting principally of money market funds, under the control of the NRA's investment managers, are considered investments. However, the NRA considers any other investments with an original maturity of three months or less at the date of purchase to be cash equivalents. The NRA generally invests these excess funds in repurchase agreements for U.S. government securities. The maturity date of these repurchase agreements is the next day of business. Due to the short-term nature of these agreements, the NRA does not take possession of the securities, which are instead held by the NRA's principal bank from which it purchases the securities. The carrying value of the investments approximates fair value because of the short maturity of the agencies. The NRA believes that it is not exposed to any significant risk on its investments in repurchase agreements. Substantially all the cash and cash equivalents were held at one financial institution in Virginia at December 31, 2012 and 2011.

Concentrations of Credit Risk

The NRA maintains a cash balance in excess of federally insured limits in an interest bearing account. The NRA's policy is to deposit funds only in financially sound institutions. Nevertheless, these deposits are subject to some degree of credit risk. Investments are maintained in financial institutions.

Concentrations of credit risk with respect to accounts receivable that are not collateralized are limited due to the large number of members comprising the NRA's membership base and their dispersion across many different geographies.

The NRA invests in a professionally managed portfolio that primarily contains money market funds, equity securities, fixed income securities, and hedge fund of funds. Such investments are exposed to various risks, such as market and credit. Due to the level of risk associated with such investments, and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risk in the near term would materially affect investment balances and the amounts reported in the financial statements.

Investments

Investments consist primarily of money market funds, equity securities, fixed income securities, and hedge fund of funds. Investments in money market funds, equity securities and fixed income securities are carried at fair value as determined by an independent market valuation service using the closing prices at the end of the period. In calculating realized gains and losses, the cost of securities sold is determined by the specific-identification method. To adjust the carrying value of the investments, the change in fair value is included in other changes in the statements of activities. Interest income and dividends are recorded on the accrual basis.

NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS

Investments in investment partnerships are valued at fair value based on the applicable percentage ownership of the underlying partnerships' net assets as of the measurement date, as determined by the NRA. In determining fair value, the NRA utilizes valuations provided by the fund manager of the underlying investment partnerships. The underlying investment partnerships value securities and other financial instruments on a fair value basis of accounting. The estimated fair values of certain investments of the underlying investment partnerships, which may include private placements and other securities for which prices are not readily available, are determined by the general partner of the respective other investment partnership and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments. The fair value of the NRA's investments in other partnerships generally represents the amount the NRA would expect to receive if it were to liquidate its investment in the investment partnerships excluding any redemption charges that may apply.

Pledges Receivable

Pledges receivable due in more than one year have been recorded at the present value of estimated cash flows. An allowance for uncollectible pledges receivable is provided based upon management's judgment of potential defaults.

Accounts Receivable

Membership, advertising and other accounts receivable are recorded at the invoiced amount and do not bear interest. The allowance for doubtful accounts is the NRA's best estimate of the amount of probable credit losses in existing accounts receivable. The NRA determines the membership accounts receivable allowance based on the aging of accounts receivable, where three or more monthly or quarterly invoices are past due. The NRA determines all other allowances based on historical write-off experience and specific identification. The allowances for doubtful accounts are reviewed monthly and accounts receivable balances are written off against the allowance when the NRA feels probable the receivable will not be recovered.

Inventories and Supplies

Inventories and supplies are stated at the lower of cost or market, using the first-in, first-out method. Provisions are made to reduce the inventories to net realizable value in cases of obsolescence.

Property and Equipment

Property and equipment are stated at cost, less accumulated depreciation. Donated assets are recorded at the appraised or estimated fair value at the time of donation. Expenditures for maintenance and repairs, which do not prolong the useful lives of the assets, are expensed. Depreciation is computed on the straight-line method over the assets' estimated useful lives. Buildings and improvements are depreciated over useful lives ranging from 20 to 45 years, other property and equipment is depreciated over two to ten years. The NRA capitalizes complete desktop and laptop computers greater than \$500 and all other fixed assets greater than \$1,500.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Museum Collections

The value of the NRA's firearms museum collection has been excluded from the accompanying statements of financial position. Only purchases of firearms and other objects, and not donations, are recognized in the statements of activities. The firearms and other objects in the NRA museum are not intended for sale or exchange and are considered to be of significance for various reasons to include the historical significance, previous owners and craftsmanship.

Members' Dues

A portion of members' dues that represents the present value of the cost of the magazine that is a benefit of membership for the given membership term is deferred and amortized over the life of the membership. The portion considered a contribution is recorded as revenue when received.

Contributions

Contributions, whether unrestricted or restricted, are recognized as revenue when earned and classified in the appropriate net asset category. When the temporary restrictions are met by the NRA which were specified by the donor, temporarily restricted contributions are released from restriction and are recognized in the unrestricted net asset category.

Revenue Recognition

Program fees, advertising, member sales, and insurance administration fees are recognized as revenue when earned. Rental income is recognized on a straight-line basis over the term of the lease.

Derivative Financial Instruments

Interest rate swaps are entered into to manage interest rate risks associated with the NRA's borrowing. Interest rate swaps are accounted for in accordance with the Financial Accounting Standards Board Accounting Standard Codification (the Codification), *Accounting for Derivative Instruments and Hedging Activities*, under which the NRA is not allowed to use cash flow hedging. Therefore, the interest rate swap is recorded in the statements of financial position at fair value with fair value changes recorded as an unrealized gain (loss) on derivative instrument on the statements of activities and statements of cash flows (Note 8).

Valuation of Long-Lived Assets

NRA accounts for the valuation of long-lived assets in accordance with the Codification, *Accounting for the Impairment or Disposal of Long-Lived Assets*. Long-lived assets and certain identifiable intangible assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of long-lived assets is measured by a comparison of the carrying amount of the asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the estimated fair value of the assets. Assets to be disposed of are reportable at the lower of the carrying amount or fair value, less cost to sell. The NRA had no impairments of long-lived assets during 2012 or 2011.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Outstanding Legacies

The NRA is the beneficiary under various wills and other agreements, the total realizable amounts of which are not presently determinable. The NRA's share of such amounts is not recorded until the NRA has an irrevocable right to the bequest and the proceeds are measurable.

Functional Allocation of Expenses

The costs of providing program services and supporting activities have been accounted for on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities.

Tax Status

The NRA is exempt from federal income taxes under Section 501(c)(4) of the Internal Revenue Code and from state income taxes. The NRA activities that cause imposition of the unrelated business income tax provision of the Code result in no significant tax liability.

The NRA follows the accounting standard on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the NRA may recognize the tax benefit from an uncertain tax position only if it is more-likely-than-not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses de-recognition, classification, interest and penalties on income taxes, and accounting in interim periods.

Management evaluated the NRA's tax positions and concluded that the NRA had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. Generally, the NRA is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before 2009, which is the standard statute of limitations look-back period.

Subsequent Events

The NRA evaluated subsequent events through March 12, 2013, which is the date the financial statements were available to be issued.

2. INVESTMENTS

Investments as of December 31, 2012 and 2011 consist of:

	2012	2011
Money market funds	\$ 577,396	\$ 550,378
Equity securities	16,221,786	14,042,954
Fixed income securities	9,345,767	7,476,713
Alternative investments	4,327,932	4,679,666
Other	7,951,222	2,374,284
	<u>\$ 38,424,103</u>	<u>\$ 29,123,995</u>

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Investment income (loss) for the years ended December 31, 2012 and 2011 includes the following:

	2012	2011
Realized gains, net	\$ 1,208,560	\$ 2,530,535
Dividends and interest	546,185	775,749
	<u>1,754,745</u>	<u>3,306,284</u>
Unrealized gains (losses), net	1,651,710	(4,481,648)
	<u>\$ 3,406,455</u>	<u>\$ (1,175,364)</u>

Interest income of \$120,000 and \$120,000, earned from notes receivable for 2012 and 2011, respectively, is included in dividends and interest.

3. PLEDGES RECEIVABLE

At December 31, 2012 and 2011, donors to the NRA have unconditionally promised to give amounts as follows:

	2012	2011
Within one year	\$ 1,063,500	\$ 1,703,090
One to five years	1,223,451	1,845,293
More than five years	1,048,313	1,620,137
	<u>3,335,264</u>	<u>5,168,520</u>
Less: discount of pledges receivable	(137,752)	(188,389)
	<u>3,197,512</u>	<u>4,980,131</u>
Less: allowance for uncollectible pledges	(596,074)	(1,655,668)
	<u>\$ 2,601,438</u>	<u>\$ 3,324,463</u>

Pledges due in more than one year have been recorded at the present value of estimated cash flows, discounted by rates ranging from 1.02% to 4.97%.

4. ACCOUNTS RECEIVABLE

Accounts receivable as of December 31, 2012 and 2011 consist of:

	2012	2011
Membership	\$ 38,695,110	\$ 38,012,666
Contributions	3,172,830	2,927,893
Advertising	2,132,601	2,780,977
Other	942,063	824,706
	<u>44,942,604</u>	<u>44,546,242</u>
Less: allowance for doubtful accounts	12,123,863	11,592,239
	<u>\$ 32,818,741</u>	<u>\$ 32,954,003</u>

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Following are the changes in the allowance for doubtful accounts during the years ended December 31, 2012 and 2011, respectively:

	<u>2012</u>	<u>2011</u>
Allowance at beginning of year	\$ 11,592,239	\$ 12,929,448
Provision for losses on accounts receivable	6,588,767	6,454,795
Write-offs, net of recoveries	(6,057,143)	(7,792,004)
Allowance at end of year	<u>\$ 12,123,863</u>	<u>\$ 11,592,239</u>

5. INVENTORIES AND SUPPLIES

Inventories and supplies as of December 31, 2012 and 2011 consist of:

	<u>2012</u>	<u>2011</u>
Sales inventories	\$ 5,298,563	\$ 5,645,555
Supplies:		
Magazine paper	1,633,311	1,708,279
Fulfillment and promotional materials	5,228,286	5,399,214
Other	134,049	130,565
	<u>12,294,209</u>	<u>12,883,613</u>
Less: obsolescence allowance	494,237	674,017
	<u>\$ 11,799,972</u>	<u>\$ 12,209,596</u>

6. NOTES RECEIVABLE

Notes receivable as of December 31, 2012 and 2011 consist of:

	<u>Interest Rate</u>	<u>2012</u>	<u>2011</u>
NRA Special Contribution Fund	4.0%	\$ 3,000,000	\$ 3,000,000
Shooting range loans	0.0%	64,403	87,653
		<u>\$ 3,064,403</u>	<u>\$ 3,087,653</u>

The note receivable from the SCF is a demand note, collateralized by a first deed of trust on approximately 33,300 acres of land south of Raton, New Mexico. During the year ended December 31, 2012 and 2011, interest in the amount of \$120,000 and \$120,000 respectively, was received. The total interest receivable remaining at December 31, 2012 and 2011, respectively, is \$3,639,073 and is included in other assets in the statements of financial position.

7. PROPERTY AND EQUIPMENT

Property and equipment as of December 31, 2012 and 2011 consist of:

	<u>2012</u>	<u>2011</u>
Land	\$ 4,902,450	\$ 4,902,450
Buildings and improvements	48,865,159	48,501,290
Furniture, fixtures and equipment	13,196,722	12,268,575
	<u>66,964,331</u>	<u>65,672,315</u>
Less: accumulated depreciation	32,639,658	30,165,132
	<u>\$ 34,324,673</u>	<u>\$ 35,507,183</u>

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Depreciation expense for the years ended December 31, 2012 and 2011 was \$2,807,274 and \$2,867,515, respectively.

8. NOTE PAYABLE AND CREDIT AGREEMENTS

At December 31, 2012 and 2011, \$23,391,021 and \$24,147,992, respectively, was payable under a credit agreement with a bank. Under the terms of the credit agreement, the NRA pays a fixed rate of 6.18% on the entire balance. The agreement expires on October 1, 2014.

This credit agreement incorporates an interest rate swap agreement. This swap agreement is recognized on the statements of financial position in accrued liabilities at its fair value of \$6,200,801 and \$6,390,475 as of December 31, 2012 and 2011, respectively.

Beginning September 24, 2010, the NRA maintained a \$30,000,000 line of credit agreement with the same bank which reduced to \$18,500,000 on April 1, 2011, and expired on September 23, 2011. As of September 24, 2011, the NRA maintained a \$25,000,000 credit agreement which expired on March 31, 2012. As of April 1, 2012, the NRA maintained a \$18,500,000 line of credit agreement which expired on November 29, 2012. Under the terms of this agreement the NRA made monthly interest payments on the daily outstanding balance at a variable rate based on the 30-day LIBOR rate, plus 0.75%. Beginning November 30, 2012, the NRA maintained a \$18,500,000 line of credit agreement which expires on September 30, 2013. Under the terms of this agreement the NRA makes monthly interest payments on the daily outstanding principal at a variable rate based on the 30-day LIBOR rate, plus 0.70%. At December 31, 2012 and 2011, \$7,713,068 and \$14,825,898 was payable under the agreement at interest rates of 0.91% and 1.05%, respectively.

On the line of credit agreement, the NRA has pledged as collateral \$30,841,966 at December 31, 2012, in cash and investments held in certain custodial accounts by the bank. For the credit agreement, the NRA has pledged as collateral a Deed of Trust on the NRA Headquarters Building.

The NRA is subject to financial covenants associated with the note payable and line of credit agreements. The NRA and its consolidated affiliates must maintain minimum cash and investment balances.

The aggregate maturities of such required principal payments under the above agreements at December 31, 2012 are as follows:

2013	\$ 8,523,178
2014	<u>22,580,911</u>
	<u>\$ 31,104,089</u>

Interest expense for the years ended December 31, 2012 and 2011, was \$1,574,036 and \$1,698,404, respectively.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

9. FAIR VALUE OF FINANCIAL INSTRUMENTS

The NRA follows the Codification on *Fair Value Measurements*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and sets out a fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). Inputs are broadly defined as assumptions market participants would use in pricing an asset or liability. The three levels of the fair value hierarchy are described below:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. The types of investments included in Level 1 include listed equities and listed derivatives. As required by the Codification, the NRA does not adjust the quoted price for these investments, even in situations where the NRA holds a large position and a sale could reasonably impact the quoted price.

Level 2: Inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly or indirectly; and fair value is determined through the use of models or other valuation methodologies. Investments which are generally included in this category include corporate bonds and loans, less liquid and restricted equity securities and certain over-the-counter derivatives. A significant adjustment to a Level 2 input could result in the Level 2 measurement becoming a Level 3 measurement.

Level 3: Inputs are unobservable for the asset or liability and include situations where there is little, if any, market activity for the asset or liability. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgment or estimation. Investments that are included in this category generally include equity and debt positions in private companies and general and limited NRA interests in private investment funds, real estate funds, debt funds and distressed debt.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The NRA's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

In determining the appropriate levels, the NRA performs a detailed analysis of the assets and liabilities that are subject to fair value measurements. At each reporting period, all assets and liabilities for which the fair value measurement is based on significant unobservable inputs are classified as Level 3.

The estimated fair values of the NRA's short-term financial instruments, including receivables and payables arising in the ordinary course of operations, approximate their individual carrying amounts due to the relatively short period of time between their origination and expected realization.

The fair value of the NRA's notes payable approximates fair value as the interest rate on the underlying instruments fluctuate with market rates.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

The tables below present the balances of each class of assets and liabilities measured at fair value on a recurring basis by level within the hierarchy.

	As of December 31, 2012			
	Total	Level 1	Level 2	Level 3
Available-for-sale equity securities:				
Consumer discretionary	\$ 1,281,633	\$ 1,281,633	\$ -	\$ -
Consumer staples	698,130	698,130	-	-
Energy	875,137	875,137	-	-
Financial services	1,068,197	1,068,197	-	-
Healthcare	1,059,697	1,059,697	-	-
Industrials	1,237,553	1,237,553	-	-
Information technology	1,595,859	1,595,859	-	-
Materials	655,322	655,322	-	-
Multi-strategy mutual funds	7,418,105	7,418,105	-	-
Telecommunications	163,705	163,705	-	-
Utilities	168,448	168,448	-	-
Total available-for-sale equity securities	<u>16,221,786</u>	<u>16,221,786</u>	<u>-</u>	<u>-</u>
Available-for-sale fixed income securities:				
Multi-strategy bond funds	9,345,767	9,345,767	-	-
Total available-for-sale fixed income securities	<u>9,345,767</u>	<u>9,345,767</u>	<u>-</u>	<u>-</u>
Alternative investments:				
Multi-strategy fund-of-funds	4,327,932	-	4,327,932	-
Other investments	7,951,222	7,951,222	-	-
Money market	577,396	577,396	-	-
Total investments	<u>\$ 38,424,103</u>	<u>\$ 34,096,171</u>	<u>\$ 4,327,932</u>	<u>\$ -</u>
Other assets – multi-strategy mutual funds:				
Deferred compensation plan	\$ 1,465,461	\$ 1,465,461	\$ -	\$ -
Supplemental executive retirement plan	361,332	361,332	-	-
Total other assets	<u>\$ 1,826,793</u>	<u>\$ 1,826,793</u>	<u>\$ -</u>	<u>\$ -</u>
Total assets	<u>\$ 40,250,896</u>	<u>\$ 36,588,118</u>	<u>\$ 3,662,778</u>	<u>\$ -</u>
Interest rate swap	\$ (6,200,801)	\$ -	\$ (6,200,801)	\$ -
Deferred compensation liability	(1,463,637)	-	(1,463,637)	-
Total liabilities	<u>\$ (7,664,438)</u>	<u>\$ -</u>	<u>\$ (7,664,438)</u>	<u>\$ -</u>

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

	As of December 31, 2011			
	Total	Level 1	Level 2	Level 3
Available-for-sale equity securities:				
Consumer discretionary	\$ 1,042,764	\$ 1,042,764	\$ -	\$ -
Consumer staples	802,606	802,606	-	-
Energy	996,130	996,130	-	-
Financial services	793,079	793,079	-	-
Healthcare	884,916	884,916	-	-
Industrials	1,409,210	1,409,210	-	-
Information technology	1,474,294	1,474,294	-	-
Materials	510,459	510,459	-	-
Multi-strategy mutual funds	5,582,221	5,582,221	-	-
Telecommunications	328,122	328,122	-	-
Utilities	219,153	219,153	-	-
Total available-for-sale equity securities	14,042,954	14,042,954	-	-
Available-for-sale fixed income securities:				
Multi-strategy bond funds	7,476,713	7,476,713	-	-
Total available-for-sale fixed income securities	7,476,713	7,476,713	-	-
Alternative investments:				
Multi-strategy fund-of-funds	4,679,666	-	4,679,666	-
Other investments	2,374,284	2,374,284	-	-
Money market	550,378	550,378	-	-
Total investments	\$ 29,123,995	\$ 24,444,329	\$ 4,679,666	\$ -
Other assets – multi-strategy mutual funds:				
Deferred compensation plan	\$ 1,114,303	\$ 1,114,303	\$ -	\$ -
Supplemental executive retirement plan	381,656	381,656	-	-
Total other assets	\$ 1,495,959	\$ 1,495,959	\$ -	\$ -
Total assets	\$ 30,619,954	\$ 25,940,288	\$ 4,679,666	\$ -
Interest rate swap	\$ (6,390,475)	\$ -	\$ (6,390,475)	\$ -
Deferred compensation liability	(1,111,963)	-	(1,111,963)	-
Total liabilities	\$ (7,502,438)	\$ -	\$ (7,502,438)	\$ -

Money market funds, equity securities and fixed income securities are classified as Level 1 instruments as they are actively traded on public exchanges.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Other investments consist of whole life insurance policies of which the NRA is the policy owner and beneficiary. The policies are classified as Level 1 as the underlying investment is the policy cash surrender value.

Hedge fund of funds are classified as Level 2 instruments as there are net asset values per share, or the equivalent, for the underlying investments. In addition, the NRA has the ability to redeem its investments at the net asset value per share at the statement of financial position date or at a date in the near term.

Deferred compensation plan assets are based upon the fair market value of those assets, which are observable inputs and classified as Level 1. The deferred compensation liability is not publically traded and is, therefore, considered Level 2.

The NRA's swap agreement is valued based on quoted values stated by the bank's mark-to-market estimate using stated fixed rate and LIBOR interest ratings. The interest rate is observable at commonly quoted indexes for the full term of the instrument and is, therefore, considered a Level 2 item.

The table below presents additional information regarding the hedge fund investments.

	2012 Fair Value	2011 Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Multi-strategy fund-of-funds (a)	\$ 1,653,738	\$ 2,775,600	\$ -	quarterly	65 days
Multi-strategy fund-of-funds (b)	2,009,040	1,904,066	-	annually	105 days
Multi-strategy fund (c)	665,154	-	-	daily	1 day
	<u>\$ 4,327,932</u>	<u>\$ 4,679,666</u>	<u>\$ -</u>		

- (a) This class invests in hedge funds that pursue multiple strategies to diversify risks and reduce volatility. The hedge fund-of-funds' composite portfolio for this class includes investments in long, short equity portfolio funds (investments in emerging markets and multiple sectors), event driven portfolio funds (investments in risk arbitrage, distressed and special situations, and opportunistic investing), relative value portfolio funds (investments in arbitrage, commodity trading advisors and market neutral strategies), and global asset allocation portfolio funds (investment in currencies, bonds, global equities and equity indices). The fair value of the investments in this class have been estimated using the net asset value per share of the investments.
- (b) This class invests in hedge funds that pursue multiple strategies to diversify risks and reduce volatility. The hedge fund-of-funds' composite portfolio for this class includes investments in private investment companies (investment in global, distressed/credit, domestic healthcare and other) and securities (common stock). The fair value of the investments in this class have been estimated using the net asset value per share of the investments.
- (c) This class invests in a manage futures product that pursue multiple strategies to diversify risks and reduce volatility. The multi-strategy fund composite portfolio for this class includes investments in private investment companies (investment in currency, bonds, interest rates, commodities and other) and securities (common stock). The fair value of the investments in this class have been estimated using the net asset value per share of the investments.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

10. TEMPORARILY AND PERMANENTLY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	2012	2011
Education and training	\$ 1,146,644	402,920
Legislative programs	955,790	\$ 1,275,155
National Firearms Museum	772,749	113,857
Competitions	244,107	24,204
Law enforcement	111,988	84,872
Field services	82,702	89,538
Other	111,587	41,115
Other, passage of time	1,671,466	3,346,053
Total	<u>\$ 5,097,033</u>	<u>\$ 5,377,714</u>

Permanently restricted net assets are restricted to investment in perpetuity, the income from which is expendable to support:

	2012	2011
Legislative programs	\$ 10,373,832	\$ 9,263,865
National Firearms Museum	7,782,208	7,754,116
Education and training	5,113,822	5,040,474
Competitions	2,023,405	1,815,429
Law enforcement	619,205	618,205
Field services	145,138	142,638
Other	1,655,414	1,398,159
Total	<u>\$27,713,024</u>	<u>\$26,032,886</u>

The NRA follows the Codification on *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures for All Endowment Funds*. The Codification addresses accounting issues related to guidelines in the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA), which was adopted by the National Conferences of Commissioners on Uniform State Laws in July 2006 and enacted in the Commonwealth of Virginia on July 1, 2008 and by the State of New York on September 17, 2010. The Management of the NRA has interpreted UPMIFA as requiring the preservation of the fair value of original donor-restricted endowment gifts as of the date of the gift absent explicit donor stipulations to the contrary. As a result of this interpretation, the NRA classifies as permanently restricted net assets (a) the original value of cash gifts donated to permanent endowment and (b) the discounted value of future gifts promised to permanent endowment, net of allowance for uncollectible pledges. The remaining portion of donor-restricted endowment funds not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the NRA in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the NRA considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the NRA and donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the NRA

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

- The investment policies of the NRA

The NRA has adopted investment and spending policies for permanently restricted endowment assets that attempt to provide a predictable stream of funding to the programs supported by its endowment while seeking to maintain purchasing power of the endowment assets. The investment policy of the NRA is to achieve, at a minimum, a real (inflation adjusted) total net return that exceeds spending policy requirements. Investments are diversified both by asset class and within asset classes. The purpose of diversification is to minimize unsystematic risk and to provide reasonable assurance that no single security or class of securities will have a disproportionate impact on the total portfolio. The amount appropriated for expenditure ranges from 1% to 5% of the endowment fund's fair value as of the end of the preceding year, as long as the value of the endowment does not drop below the original contribution(s). All earnings of the endowment are reflected as temporarily restricted net assets until appropriated for expenditure in the form of program spending.

The NRA's endowment is composed solely of donor restricted funds. The changes in endowment net assets for the years ended December 31, 2012 and 2011 are as follows:

	December 31, 2012			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ (405,905)	\$ 698,247	\$26,032,886	\$26,325,228
Interest and dividends, net	-	616,655	-	616,655
Net appreciation	-	1,751,074	-	1,751,074
Contributions	-	-	1,680,138	1,680,138
Amount appropriated for expenditure	-	(608,819)	-	(608,819)
Other changes	380,880	(380,880)	-	-
Endowment net assets, end of year	<u>\$ (25,025)</u>	<u>\$ 2,076,277</u>	<u>\$27,713,024</u>	<u>\$29,764,276</u>

	December 31, 2011			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ (20,337)	\$ 1,695,382	\$24,320,099	\$25,995,144
Interest and dividends, net	-	620,165	-	620,165
Net depreciation	-	(1,221,317)	-	(1,221,317)
Contributions	-	-	1,712,787	1,712,787
Amount appropriated for expenditure	-	(781,551)	-	(781,551)
Other changes	(385,568)	385,568	-	-
Endowment net assets, end of year	<u>\$ (405,905)</u>	<u>\$ 698,247</u>	<u>\$26,032,886</u>	<u>\$26,325,228</u>

The related assets are included in due from affiliates, investments and pledges receivable.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the NRA to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States, deficiencies of this nature that are reported in unrestricted net assets as of December 31, 2012 and 2011, were \$25,025 and \$405,905, respectively. The deficiencies in the donor-restricted endowment funds at December 31, 2012 and 2011, resulted from unfavorable market fluctuations and the continued appropriation of endowment assets, which was deemed prudent by the NRA.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

11. RETIREMENT PLANS

Certain NRA employees participate in a non-contributory, defined benefit retirement plan (the Plan). Benefits under the Plan are generally based on years of service and final average pay. The NRA's policy is to fund pension costs as accrued. Effective January 1, 2008, the NRA amended the Plan so that employees hired on or after January 1, 2008, will not be eligible to participate in the Plan.

The primary investment objectives of the Plan are to provide a long-term, risk-controlled approach using diversified investment options. The NRA may consider all asset classes allowed by the Employee Retirement Income Security Act of 1974 and other applicable law as acceptable investment options.

The net periodic pension costs for the years ended December 31, 2012 and 2011 consist of the following:

	2012	2011
Service cost - benefits earned during the year	\$ 3,382,396	\$ 2,955,018
Interest cost on projected benefit obligation	4,408,597	4,355,361
Return on plan assets	(3,926,614)	(3,554,652)
Recognized net actuarial loss	2,596,369	1,203,829
Net amortization and deferral	109,635	120,815
Net periodic benefit cost	<u>\$ 6,570,383</u>	<u>\$ 5,080,371</u>

The following table sets forth the defined benefit pension plan's funded status and the amount of accrued pension costs for the plan years ended December 31, 2012 and 2011 (utilizing a measurement date of December 31):

	2012	2011
Change in benefit obligation:		
Projected benefit obligation at beginning of year	\$ 94,237,584	\$ 77,025,400
Service cost	3,382,396	2,995,018
Interest cost	4,408,597	4,355,361
Actuarial loss	7,237,819	11,718,800
Benefits paid	(1,934,802)	(1,816,995)
Projected benefit obligation at end of year	<u>107,331,594</u>	<u>94,237,584</u>
Change in plan assets:		
Fair value of plan assets at beginning of year	50,971,376	46,881,278
Actual return (loss) on plan assets	6,677,266	(87,361)
Employer contributions	4,955,728	5,994,454
Benefits paid	(1,934,802)	(1,816,995)
Fair value of plan assets at end of year	<u>60,669,568</u>	<u>50,971,376</u>
Accrued pension costs reflected in the statements of financial position in accrued liabilities	<u>\$ (46,662,026)</u>	<u>\$ (43,266,208)</u>
Accumulated benefit obligation	<u>\$ (92,945,040)</u>	<u>\$ (80,189,987)</u>

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

	<u>2012</u>	<u>2011</u>
Amounts recognized in unrestricted net assets:		
Total net loss	\$ 36,161,803	\$ 34,271,005
Prior service cost	1,021,780	1,131,415
Total	<u>\$ 37,183,583</u>	<u>\$ 35,402,420</u>

The estimated net loss and prior service cost for the defined pension plan that will be amortized from net assets into the net periodic benefit cost over the next year are \$100,583 and \$109,635, respectively.

The following weighted-average assumptions were used in calculating the above benefit obligations, net periodic benefit cost and fair value of plan assets at December 31, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Discount rate used to determine benefit obligation	4.25%	4.75%
Discount rate used to determine net periodic benefit cost	4.75%	5.75%
Rate of compensation increase used to determine benefit obligation	4.00%	4.00%
Rate of compensation increase used to determine periodic benefit cost	4.00%	5.00%
Expected return on plan assets	8.00%	8.00%

The basis used to determine the overall expected long-term rate of return on assets utilizing the target asset allocations established within the plan is based on historical returns.

The asset allocation strategy is based on several factors including:

- The relationship between the current and projected assets of the Plan and the projected actuarial liability stream;
- The historical performance of capital markets adjusted for the perception of future short- and long-term capital market performance;
- The perception of future economic conditions, including inflation and interest rate assumptions.

The asset allocation strategy shall identify target allocations to eligible asset classes and, where appropriate, suitable ranges within which each asset class can fluctuate as a percent of the total fund. Each asset class is to remain suitably invested at all times in either cash (or cash equivalents) or permitted securities within each asset class. The asset classes may be rebalanced from time to time to take advantage of tactical misvaluations across major asset classes or investment styles, or to align the current asset mix with strategic targets.

At December 31, 2012 and 2011, the fair value and the asset allocation of the NRA's pension plan assets was as follows:

	<u>2012</u>		<u>2011</u>	
Asset category:				
Multi-strategy equity PSAs	\$34,630,432	57%	\$28,740,244	56%
Multi-strategy fixed income PSAs	22,982,842	38	9,241,746	38
Real estate	3,056,294	5	2,989,386	6
	<u>\$60,669,568</u>	<u>100%</u>	<u>\$50,971,376</u>	<u>100%</u>

The fair value hierarchy for the NRA Employee Retirement Plan (Defined Benefit Plan) as of December 31, 2012 and 2011 shows total Plan assets of \$60,669,568 and \$50,971,376, respectively, as Level II assets.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets in inactive markets, inputs other than quoted prices that are observable for the asset or liability, and inputs that are derived principally from or corroborated by observable market data by correlation or other means. The Plan's investments are pooled separate accounts (PSAs). The fair value of a PSA is based on the underlying assets in the PSA and the number of units in each PSA owned by the Plan as a percentage of the total number of units in the PSA. A valuation agent is selected by Principal Life Insurance Company for each PSA. The valuation agent calculates the net assets of the account on each open market day.

The NRA contributes to the plan based on actuarially determined amounts necessary to provide assets sufficient to meet benefits to be paid to plan members. NRA annually funds the minimum required contribution. Expected contributions for the plan year ending December 31, 2013 are \$5,852,063.

The following plan year benefit payments, which reflect expected future service, as appropriate, are expected to be paid over the next 10 fiscal years:

2013	\$	3,100,000
2014	\$	3,270,000
2015	\$	3,650,000
2016	\$	3,840,000
2017	\$	4,080,000
2018 – 2022 (total)	\$	26,550,000

In addition, in 1997, the NRA established a 401(k) plan for employees. The plan, available to all employees after 90 days of service, permits participants to contribute a portion of their salary on a pre-tax basis. The NRA matches participant contributions based on plan provisions. Participants are 100% vested in employer contributions after three years of service. The vested balance is available to participants at termination, retirement, death, disability, hardships or through eligible loans. Employer contributions to the 401(k) plan totaled \$1,825,393 and \$1,785,684 for the years ended December 31, 2012 and 2011, respectively.

The NRA also maintains a deferred compensation agreement (the Agreement) for certain officers and employees. The Agreement is offered at the sole discretion of its Board of Directors, which may amend or terminate the Agreement at any time. The Agreement is funded through whole life insurance policies on the plan beneficiaries. The NRA is the policy owner and beneficiary.

Currently, several key employees are enrolled in the Agreement. Management believes that no unfunded liability exists under the Agreement. At December 31, 2012 and 2011, the NRA had assets relating to the cash surrender values of the whole life insurance policies of \$7,951,222 and \$6,119,396, respectively. At December 31, 2012 and 2011, the NRA had loans against the whole life insurance policies of \$0 and \$3,745,112, respectively, with the net included in investments on the statement of financial position. The policies served as the underlying collateral for the loans and interest on the loans accrued at 5.5%. The NRA had an accrued postretirement liability of \$5,403,366 and \$4,130,193 at December 31, 2012 and 2011, respectively. Deferred compensation expense for the years ended December 31, 2012 and 2011 was \$809,776 and \$1,125,958, respectively.

The NRA has established a 457(b) deferred compensation plan for the benefit of certain employees. This plan is employee funded, and therefore, the NRA did not contribute to this plan during the years ended December 31, 2012 and 2011. At December 31, 2012 and 2011, the NRA held assets, and had related obligations, relating to this plan of approximately \$1.5 million and \$1.1 million, respectively.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

The NRA has also established a 457(f) supplemental executive retirement plan for the benefit of certain executives. At December 31, 2012 and 2011, the NRA held assets, and had related obligations, relating to the plan of approximately \$360,000 and \$380,000, respectively. The NRA incurred deferred compensation expense of \$134,000 and \$134,000 for the years ended December 31, 2012 and 2011, respectively.

For both plans, the assets are included in other assets and the liabilities are included in accrued liabilities on the statements of financial position.

12. RENTAL OPERATIONS AS LESSOR

The NRA leases a portion of its headquarters building to tenants under various operating leases. These leases include renewal options and escalation clauses and require that the tenants pay for their prorated share of the building operating expenses.

The following is a schedule of minimum future rentals on non-cancellable operating leases as of December 31, 2012:

2013	\$ 1,040,226
2014	504,444
2015	318,064
2016	<u>257,790</u>
Total minimum future rentals	<u>\$ 2,120,524</u>

Total rental income for the years ended December 31, 2012 and 2011 was \$1,165,916 and \$1,297,941, respectively.

13. OPERATING LEASES AS LESSEE

The NRA leases warehouse, office space and equipment under non-cancellable operating leases with terms expiring through 2016. The lease agreements for various office space include renewal options and escalation clauses and require that the NRA pay for shared operating expenses.

The annual minimum payments related to these obligations as of December 31, 2012 are as follows:

2013	\$ 908,854
2014	541,643
2015	228,594
2016	<u>123,584</u>
Total minimum payments required	<u>\$ 1,802,675</u>

Total lease expense for the years ended December 31, 2012 and 2011 was \$973,362 and \$821,845, respectively.

**NATIONAL RIFLE ASSOCIATION OF AMERICA
NOTES TO FINANCIAL STATEMENTS**

14. RELATED PARTIES

The NRA is affiliated with the Foundation, the CRDF, SCF and the FAF by virtue of the control vested with the NRA's Board of Directors to appoint the Board of Trustees of each affiliate. The PVF is a separately unincorporated political action committee of the NRA whose five officers are NRA employees. The NRA provides certain benefits to the affiliates at no cost, among which are the use of office space and other administrative and support services. Management has determined that the fair value of these benefits is minimal, and accordingly, no amounts are reflected in these financial statements.

The Foundation reimburses the NRA for certain expenses, such as salaries, benefits, and general operating expenses, paid by the NRA on the Foundation's behalf. As of December 31, 2012 and 2011, \$16,944,017 and \$16,601,319 respectively, was owed to the NRA and included in due from affiliates for reimbursements and pass through funds still held by the Foundation. In addition, certain qualified NRA programs were funded by Foundation grants totaling \$13,518,518 and \$11,752,195 for the years ended December 31, 2012 and 2011, respectively.

The CRDF reimburses the NRA for general operating expenses paid by the NRA on the CRDF's behalf. As of December 31, 2012 and 2011, \$3,088 and \$8,990, respectively, was owed to the NRA for general operating expenses and included in due from affiliates.

All permanent employees of the SCF are maintained as employees of the NRA and the SCF reimburses the NRA for the total employee costs including benefits. The SCF reimburses the NRA for certain other expenses paid by the NRA on the SCF's behalf. As of December 31, 2012 and 2011, \$1,474,819 and \$779,026, respectively, was owed to the NRA for salaries, insurance and benefits net of certain other expenses owed by the NRA to the SCF and included in due from affiliates.

The NRA paid administrative and fundraising expenses of \$4,970,338 and \$569,996 for the years ended December 31, 2012 and 2011, respectively, on behalf of the PVF.