Mr. Patman. As I understand it, your interpretation of the law is that, since foundations were authorized by law, they have tax exemption without doing anything further, is that correct?

Mr. Walsh. That is what you said; I didn't say that, Congressman.

Mr. Patman. You didn't say that? Mr. Walsh. No, sir; I sure didn't.

Mr. Patman. I am now ordering you to answer the following questions: what was the total income of the Walsh Family Foundation, excluding contributions, during 1966?

Mr. Walsh. I am now refusing to answer your order.

Mr. Patman. You are refusing? Mr. Walsh. That is correct.

Mr. Patman. And although you are ordered to answer it, although you are directed to answer this one?

Mr. Walsh. I said I am refusing. Mr. Patman. What is the total value of the contributions received

by the Walsh Family Foundation during the year 1966?

Mr. RAY. I will object, Mr. Patman, on the grounds of pertinency, for the purposes for which this committee was formed, I don't understand and I don't believe my client can understand.

Mr. Patman. The total value of the contributions?

Mr. Ray. No; how that question relates to the impact on the economy of small business in the purposes set forth in House Resolution 53.

Mr. Patman. All right; you have made your point, and you are overruled, and the witness is directed to answer this question.

Mr. Walsh. And I am refusing to answer.
Mr. Patman. What is the total value of the contributions received by the Walsh Family Foundation during the year 1966? You refuse to answer? The witness remains silent.

How much money has the Walsh Family Foundation received from

ABC since January 1, 1966?

Mr. RAY. Objection. Mr. Patman. You are directed to answer that, Mr. Walsh.

Mr. Walsh. I am refusing.

Mr. Patman. How much did the Walsh Family Foundation pay out in grants during the year 1966?

Mr. RAY. Objection.

Mr. Walsh. I will refuse.

Mr. Patman. You are directed to answer that, Mr. Walsh.

Mr. Walsh. I am refusing the direction.

Mr. Patman. What were the total expenses of the Walsh Family Foundation during the year 1966, excluding the grants paid out?

Mr. Walsh. I am refusing to answer. Mr. Patman. I am directing you to answer that, Mr. Walsh.

Mr. Walsh. And I said, I am refusing to answer.

Mr. Patman. All right.

Mr. Corman. Mr. Chairman.

Mr. Patman. Yes, sir.

Mr. Corman. Sir, perhaps it would be useful if they stated the grounds on which they refuse.

Mr. RAY. Pertinency.

Mr. Patman. The attorney has pleaded the pertinency. Mr. Irwin. I wonder, Mr. Chairman, if on every response you shouldn't have either Mr. Walsh or his attorney cite the grounds on