Form **990** Department of the Treasury Internal Revenue Service

Return of Organization Exempt From Income Tax

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

OMB No 1545-0047

2003

Open to Public Inspection

A For the 2003 calendar year, or tax year beginning and ending

B Check if applicable: [ ] Address change [ ] Name change [ ] Initial return [ ] Final return [ ] Amended return [ ] Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization: ASSOCIATION FOR BETTER LIVING & EDUCATION INTERNATIONAL

Number and street (or P O box if mail is not delivered to street address): 7065 HOLLYWOOD BLVD. Room/suite

City or town, state or country, and ZIP + 4: LOS ANGELES, CA 90028

D Employer identification number: 95-4188814

E Telephone number: (323)960-3530

F Accounting method [X] Cash [ ] Accrual [ ] Other (specify) ▶

• **Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ)**

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? [ ] Yes [X] No

H(b) If "Yes," enter number of affiliates ▶

H(c) Are all affiliates included? N/A [ ] Yes [ ] No (If "No," attach a list)

H(d) Is this a separate return filed by an organization covered by a group ruling? [ ] Yes [X] No

I Group Exemption Number ▶

G Website. ▶WWW.ABLE.ORG

J **Organization type** (check only one) ▶ [X] 501(c) (3) ◀ (insert no) [ ] 4947(a)(1) or [ ] 527

K Check here ▶ [ ] if the organization's gross receipts are normally not more than $25,000 The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data **Some states require a complete return.**

M Check ▶ [ ] if the organization is **not** required to attach Sch B (Form 990, 990-EZ, or 990-PF)

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 14,539,840.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	1	Contributions, gifts, grants, and similar amounts received				
	a	Direct public support	1a	376,711.		
	b	Indirect public support	1b	11,733,392.		
	c	Government contributions (grants)	1c			
	d	**Total** (add lines 1a through 1c) (cash $ 12,110,103. noncash $)			1d	12,110,103.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	1,579,503.
	3	Membership dues and assessments			3	
	4	Interest on savings and temporary cash investments			4	30,082.
	5	Dividends and interest from securities			5	12,383.
	6 a	Gross rents SEE STATEMENT 2	6a	311,497.		
	b	Less rental expenses	6b			
	c	Net rental income or (loss) (subtract line 6b from line 6a)			6c	311,497.
	7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other		
8 a	Gross amount from sales of assets other than inventory		8a	2,068.		
b	Less cost or other basis and sales expenses		8b	4,526.		
c	Gain or (loss) (attach schedule)		8c	-2,458.		
d	Net gain or (loss) (combine line 8c, columns (A) and (B)) STMT 3				8d	-2,458.

Revenue	9	Special events and activities (attach schedule) If any amount is from **gaming**, check here ▶ [ ]				
	a	Gross revenue (not including $ 0. of contributions reported on line 1a)	9a	14,390.		
	b	Less direct expenses other than fundraising expenses	9b	12,571.		
	c	Net income or (loss) from special events (subtract line 9b from line 9a) SEE STATEMENT 4			9c	1,819.
	10 a	Gross sales of inventory, less returns and allowances	10a	432,040.		
	b	Less cost of goods sold STATEMENT 6	10b	320,241.		
	c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a) STMT 5			10c	111,799.
	11	Other revenue (from Part VII, line 103)			11	47,774.
	12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)			12	14,202,502.
Expenses	13	Program services (from line 44, column (B))			13	29,126,256.
	14	Management and general (from line 44, column (C))			14	361,670.
	15	Fundraising (from line 44, column (D))			15	41,747.
	16	Payments to affiliates (attach schedule)			16	
	17	**Total expenses** (add lines 16 and 44, column (A))			17	29,529,673.
Net Assets	18	Excess or (deficit) for the year (subtract line 17 from line 12)			18	-15,327,171.
	19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	20,635,566.
	20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 7			20	21.
	21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)			21	5,308,416.

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Part II | Statement of Functional Expenses All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 Grants and allocations (attach schedule) cash $402,427. noncash $25735123	22	26,137,550.	26,137,550.	STATEMENT 9	STATEMENT 10
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25 Compensation of officers, directors, etc	25	20,133.	15,583.	4,159.	391.
26 Other salaries and wages	26	194,568.	138,890.	49,776.	5,902.
27 Pension plan contributions	27				
28 Other employee benefits	28	190,514.	140,154.	44,757.	5,603.
29 Payroll taxes	29	16,916.	11,893.	4,510.	513.
30 Professional fundraising fees	30				
31 Accounting fees	31	8,772.		8,772.	
32 Legal fees	32	50,509.	43,867.	6,584.	58.
33 Supplies	33	59,474.	50,034.	7,751.	1,689.
34 Telephone	34	96,819.	78,786.	16,000.	2,033.
35 Postage and shipping	35	134,967.	122,551.	11,381.	1,035.
36 Occupancy	36	318,463.	298,823.	18,003.	1,637.
37 Equipment rental and maintenance	37	69,320.	56,826.	11,557.	937.
38 Printing and publications	38	139,601.	126,773.	7,822.	5,006.
39 Travel	39	206,885.	193,076.	12,824.	985.
40 Conferences, conventions, and meetings	40	3,016.	3,016.		
41 Interest	41	117,498.	92,098.	23,716.	1,684.
42 Depreciation, depletion, etc (attach schedule)	42	1,009,420.	948,826.	56,488.	4,106.
43 Other expenses not covered above (itemize)					
a	43a				
b	43b				
c	43c				
d	43d				
e SEE STATEMENT 8	43e	755,248.	667,510.	77,570.	10,168.
44 Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44	29,529,673.	29,126,256.	361,670.	41,747.

Joint Costs Check ▶ [ ] if you are following SOP 98-2

Are any joint costs from a combined educational campaign and fundraising solicitation reported in **(B)** Program services? ▶ [ ] Yes [X] No

If "Yes," enter **(i)** the aggregate amount of these joint costs $ ________ , **(ii)** the amount allocated to Program services $ ________ ,

(iii) the amount allocated to Management and general $ ________ , and **(iv)** the amount allocated to Fundraising $ ________

Part III | Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? ▶
TO RID THE WORLD OF DRUG ABUSE, CRIME, ILLITERACY & IMMORALITY

All organizations must describe their exempt purpose achievements in a clear and concise manner State the number of clients served, publications issued, etc Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)

	Program Service Expenses (Required for 501(c)(3) and (4) orgs , and 4947(a)(1) trusts, but optional for others)
a ASSISTANCE TO SOCIAL BETTERMENT ORGANIZATIONS: SEE STATEMENT 19. (Grants and allocations $ 25,997,267.)	27,707,341.
b MATERIALS COMPILATION AND PUBLICATIONS: SEE STATEMENT 20. (Grants and allocations $ 5,599.)	294,268.
c PUBLIC INFORMATION ON THE SOLUTIONS TO SOCIETAL ILLS: SEE STATEMENT 21. (Grants and allocations $ 134,684.)	1,124,647.
d (Grants and allocations $)	
e Other program services (attach schedule) (Grants and allocations $)	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	29,126,256.

Part IV Balance Sheets

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only*

					(A) Beginning of year		(B) End of year
Assets	45	Cash - non-interest-bearing			2,655,265.	45	1,578,238.
	46	Savings and temporary cash investments				46	
	47 a	Accounts receivable	47a				
	b	Less allowance for doubtful accounts	47b			47c	
	48 a	Pledges receivable	48a				
	b	Less allowance for doubtful accounts	48b			48c	
	49	Grants receivable				49	
	50	Receivables from officers, directors, trustees, and key employees				50	
	51 a	Other notes and loans receivable	51a	8,070.			
	b	Less allowance for doubtful accounts	51b		9,200.	51c	8,070.
	52	Inventories for sale or use			54,545.	52	62,419.
	53	Prepaid expenses and deferred charges			140.	53	
	54	Investments - securities STMT 11 ▶ [X] Cost [ ] FMV			1,000,000.	54	1,000,000.
	55 a	Investments - land, buildings, and equipment basis	55a				
	b	Less accumulated depreciation	55b			55c	
	56	Investments - other SEE STATEMENT 12			694,000.	56	1,771,000.
	57 a	Land, buildings, and equipment basis	57a	4,246,397.			
	b	Less accumulated depreciation STMT 13	57b	1,002,018.	18,202,755.	57c	3,244,379.
	58	Other assets (describe ▶ SEE STATEMENT 14)			14,767.	58	15,832.
	59	**Total assets** (add lines 45 through 58) (must equal line 74)			22,630,672.	59	7,679,938.
Liabilities	60	Accounts payable and accrued expenses				60	
	61	Grants payable				61	
	62	Deferred revenue				62	
	63	Loans from officers, directors, trustees, and key employees				63	
	64 a	Tax-exempt bond liabilities				64a	
	b	Mortgages and other notes payable			1,934,829.	64b	1,905,767.
	65	Other liabilities (describe ▶ SEE STATEMENT 15)			60,277.	65	465,755.
	66	**Total liabilities** (add lines 60 through 65)			1,995,106.	66	2,371,522.
Net Assets or Fund Balances		**Organizations that follow SFAS 117, check here** ▶ [ ] and complete lines 67 through 69 and lines 73 and 74					
	67	Unrestricted				67	
	68	Temporarily restricted				68	
	69	Permanently restricted				69	
		Organizations that do not follow SFAS 117, check here ▶ [X] and complete lines 70 through 74					
	70	Capital stock, trust principal, or current funds			0.	70	0.
	71	Paid-in or capital surplus, or land, building, and equipment fund			0.	71	0.
	72	Retained earnings, endowment, accumulated income, or other funds			20,635,566.	72	5,308,416.
	73	**Total net assets or fund balances** (add lines 67 through 69 **or** lines 70 through 72, column (A) **must** equal line 19, column (B) **must** equal line 21)			20,635,566.	73	5,308,416.
	74	**Total liabilities and net assets / fund balances** (add lines 66 and 73)			22,630,672.	74	7,679,938.

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization How the public perceives an organization in such cases may be determined by the information presented on its return Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return

a	Total revenue, gains, and other support per audited financial statements ▶	a	N/A
b	Amounts included on line a but not on line 12, Form 990		
(1)	Net unrealized gains on investments $		
(2)	Donated services and use of facilities $		
(3)	Recoveries of prior year grants $		
(4)	Other (specify) $		
	Add amounts on lines (1) through (4) ▶	b	
c	Line a minus line b ▶	c	
d	Amounts included on line 12, Form 990 but not on line a:		
(1)	Investment expenses not included on line 6b, Form 990 $		
(2)	Other (specify) $		
	Add amounts on lines (1) and (2) ▶	d	
e	Total revenue per line 12, Form 990 (line c plus line d) ▶	e	

Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return

a	Total expenses and losses per audited financial statements ▶	a	N/A
b	Amounts included on line a but not on line 17, Form 990		
(1)	Donated services and use of facilities $		
(2)	Prior year adjustments reported on line 20, Form 990 $		
(3)	Losses reported on line 20, Form 990 $		
(4)	Other (specify) $		
	Add amounts on lines (1) through (4) ▶	b	
c	Line a minus line b ▶	c	
d	Amounts included on line 17, Form 990 but not on line a		
(1)	Investment expenses not included on line 6b, Form 990 $		
(2)	Other (specify) $		
	Add amounts on lines (1) and (2) ▶	d	
e	Total expenses per line 17, Form 990 (line c plus line d) ▶	e	

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation	(E) Expense account and other allowances
BARBARA ORLANDINI MCENERY 6331 HOLLYWOOD BLVD., STE 1105 LOS ANGELES, CALIF. 90028	TRUSTEE 10	0.	0.	0.
CATHERINE SHEA WHITTLE (SEE STMT) 7065 HOLLYWOOD BLVD. LOS ANGELES, CALIF. 90028	TRUSTEE 40	3,842.	0.	0.
RICHARD FEAR 6331 HOLLYWOOD BLVD., STE 501 LOS ANGELES, CALIF. 90028	DIRECTOR 0	0.	0.	0.
SHERRY ENGEN 6331 HOLLYWOOD BLVD., STE 1105 LOS ANGELES, CALIF. 90028	DIRECTOR 0	0.	0.	0.
RENA WEINBERG (SEE STMT) 7065 HOLLYWOOD BLVD. LOS ANGELES, CALIF. 90028	PRESIDENT 40	4,671.	0.	0.
GWENDA BYRNE (SEE STMT) 6331 HOLLYWOOD BLVD., STE 700 LOS ANGELES, CALIF. 90028	SECRETARY 40	3,792.	0.	0.
JOAN TOFIL (SEE STMT) 7065 HOLLYWOOD BLVD. LOS ANGELES, CALIF. 90028	TREASURER 40	3,919.	0.	0.
LAURIE ZURN (SEE STMT) 7065 HOLLYWOOD BLVD. LOS ANGELES, CALIF. 90028	DIRECTOR 40	3,909.	0.	0.
DON CUNNINGHAM 6331 HOLLYWOOD BLVD., LOS ANGELES, CALIF. 90028	TRUSTEE 0	0.	0.	0.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than $100,000 from your organization and all related organizations, of which more than $10,000 was provided by the related organizations? If "Yes," attach schedule ▶ ☐ Yes ☒ No

Part VI Other Information

				Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity		76		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes		77		X
78 a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?		78a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	N/A	78b		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	SEE STATEMENT 16	79	X	
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc , to any other exempt or nonexempt organization?		80a		X
b	If "Yes," enter the name of the organization ▶ ________ and check whether it is ☐ exempt or ☐ nonexempt				
81 a	Enter direct or indirect political expenditures See line 81 instructions	81a 0.			
b	Did the organization file **Form 1120-POL** for this year?		81b		X
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		82a		X
b	If "Yes," you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II (See instructions in Part III)	82b N/A			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?		83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	N/A	83b		
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?	N/A	84a		
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	84b		
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	N/A	85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	N/A	85b		
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year				
c	Dues, assessments, and similar amounts from members	85c N/A			
d	Section 162(e) lobbying and political expenditures	85d N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A	85h		
86	*501(c)(7) organizations* Enter. **a** Initiation fees and capital contributions included on line 12	86a N/A			
b	Gross receipts, included on line 12, for public use of club facilities	86b N/A			
87	*501(c)(12) organizations* Enter **a** Gross income from members or shareholders	87a N/A			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b N/A			
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301 7701-2 and 301 7701-3? If "Yes," complete Part IX		88	X	
89 a	*501(c)(3) organizations* Enter Amount of tax imposed on the organization during the year under section 4911 ▶ 0. , section 4912 ▶ 0. , section 4955 ▶ 0.				
b	*501(c)(3) and 501(c)(4) organizations* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		89b		X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	▶ 0.			
d	Enter Amount of tax on line 89c, above, reimbursed by the organization	▶ 0.			

90 a List the states with which a copy of this return is filed ▶ CALIFORNIA

b Number of employees employed in the pay period that includes March 12, 2003 — 90b 57

91 The books are in care of ▶ GWENDA BYRNE Telephone no ▶ 323 960-3530

Located at ▶ 7065 HOLLYWOOD BL. LA, CA ZIP + 4 ▶ 90028

92 *Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* **Form 1041**- Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92 N/A

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions)

Note: *Enter gross amounts unless otherwise indicated*

	Unrelated business income		Excluded by section 512, 513, or 514		
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	(E) Related or exempt function income
93 Program service revenue					
a PYMNTS FROM AFFILIATES					1,281,575.
b TRADEMARK LICENSE FEES					248,588.
c LECTURES & SEMINARS					6,532.
d FUNDRAISING COMMISSIONS					42,808.
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	30,082.	
96 Dividends and interest from securities			14	12,383.	
97 Net rental income or (loss) from real estate					
a debt-financed property					
b not debt-financed property			16	311,497.	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	-2,458.	
101 Net income or (loss) from special events					1,819.
102 Gross profit or (loss) from sales of inventory					111,799.
103 Other revenue					
a COMMISSIONS					10,585.
b BOOK SALES COMMISSIONS					61.
c UNREALIZED EXCH. GAINS					37,128.
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		351,504.	1,740,895.

105 **Total** (add line 104, columns (B), (D), and (E)) ▶ 2,092,399.

Note: *Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I*

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions)

Line No ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
	SEE STATEMENT 17

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
BETTER LIVING	%	REAL ESTATE HOLDING		
PROPERTIES, WOODLAND	%	COMPANY		
HILLS, CALIFORNIA	%			
95-4883669	100% %		0.	0.

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

Note *If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).*

Please Sign Here

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

▶ Signature of officer | 15 NOV 04 Date | ▶ GWENDA BYRNE, SECRETARY Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶ | Date | Check if self-employed ▶ ☐ | Preparer's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ | EIN ▶ | Phone no ▶

323161 12-17-03

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information-(See separate instructions.)

▶ MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

OMB No 1545-0047

2003

Name of the organization: ASSOCIATION FOR BETTER LIVING & EDUCATION INTERNATIONAL

Employer identification number: 95 4188814

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees

(See page 1 of the instructions List each one If there are none, enter "None")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over $50,000 ▶	0			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 2 of the instructions List each one (whether individuals or firms) If there are none, enter "None")

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
CARDELL COOPER 1152 SILVER BEECH RD., HERNDON VA 20170	CONSULTING	60,000.
Total number of others receiving over $50,000 for professional services ▶	0	

Part III Statements About Activities (See page 2 of the instructions)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ______ $ ______ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)	1		X
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions)*			
a	Sale, exchange, or leasing of property?	2a		X
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities?	2c		X
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? SEE PART V, FORM 990	2d	X	
e	Transfer of any part of its income or assets?	2e		X
3 a	Do you make grants for scholarships, fellowships, student loans, etc ? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments)	3a		X
b	Do you have a section 403(b) annuity plan for your employees?	3b		X
4	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4		X

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions)

The organization is not a private foundation because it is (Please check only **ONE** applicable box)

5 ☐ A church, convention of churches, or association of churches Section 170(b)(1)(A)(i)

6 ☐ A school Section 170(b)(1)(A)(ii) (Also complete Part V)

7 ☐ A hospital or a cooperative hospital service organization Section 170(b)(1)(A)(iii)

8 ☐ A Federal, state, or local government or governmental unit Section 170(b)(1)(A)(v)

9 ☐ A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(iii) **Enter the hospital's name, city, and state** ▶ ______

10 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)

11a ☒ An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)

11b ☐ A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)

12 ☐ An organization that normally receives **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc , functions - subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A)

13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in **(1)** lines 5 through 12 above, or **(2)** section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) (See section 509(a)(3))

Provide the following information about the supported organizations (See page 5 of the instructions)

(a) Name(s) of supported organization(s)	**(b)** Line number from above

14 ☐ An organization organized and operated to test for public safety Section 509(a)(4) (See page 6 of the instructions)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**
Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.*

Calendar year (or fiscal year beginning in) ▶	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	2,861,315.	8,810,915.	7,627,893.	1,444,413.	20,744,536.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc , purpose	1,237,968.	1,385,532.	978,876.	812,898.	4,415,274.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	1,122,363.	186,957.	151,453.	109,769.	1,570,542.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income Attach a schedule Do not include gain or (loss) from sale of capital assets	31,411.	2,678.	SEE STATEMENT 18 1,814.		35,903.
23 Total of lines 15 through 22	5,253,057.	10,386,082.	8,760,036.	2,367,080.	26,766,255.
24 Line 23 minus line 17	4,015,089.	9,000,550.	7,781,160.	1,554,182.	22,350,981.
25 Enter 1% of line 23	52,531.	103,861.	87,600.	23,671.	

26 **Organizations described on lines 10 or 11** a Enter 2% of amount in column (e), line 24 ▶ **26a** 447,020.

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b** 752,980.

c Total support for section 509(a)(1) test Enter line 24, column (e) ▶ **26c** 22,350,981.

d Add Amounts from column (e) for lines 18 1,570,542. 19 ______ 22 35,903. 26b 752,980. ▶ **26d** 2,359,425.

e Public support (line 26c minus line 26d total) ▶ **26e** 19,991,556.

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ **26f** 89.4438 %

27 **Organizations described on line 12** a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person" **Do not file this list with your return** Enter the sum of such amounts for each year N/A

(2002) (2001) (2000) (1999)

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of **(1)** the amount on line 25 for the year or **(2)** $5,000 (Include in the list organizations described in lines 5 through 11, as well as individuals) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in **(1)** or **(2)**, enter the sum of these differences (the excess amounts) for each year N/A

(2002) (2001) (2000) (1999)

c Add Amounts from column (e) for lines 15 ______ 16 ______ 17 ______ 20 ______ 21 ______ ▶ **27c** N/A

d Add Line 27a total ______ and line 27b total ______ ▶ **27d** N/A

e Public support (line 27c total minus line 27d total) ▶ **27e** N/A

f Total support for section 509(a)(2) test Enter amount on line 23, column (e) ▶ **27f** N/A

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ **27g** N/A %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ **27h** N/A %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant **Do not file this list with your return.** Do not include these grants in line 15

NONE

Part V **Private School Questionnaire** (See page 7 of the instructions) N/A
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)			
32	Does the organization maintain the following			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)			
33	Does the organization discriminate by race in any way with respect to			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	If you answered "Yes" to either 34a or b, please explain using an attached statement			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35		

N/A

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions)
(To be completed ONLY by an eligible organization that filed Form 5768)

Check ▶ a [ ] if the organization belongs to an affiliated group Check ▶ b [ ] if you checked "a" and "limited control" provisions apply

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
		N/A	
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount Enter the amount from the following table -	41		
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44		

If the amount on line 40 is -	The lobbying nontaxable amount is -
Not over $500,000	20% of the amount on line 40
Over $500,000 but not over $1,000,000	$100,000 plus 15% of the excess over $500,000
Over $1,000,000 but not over $1,500,000	$175,000 plus 10% of the excess over $1,000,000
Over $1,500,000 but not over $17,000,000	$225,000 plus 5% of the excess over $1,500,000
Over $17,000,000	$1,000,000

Caution *If there is an amount on either line 43 or line 44, you must file Form 4720*

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below See the instructions for lines 45 through 50 on page 11 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				N/A
Calendar year (or fiscal year beginning in) ▶	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45 Lobbying nontaxable amount					0.
46 Lobbying ceiling amount (150% of line 45(e))					0.
47 Total lobbying expenditures					0.
48 Grassroots nontaxable amount					0.
49 Grassroots ceiling amount (150% of line 48(e))					0.
50 Grassroots lobbying expenditures					0.

Part VI-B **Lobbying Activity by Nonelecting Public Charities**
(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of	Yes	No	Amount
a Volunteers		X	
b Paid staff or management (Include compensation in expenses reported on lines c through h)		X	
c Media advertisements		X	
d Mailings to members, legislators, or the public		X	
e Publications, or published or broadcast statements		X	
f Grants to other organizations for lobbying purposes		X	
g Direct contact with legislators, their staffs, government officials, or a legislative body		X	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		X	
i Total lobbying expenditures (Add lines c through h.)			0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of			
(i) Cash	51a(i)		X
(ii) Other assets	a(ii)		X
b Other transactions			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		X
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		X
(iii) Rental of facilities, equipment, or other assets	b(iii)		X
(iv) Reimbursement arrangements	b(iv)		X
(v) Loans or loan guarantees	b(v)		X
(vi) Performance of services or membership or fundraising solicitations	b(vi)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		X

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received N/A

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

52 a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☒ No

b If "Yes," complete the following schedule N/A

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
7	BUILDING IMPROVEMENTS (INT)	080100	SL	20.00	16	815,515.			815,515.	98,542.		40,776.
8	BUILDING IMPROVEMENTS (INT)	012501	SL	20.00	16	10,505.			10,505.	1,006.		525.
9	(D)BUILDING IMPROVEMENTS - ARROWHE	081801	SL	20.00	16	3143366.			3143366.	209,557.		144,071.
55	(D)BUILDING IMPROVEMENTS - ARROWHE	071502	SL	20.00	16	1,452.			1,452.	36.		67.
58	(D)BUILDING IMPROVEMENTS - APS (IN	072603	SL	20.00	16	7706381.			7706381.			128,440.
59	(D)BUILDING IMPROVEMENTS - TWTH (I	100303	SL	20.00	16	1958048.			1958048.			16,317.
	* 990 PAGE 2 TOTAL -					13635267.		0.	13635267.	309,141.	0.	330,196.
1	BUILDING - ABLE (INT)	080100	SL	40.00	16	730,574.			730,574.	44,138.		18,264.
2	(D)BUILDING - ARROWHEAD (INT)	081801	SL	40.00	16	1888136.			1888136.	62,937.		43,270.
60	(D)BUILDINGS - APS (INT)	072603	SL	40.00	16	3245383.			3245383.			27,045.
61	(D)BUILDINGS - TWTH (INT)	100303	SL	40.00	16	2126932.			2126932.			8,862.
	* 990 PAGE 2 TOTAL -					7991025.		0.	7991025.	107,075.	0.	97,441.
11	COMPUTER (INT)	070100	SL	5.00	16	452,409.			452,409.	226,205.		90,482.
12	COMPUTER (INT)	070101	SL	3.00	16	2,267.			2,267.	1,134.		756.
13	COMPUTER (INT)	092301	SL	3.00	16	912.			912.	380.		304.
14	COMPUTER (ANZO)	082901	SL	3.00	16	317.			317.	141.		106.
15	COMPUTER (CANADA)	070100	SL	5.00	16	407.			407.	203.		81.
16	COMPUTER (CANADA)	070101	SL	5.00	16	420.			420.	126.		84.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
17	COMPUTERS (EUS)	070197	SL	5.00	16	463.			463.	463.		0.
18	COMPUTER (UK)	020701	SL	3.00	16	680.			680.	435.		227.
19	COMPUTERS (WUS)	070198	SL	5.00	16	413.			413.	373.		40.
20	COMPUTERS (WUS)	070199	SL	5.00	16	1,262.			1,262.	882.		252.
21	COMPUTERS (WUS)	100100	SL	5.00	16	2,410.			2,410.	1,085.		482.
22	COMPUTERS (WUS)	111501	SL	5.00	16	378.			378.	89.		76.
34	COMPUTER (INT)	050102	SL	5.00	16	4,431.			4,431.	591.		886.
35	COMPUTER (INT)	060102	SL	3.00	16	330.			330.	64.		110.
36	COMPUTER (INT)	070102	SL	3.00	16	210.			210.	35.		70.
37	COMPUTER (INT)	100102	SL	3.00	16	157.			157.	13.		52.
38	COMPUTER (INT)	110102	SL	3.00	16	248.			248.	14.		83.
39	COMPUTER (INT)	120102	SL	3.00	16	526.			526.	15.		175.
46	COMPUTER (EU)	071502	SL	5.00	16	2,432.			2,432.	243.		486.
47	COMPUTERS (WUS)	061002	SL	3.00	16	383.			383.	74.		128.
48	COMPUTERS (WUS)	092402	SL	3.00	16	450.			450.	38.		150.
62	(D)COMPUTER - APS (INT)	072603	SL	5.00	16	240,709.			240,709.			16,047.
63	(D)COMPUTER - TWTH (INT)	100303	SL	5.00	16	258,628.			258,628.			8,621.
64	COMPUTER (INT)	070103	SL	5.00	16	9,854.			9,854.			985.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
75	COMPUTER (UK)	070103	SL	5.00	16	378.			378.			38.
79	COMPUTERS (WUS)	071503	SL	3.00	16	593.			593.			99.
80	COMPUTERS (WUS)	111003	SL	3.00	16	297.			297.			17.
81	COMPUTERS (WUS)	122403	SL	3.00	16	100.			100.			0.
82	COMPUTER (ANZO)	070103	SL	5.00	16	526.			526.			53.
83	COMPUTER (EU)	070103	SL	5.00	16	469.			469.			47.
200	EXCHANGE DIFFERENCE ANZO COMPUTERS	010102		.000	16	150.			150.	52.		0.
201	EXCHANGE DIFFERENCE CAN COMPUTERS	010102		.000	16	123.			123.	31.		0.
202	EXCHANGE DIFFERENCE UK COMPUTERS	010102		.000	16	143.			143.	38.		0.
203	EXCHANGE DIFFERENCE EU COMPUTERS	010102		.000	16	442.			442.	46.		0.
	* 990 PAGE 2 TOTAL -					983,917.		0.	983,917.	232,770.	0.	120,937.
23	FURNITURE & EQUIPMENT	070100	SL	7.00	16	780,404.			780,404.	278,715.		111,486.
24	FURNITURE & EQUIPMENT (INT)	070101	SL	7.00	16	1,051.			1,051.	225.		150.
25	(D)FURNITURE & EQUIPMENT - ARROWHEAD	081801	SL	7.00	16	890,355.			890,355.	169,592.		116,594.
26	FURNITURE & EQUIPMENT (WUS)	070198	SL	7.00	16	857.			857.	549.		122.
27	FURNITURE & EQUIPMENT (WUS)	070199	SL	7.00	16	2,297.			2,297.	1,148.		328.
28	FURNITURE & EQUIPMENT (WUS)	093000	SL	7.00	16	607.			607.	196.		87.
40	FURNITURE & EQUIPMENT (INT)	030102	SL	7.00	16	232.			232.	28.		33.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
41	FURNITURE & EQUIPMENT (INT)	050102	SL	7.00	16	473.			473.	45.		68.
42	FURNITURE & EQUIPMENT (INT)	100102	SL	7.00	16	897.			897.	32.		128.
43	FURNITURE & EQUIPMENT (INT)	121502	SL	7.00	16	300.			300.	4.		43.
49	FURNITURE & EQUIPMENT (WUS)	120602	SL	7.00	16	1,074.			1,074.	13.		153.
65	FURNITURE & EQUIPMENT (INT)	070103	SL	7.00	16	480.			480.			34.
66	(D)FURNITURE & EQUIPMENT - APS (INT)	072603	SL	7.00	16	1933195.			1933195.			92,057.
67	(D)FURNITURE & EQUIPMENT - TWTH (INT)	100303	SL	7.00	16	952,060.			952,060.			22,668.
77	FURNITURE & EQUIPMENT (WUS)	010803	SL	7.00	16	127.			127.			18.
78	FURNITURE & EQUIPMENT (WUS)	081203	SL	7.00	16	471.			471.			28.
	* 990 PAGE 2 TOTAL -					4564880.		0.	4564880.	450,547.	0.	343,997.
3	LAND - ABLE (INT)	070100	L			1315032.			1315032.			0.
4	(D)LAND - ARROWHEAD (INT)	081801	L			113,705.			113,705.			0.
56	(D)LAND - APS CAMPUS (INT)	VARIES	L			342,289.			342,289.			0.
57	(D)LAND - TWTH BLDG (INT)	VARIES	L			746,552.			746,552.			0.
68	(D)LAND - APS CAMPUS (INT)	VARIES	L			483.			483.			0.
69	(D)LAND - TWTH BLDG (INT)	VARIES	L			76,777.			76,777.			0.
	* 990 PAGE 2 TOTAL -					2594838.		0.	2594838.	0.	0.	0.
5	LAND IMPROVEMENTS (INT)	070100	SL	5.00	16	15,941.			15,941.	7,970.		3,188.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

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Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
6	(D)LAND IMPROVEMENTS - ARROWHEAD (INT)	081801	SL	5.00	16	171,610.			171,610.	45,763.		31,462.
70	(D)LAND IMPROVEMENTS - APS (INT)	072603	SL	5.00	16	1016542.			1016542.			67,769.
71	(D)LAND IMPROVEMENTS - TWTH (INT)	100303	SL	5.00	16	827.			827.			28.
	* 990 PAGE 2 TOTAL -					1204920.		0.	1204920.	53,733.	0.	102,447.
10	LEASEHOLD IMPROVEMENTS	95	SL	15.00	16	38,898.			38,898.	19,448.		2,593.
	* 990 PAGE 2 TOTAL -					38,898.		0.	38,898.	19,448.	0.	2,593.
33	SOFTWARE (INT)	070100	SL	3.00	16	1,287.			1,287.	1,073.		214.
44	SOFTWARE (INT)	070102	SL	3.00	16	495.			495.	83.		165.
45	SOFTWARE (INT)	110102	SL	3.00	16	1,200.			1,200.	67.		400.
72	(D)SOFTWARE - APS (INT)	072603	SL	3.00	16	15,442.			15,442.			1,716.
73	(D)SOFTWARE - TWTH (INT)	100303	SL	3.00	16	6,419.			6,419.			357.
76	SOFTWARE (INT)	070103	SL	3.00	16	2,647.			2,647.			441.
	* 990 PAGE 2 TOTAL -					27,490.		0.	27,490.	1,223.	0.	3,293.
29	MOTOR VEHICLES	101998	SL	3.00	16	525.			525.	525.		0.
30	MOTOR VEHICLE - CIVIC	070100	SL	3.00	16	14,920.			14,920.	12,433.		2,487.
31	MOTOR VEHICLE - CAMRY	070100	SL	3.00	16	19,537.			19,537.	16,280.		3,257.
32	MOTOR VEHICLES (WUS)	070198	SL	3.00	16	5,471.			5,471.	5,471.		0.
74	(D)MOTOR VEHICLE - APS (INT)	072603	SL	3.00	16	24,945.			24,945.			2,772.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

2003 DEPRECIATION AND AMORTIZATION REPORT

FORM 990 PAGE 2 990

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Amount Of Depreciation
	* 990 PAGE 2 TOTAL -					65,398.		0.	65,398.	34,709.	0.	8,516.
	* GRAND TOTAL 990 PAGE 2 DEPR					31106633.		0.	31106633.	1208646.	0.	1009420.

328102
05-01-03

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction

FOOTNOTES STATEMENT 1

OFFICERS, DIRECTORS AND TRUSTEES WHO ARE ALSO EMPLOYEES ARE COMPENSATED ONLY FOR THEIR EMPLOYMENT DUTIES AND NOT FOR THEIR DUTIES AS OFFICERS, DIRECTORS AND TRUSTEES.

FORM 990 RENTAL INCOME STATEMENT 2

KIND AND LOCATION OF PROPERTY	ACTIVITY NUMBER	GROSS RENTAL INCOME
DRUG REHAB CENTER IN OKLAHOMA AND OTHER RENTAL INCOME	1	311,497.
TOTAL TO FORM 990, PART I, LINE 6A		311,497.

FORM 990 GAIN (LOSS) FROM SALE OF OTHER ASSETS STATEMENT 3

DESCRIPTION		DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED	
MERCURY TRACER		08/08/03	10/10/03	PURCHASED	

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
CENTRAL AUTO BODY	2,000.	4,500.	0.	0.	-2,500.

DESCRIPTION		DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED	
COMPUTER MONITOR		01/01/00	11/12/03	PURCHASED	

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	68.	80.	0.	54.	42.
TO FM 990, PART I, LN 8	2,068.	4,580.	0.	54.	-2,458.

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 4

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
DINNER TO RAISE FUNDS FOR NEIGHBORHOOD CLEAN UP CAMPAIGN	14,390.		14,390.	12,571.	1,819.
TO FM 990, PART I, LINE 9	14,390.		14,390.	12,571.	1,819.

FORM 990 INCOME AND COST OF GOODS SOLD INCLUDED ON PART I, LINE 10 STATEMENT 5

INCOME

1. GROSS RECEIPTS	432,040	
2. RETURNS AND ALLOWANCES		
3. LINE 1 LESS LINE 2		432,040
4. COST OF GOODS SOLD (LINE 13)	320,241	
5. GROSS PROFIT (LINE 3 LESS LINE 4)		111,799

COST OF GOODS SOLD

6. INVENTORY AT BEGINNING OF YEAR	54,545	
7. MERCHANDISE PURCHASED	325,898	
8. COST OF LABOR		
9. MATERIALS AND SUPPLIES		
10. OTHER COSTS	2,217	
11. ADD LINES 6 THROUGH 10		382,660
12. INVENTORY AT END OF YEAR	62,419	
13. COST OF GOODS SOLD (LINE 11 LESS LINE 12). .		320,241

FORM 990 COST OF GOODS SOLD - OTHER COSTS STATEMENT 6

DESCRIPTION	AMOUNT
INVENTORY WRITE DOWN	2,217.
TOTAL INCLUDED ON FORM 990, PART I, LINE 10B	2,217.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 7

DESCRIPTION	AMOUNT
CURRENCY DIFFERENCES ON PRIOR YEAR ASSETS AND DEPRECIATION	21.
TOTAL TO FORM 990, PART I, LINE 20	21.

FORM 990 OTHER EXPENSES STATEMENT 8

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
PROMOTION	377,033.	374,146.	1,766.	1,121.
STAFF TRAINING	225,415.	162,320.	56,365.	6,730.
COMMISSIONS	4,771.	4,753.		18.
LICENSES, FEES & DUES	8,093.	7,656.	397.	40.
BANK CHARGES	24,829.	18,905.	5,277.	647.
AUTO INSURANCE & EXPENSE	43,710.	37,375.	5,784.	551.
WORKERS COMPENSATION INSURANCE	4,738.	3,640.	913.	185.
CLEANING & LAUNDRY	3,552.	2,449.	1,002.	101.
OUTSIDE SERVICES	11,190.	11,190.		
NET EXCHANGE LOSS	30,489.	25,348.	4,366.	775.
TRADEMARK AMORTIZATION EXPENSE	12.	12.		
PROGRAM DELIVERY COSTS	18,964.	18,964.		
STATE TAXES	1,646.		1,646.	
COURSE MATERIALS	752.	752.		
PENALTIES	54.		54.	
TOTAL TO FM 990, LN 43	755,248.	667,510.	77,570.	10,168.

FORM 990 CASH GRANTS AND ALLOCATIONS STATEMENT 9

CLASSIFICATION	DONEE'S NAME	DONEE'S ADDRESS	DONEE'S RELATIONSHIP	AMOUNT
COMMUNITY MORALITY	THE WAY TO HAPPINESS INTERNATIONAL	201 E. BROADWAY, GLENDALE, CA 91205	N/A	125,146.
EDUCATION & LITERACY	APPLIED SCHOLASTICS INTERNATIONAL	11755 RIVERSIDE DR., ST. LOUIS, MO 63138	N/A	7,775.
CRIMINAL REHABILITATION PROGRAM	CRIMINON INTERNATIONAL	7060 HOLLYWOOD BLVD #220, LOS ANGELES, CA 90028	N/A	815.
EDUCATION	APPLIED SCHOLASTICS UK	LONDON, ENGLAND	N/A	818.
DRUG REHABILITATION	NARCONON UNITED KINGDOM	LONDON, ENGLAND	N/A	781.
CRIMINAL REHABILITATION PROGRAM	CRIMINON UNITED KINGDOM	LONDON, ENGLAND	N/A	373.
PROPERTIES FOR SOCIAL BETTERMENT	SOCIAL BETTERMENT PROPERTIES, INC.	6331 HOLLYWOOD BLVD., LOS ANGELES, CA 90028	N/A	257,765.
EDUCATION & LITERACY	WORLD LITERACY CRUSADE		N/A	8,500.
SOCIAL BETTERMENT	ASSOC PARA MEJORAR LA SOCIEDAD	PUEBLA 31, COL. ROMA MEXICO	N/A	454.
TOTAL INCLUDED ON FORM 990, PART II, LINE 22				402,427.

FORM 990 NONCASH GRANTS AND ALLOCATIONS STATEMENT 10

CLASS OF ACTIVITY	DONEE'S NAME	DONEE'S ADDRESS
COMMUNITY MORALITY	THE WAY TO HAPPINESS INTERNATIONAL	201 E. BROADWAY, GLENDALE, CA 91205

RELATIONSHIP OF DONEE	DESCRIPTION OF PROPERTY	DATE OF GIFT
N/A	FURNITURE, EQUIPMENT AND COMPUTERS	12/31/03

METHOD USED TO DETERMINE BOOK VALUE

BOOK VALUE

METHOD USED TO DETERMINE FAIR MARKET VALUE	BOOK VALUE	AMOUNT GIVEN
BOOK VALUE	1,185,461.	1,185,461.

CLASS OF ACTIVITY	DONEE'S NAME	DONEE'S ADDRESS
EDUCATION & LITERACY	APPLIED SCHOLASTICS INTERNATIONAL	11755 RIVERSIDE DR., ST. LOUIS, MO 63138

RELATIONSHIP OF DONEE	DESCRIPTION OF PROPERTY	DATE OF GIFT
N/A	FURNITURE, EQUIPMENT AND COMPUTERS	12/31/03

METHOD USED TO DETERMINE BOOK VALUE

BOOK VALUE

METHOD USED TO DETERMINE FAIR MARKET VALUE	BOOK VALUE	AMOUNT GIVEN
BOOK VALUE	2,101,700.	2,101,700.

CLASS OF ACTIVITY	DONEE'S NAME	DONEE'S ADDRESS
DRUG REHABILITATION & PREVENTION	NARCONON OF OKLAHOMA	HC 67, BOX 5, CANADIAN, OK

RELATIONSHIP OF DONEE	DESCRIPTION OF PROPERTY	DATE OF GIFT
N/A	FURNITURE, EQUIPMENT AND COMPUTERS	12/31/03

METHOD USED TO DETERMINE BOOK VALUE

BOOK VALUE

METHOD USED TO DETERMINE FAIR MARKET VALUE	BOOK VALUE	AMOUNT GIVEN
BOOK VALUE	604,169.	604,169.

CLASS OF ACTIVITY	DONEE'S NAME	DONEE'S ADDRESS
PROPERTIES FOR SOCIAL BETTERMENT USES	SOCIAL BETTERMENT PROPERTIES, INC.	6331 HOLLYWOOD BLVD., LOS ANGELES, CA 90028

RELATIONSHIP OF DONEE	DESCRIPTION OF PROPERTY	DATE OF GIFT
N/A	LAND, BUILDINGS & IMPROVEMENTS	12/09/03

METHOD USED TO DETERMINE BOOK VALUE

BOOK VALUE

METHOD USED TO DETERMINE FAIR MARKET VALUE	BOOK VALUE	AMOUNT GIVEN
BOOK VALUE	21,752,855.	21,752,855.

CLASS OF ACTIVITY	DONEE'S NAME	DONEE'S ADDRESS
EDUCATION & LITERACY	APPLIED SCHOLASTICS INTERNATIONAL	11755 RIVERSIDE DR., ST. LOUIS, MO 63138

RELATIONSHIP OF DONEE	DESCRIPTION OF PROPERTY	DATE OF GIFT
N/A	LINEN, BEDDING & LODGING MATERIALS	12/31/03

METHOD USED TO DETERMINE BOOK VALUE

BOOK VALUE

METHOD USED TO DETERMINE FAIR MARKET VALUE	BOOK VALUE	AMOUNT GIVEN
BOOK VALUE	90,938.	90,938.

TOTAL INCLUDED ON FORM 990, PART II, LINE 22	25,735,123.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 11

SECURITY DESCRIPTION	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	OTHER SECURITIES	TOTAL NON-GOV'T SECURITIES
STOCK	1,000,000.				1,000,000.
TO 990, LN 54 COL B	1,000,000.				1,000,000.

FORM 990 OTHER INVESTMENTS STATEMENT 12

DESCRIPTION	VALUATION METHOD	AMOUNT
CERTIFICATES OF DEPOSIT	COST	1,771,000.
TOTAL TO FORM 990, PART IV, LINE 56, COLUMN B		1,771,000.

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 13

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
BUILDING - ABLE (INT)	730,574.	62,402.	668,172.
LAND - ABLE (INT)	1,315,032.	0.	1,315,032.
LAND IMPROVEMENTS (INT)	15,941.	11,158.	4,783.
BUILDING IMPROVEMENTS (INT)	815,515.	139,318.	676,197.
BUILDING IMPROVEMENTS (INT)	10,505.	1,531.	8,974.
LEASEHOLD IMPROVEMENTS	38,898.	22,041.	16,857.
COMPUTER (INT)	452,409.	316,687.	135,722.
COMPUTER (INT)	2,267.	1,890.	377.
COMPUTER (INT)	912.	684.	228.
COMPUTER (ANZO)	317.	247.	70.
COMPUTER (CANADA)	407.	284.	123.
COMPUTER (CANADA)	420.	210.	210.
COMPUTERS (EUS)	463.	463.	0.
COMPUTER (UK)	680.	662.	18.
COMPUTERS (WUS)	413.	413.	0.
COMPUTERS (WUS)	1,262.	1,134.	128.
COMPUTERS (WUS)	2,410.	1,567.	843.
COMPUTERS (WUS)	378.	165.	213.
FURNITURE & EQUIPMENT	780,404.	390,201.	390,203.
FURNITURE & EQUIPMENT (INT)	1,051.	375.	676.

FURNITURE & EQUIPMENT (WUS)	857.	671.	186.
FURNITURE & EQUIPMENT (WUS)	2,297.	1,476.	821.
FURNITURE & EQUIPMENT (WUS)	607.	283.	324.
MOTOR VEHICLES	525.	525.	0.
MOTOR VEHICLE - CIVIC	14,920.	14,920.	0.
MOTOR VEHICLE - CAMRY	19,537.	19,537.	0.
MOTOR VEHICLES (WUS)	5,471.	5,471.	0.
SOFTWARE (INT)	1,287.	1,287.	0.
COMPUTER (INT)	4,431.	1,477.	2,954.
COMPUTER (INT)	330.	174.	156.
COMPUTER (INT)	210.	105.	105.
COMPUTER (INT)	157.	65.	92.
COMPUTER (INT)	248.	97.	151.
COMPUTER (INT)	526.	190.	336.
FURNITURE & EQUIPMENT (INT)	232.	61.	171.
FURNITURE & EQUIPMENT (INT)	473.	113.	360.
FURNITURE & EQUIPMENT (INT)	897.	160.	737.
FURNITURE & EQUIPMENT (INT)	300.	47.	253.
SOFTWARE (INT)	495.	248.	247.
SOFTWARE (INT)	1,200.	467.	733.
COMPUTER (EU)	2,432.	729.	1,703.
COMPUTERS (WUS)	383.	202.	181.
COMPUTERS (WUS)	450.	188.	262.
FURNITURE & EQUIPMENT (WUS)	1,074.	166.	908.
COMPUTER (INT)	9,854.	985.	8,869.
FURNITURE & EQUIPMENT (INT)	480.	34.	446.
COMPUTER (UK)	378.	38.	340.
SOFTWARE (INT)	2,647.	441.	2,206.
FURNITURE & EQUIPMENT (WUS)	127.	18.	109.
FURNITURE & EQUIPMENT (WUS)	471.	28.	443.
COMPUTERS (WUS)	593.	99.	494.
COMPUTERS (WUS)	297.	17.	280.
COMPUTERS (WUS)	100.	0.	100.
COMPUTER (ANZO)	526.	53.	473.
COMPUTER (EU)	469.	47.	422.
EXCHANGE DIFFERENCE ANZO COMPUTERS	150.	52.	98.
EXCHANGE DIFFERENCE CAN COMPUTERS	123.	31.	92.
EXCHANGE DIFFERENCE UK COMPUTERS	143.	38.	105.
EXCHANGE DIFFERENCE EU COMPUTERS	442.	46.	396.
TOTAL TO FORM 990, PART IV, LN 57	4,246,397.	1,002,018.	3,244,379.

FORM 990 OTHER ASSETS STATEMENT 14

DESCRIPTION	AMOUNT
TRADEMARK COSTS, NET OF AMORTIZATION	63.
DEPOSITS	15,242.
OTHER RECEIVABLES	527.
TOTAL TO FORM 990, PART IV, LINE 58, COLUMN B	15,832.

FORM 990 OTHER LIABILITIES STATEMENT 15

DESCRIPTION	AMOUNT
ADVANCE PAYMENTS - BOOK SALES	32,520.
SALES TAX PAYABLE	2,835.
PAYROLL TAX PAYABLE	3,027.
OTHER PAYABLES	427,373.
TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B	465,755.

FORM 990 STATEMENT CONCERNING LIQUIDATION, TERMINATION, ETC. - PART VI, LINE 79 STATEMENT 16

EXPLANATION

CONTRIBUTION OF REAL PROPERTY TO ANOTHER EXEMPT ORGANIZATION

FORM 990 PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES STATEMENT 17

LINE	EXPLANATION OF RELATIONSHIP OF ACTIVITIES
93A	PAYMENTS FROM APPLIED SCHOLASTICS INTERNATIONAL, AN AFFILIATED EXEMPT ORGANIZATION IN THE AMOUNT OF $445,563 PAYMENTS FROM NARCONON INTERNATIONAL, AN AFFILIATED EXEMPT ORGANIZATION IN THE AMOUNT OF $832,247 PAYMENTS FROM CRIMINON, AN AFFILIATED EXEMPT ORGANIZATION IN THE AMOUNT OF $3,765
93B	ABLE LICENSES ORGANIZATIONS TO USE ITS SOCIAL BETTERMENT TECHNOLOGIES.
93C	FEES FOR EDUCATIONAL LECTURES AND SEMINARS.
93D	FUNDRAISING COMMISSIONS FROM OTHER EXEMPT ORGANIZATIONS.
101	EVENT TO RAISE FUNDS FOR HOLLYWOOD NEIGHBORHOOD CLEANUP CAMPAIGN USING THE BOOKLET "THE WAY TO HAPPINESS".
102	SALES OF EDUCATIONAL MATERIALS.
103A	COMMISSIONS RECEIVED FROM FUNDRAISING.

103B COMMISSIONS RECEIVED FROM SALE OF EDUCATIONAL MATERIALS.
103C UNREALIZED EXCHANGE DIFFERENCES ON NON-US BRANCHES.

SCHEDULE A OTHER INCOME STATEMENT 18

DESCRIPTION	2002 AMOUNT	2001 AMOUNT	2000 AMOUNT	1999 AMOUNT
TAX REFUND	0.	0.	475.	0.
COMMISSIONS	5,930.	2,678.	1,339.	0.
INSURANCE CLAIM	744.	0.	0.	0.
EXCHANGE GAINS FROM NON US BRANCHES	24,737.	0.	0.	0.
TOTAL TO SCHEDULE A, LINE 22	31,411.	2,678.	1,814.	0.

2003 Form 990, Part III
Federal ID # 95-4188814
Association for Better Living and Education International
Statement #19

Description of Program Service One:
Assistance to Social Betterment Corporations

The mission of Association for Better Living and Education International (ABLE International) is to reverse the social decay that threatens our society by resolving the devastating core problems of drug addiction, crime, failing education, illiteracy and plummeting morality.

ABLE International carries out this mission by promoting and supporting the use of social betterment technologies developed by philosopher and humanitarian, L. Ron Hubbard. In particular, ABLE International addresses four fields of social betterment through the programs it supports:

- Literacy and education
- Morality and values
- Drug rehabilitation and drug abuse prevention
- Criminal rehabilitation

In each of these fields, an organization affiliated with ABLE International utilizes Mr. Hubbard's technologies to effect social improvement. The assistance ABLE International gives these organizations is integral to its mission of social improvement.

The four key organizations that ABLE assists are as follows:

- Applied Scholastics International – in the field of literacy and education
- The Way to Happiness Foundation International – in the field of morality and values
- Narconon International – in the field of drug rehabilitation and drug abuse prevention
- Criminon International – in the field of criminal rehabilitation

One of ABLE International's functions is to assist social betterment organizations to acquire physical facilities to house their charitable and educational programs. In 2003, ABLE International assisted Applied Scholastics in acquiring and renovating a property in St. Louis, Missouri, for the purpose of establishing its international headquarters and teacher training facility.

In July 2003, ABLE International provided planning and programming to assist Applied Scholastics International with the Grand Opening of its headquarters, at which more than 2,000 attendees from around the world heard the testimonies to the successful results from the application of the educational technologies of L. Ron Hubbard. Keynote speakers included local US Congressman, Lacy Clay, Secretary of State for Education of The Gambia, a representative from the Ministry of Education in Denmark as well as actor, Tom Cruise. Also in attendance to show their support of the need for effective literacy programs, were the Vice-Secretary for Policy in Italy, a representative from the Ministry of Education in Zimbabwe, more than 25 local Aldermen, several Mayors, dozens of educators and local school officials and celebrities Anne Archer, Jenna Elfman and Isaac Hayes.

Professional trainers, tutors and educational specialists are now being trained at the Applied Scholastics International facility, to enable them to implement the breakthrough tools of Study Technology in all educational settings. As an example, Sengalese educators and public school teachers from the United States arrived to the Applied Scholastics International campus to do these courses immediately after the Grand Opening.

The facility also houses the Applied Scholastics International marketing and publishing division, Effective Education Publishing.

ABLE International and its continental offices further assisted Applied Scholastics International to achieve its objectives by:

- Publishing *The Basic Study Manual* and *The Learning Book* in Japanese which were released in Japan – the latter by actor, Tom Cruise.

- Helping the educational group, Education Alive in Africa, to train 29 teachers on *Learning How to Learn* and conducting a seminar on Study Technology to 700 students.

- Training nearly 5,000 teachers on Study Technology in the Mashonaland Central Region in Zimbabwe.

Also in 2003, ABLE International assisted The Way to Happiness Foundation International to acquire and renovate a building in Glendale, California, in order to house its international headquarters. This foundation distributes the book with the title *The Way to Happiness,* a common sense guideline to a happier, more successful life and authored by L. Ron Hubbard. The book includes 21 precepts for successful daily living that have relevance for anyone, regardless of race creed or ethnic background.

More than 5,000 people attended the Grand Opening of The Way to Happiness Foundation International facility in October 2003, and keynote speakers included the General Secretary for Education in the Palestinian Authority and the Deputy Director General for Human Resources in the Department of Correctional Services in South Africa.

ABLE International and its continental offices also assisted The Way to Happiness Foundation International in accomplishing a resurgence of morality by:

- Planning and marketing the distribution of more than 2.2 million copies of *The Way to Happiness,* a common sense guide to better living, throughout the world.

- Formulating a new promotional campaign for the distribution of *The Way to Happiness* using customized covers. Corporations, individuals and celebrities design their own cover for the booklet and distribute these in the hundreds or thousands to their friends and customers.

- Getting 10,000 copies of *The Way to Happiness* with a custom cover of a popular celebrity in Venezuela, distributed in Venezuela where there is political unrest. Also, in getting another 4,000 *The Way to Happiness* booklets distributed in Rwanda to help assuage the conflicts in this area.

- Creating *The Way to Happiness* "Set a good Example" float for the Hollywood Christmas Parade. The float promoted the ideals of honesty, trust and religious tolerance and was viewed by millions of people watching the parade from the street and on TV stations throughout the U.S.A.

- Promoting a contest involving the application of the precepts of *The Way to Happiness,* through major newspapers in Israel. 400,000 copies of this common sense guide to better living were distributed throughout Israel and Palestine. 536 entries to the contest were received and over 100 winners were chosen for their application of the precepts.

- Hosting the Palestinian General Secretary for Education and representatives from The Way to Happiness groups in Israel and Palestine visiting the United States to further plan and fundraise for the on-going distribution of *The Way to Happiness* in both Hebrew and Arabic in these war-torn areas.

ABLE International and its continental offices assisted Criminon International to accomplish the following:

- The Criminon program was presented to the Secretary General of the Ministry of Justice and the Director for Narcotics in Indonesia. As a result, Criminon delivered training on the implementation of the Criminon program to 22 national and regional staff from the Ministry of Justice. The courses the staff completed were on *The Way to Happiness*, Study Technology and communication. They were also trained as Supervisors so they could supervise the delivery of the Criminon courses in prisons – which they did with more than 100 inmates. One of the lead Supervisors then trained 12 inmates as Supervisors so they could supervise courses delivered to other inmates. These courses were implemented in 10 prisons throughout Indonesia.

ABLE International and its continental offices assisted Narconon International to accomplish the following in achieving its purposes through the implementation of L. Ron Hubbard's drug rehabilitation and education methodologies:

- In July 2003, the Director of the Philippines Drug Enforcement Agency and his deputy traveled to Australia and were briefed on the Narconon drug rehabilitation program. In Spring 2003, they visited the United States and as part of their trip, they spent two days at the International training center for Narconon, Narconon Arrowhead, located in Oklahoma . They then traveled to Los Angeles where they toured through the ABLE International displays and were further briefed. Planning for the implementation of the Narconon programs in the Philippines was worked out at that time. Narconon International then went to the Philippines and trained 30 police officers on the Narconon drug education program and also trained 24 drug rehabilitation professionals from government agencies and non-governmental organizations on the *Narconon First Step program* (consisting of drug-free withdrawal).

- To open 23 new drug rehabilitation and drug education groups around the world, including drug rehabilitation centers in San Diego, California, and in Idaho, as well as new centers in Greece, Philippines and Norway.

- Plan and implement outcome studies of the effectiveness of the Narconon drug rehabilitation program.

ABLE International delivered a three-day workshop on literacy and communication to English-speaking and Spanish-Speaking employees of the Head Start program in Los Angeles which provides services to pre-school-aged children and their parents. ABLE International also delivered a tutoring program in Kern County, California, to children of immigrants.

ABLE International also assisted the International Academy of Detoxification Specialists with establishment of their detoxification center in New York which has the purpose of detoxifying those emergency services employees adversely affected by the toxins from the destruction of the World Trade Center on September 11, 2001. By year-end, more than 150 firefighters and other rescue workers as well as downtown New York residents had completed the program.

	Grants	Expenses
To Form 990, Part III, line	25,997,267	27,707,341

2003 Form 990, Part III
Federal ID # 95-4188814
Association for Better Living and Education International
Statement #20

Description of Program Service Two:
Materials Compilations and Publications

An important part of ABLE International's mission includes the compilation, translation, publication and broad distribution of books and other materials containing the social betterment technologies developed by L. Ron Hubbard. These include materials for the general public to train on in order to improve some aspect of their lives, as well as the courses and course materials necessary to train staff of new and existing social betterment groups.

ABLE International assisted The Way to Happiness Foundation International in its publication of the following books, courses and materials:

- *The Way to Happiness Course for Adults, The Way to Happiness Kid's Activity Book, The Way to Happiness Elementary School Lesson Plans* and *Middle School Lesson Plans* – these materials were compiled and made ready for initial implementation.

- The Way to Happiness illustrated poster in Spanish.

- The Way to Happiness was translated into the following 32 languages and released during 2003: Spanish (Castillian), Portuguese, Armenian, Czech, Farsi, Malaysian, Japanese, Macedonian, Romanian, Slovak, Swedish, Taiwanese, Belorussian, Albanian, Croatian, Chinese, Danish, Dutch, Vietnamese, Latvian, Sinhalese, Lithuanian, Macedonian, Polish, Burmese, Indonesian, Slovenian, Serbian, Finnish, Bulgarian, Turkish and Ukranian.

ABLE International assisted Narconon International in its compilation of the following books, courses and materials:

- *Narconon Drug Education* materials and the *Narconon Drug Education Public Relations* materials for use in training drug education lecturers.

- *Helping Someone Overcome Addiction* book.

ABLE International assisted Applied Scholastics International in its compilation of the following books, courses and materials:

- *Effective Learning Course, Key to Effective Learning* lecture series and manuscripts, *Effective Teacher Course* and several other teacher training courses such as *The Fundamentals of Instruction Course, Teaching Tools for Success Course, Study Tools for Educators Course* and *Communication Skills Course.* Other compilations included *Progressive Tutoring Tools, Learning How to Learn Correspondence Course for Tutors*. These materials were released at the Grand Opening of Applied Scholastics International teacher training facility in St. Louis, Missouri.

	Grants	Expenses
To Form 990, Part III, line	5,599	294,268

2003 Form 990, Part III
Federal ID # 95-4188814
Association for Better Living and Education International
Statement #21

Description of Program Service Three:
Public Information on the Solution to Societal Ills

ABLE International conducts public awareness campaigns to focus on problem areas in society and to highlight the solutions to these problems provided by the affiliated programs that it supports and assists.

During 2003, ABLE International sent out over one million magazines, promotional fliers and newsletters to the general public and to leaders in the fields of education, drug rehabilitation, and moral improvement. Through its continental offices, ABLE sent out an additional five million promotional items, making known the solutions available to resolve these major societal ills.

Two editions of ABLE International's Solutions Magazine were printed and published in 2003, with each magazine distributed to many thousands of people. As well, ABLE International assisted Applied Scholastics in publishing a brochure on its education services in readiness for the Grand Opening of its international headquarters and teacher training facility; and similarly, assisted The Way to Happiness Foundation International in publishing a brochure for the Grand Opening of its international headquarters.

ABLE International has produced large visual displays illustrating the problems society faces in the 21st century – and the effectiveness of ABLE's programs through the application of L. Ron Hubbard's breakthrough technologies. Viewed by members of the general public, civic and community leaders, religious leaders and leaders of industry from around the world, the displays inform visitors about the results of ABLE's programs and how to implement these programs in their own areas.

One visitor to the ABLE displays led to the Nigerian Education Tax Fund (a fund established by the government of Nigeria to improve education in the country) sending a delegation to the United States to visit ABLE

International and facilities utilizing each of the four ABLE social betterment programs. The delegation visited programs in Los Angeles and in St. Louis, Missouri, and saw the value of the programs in all levels of society from gangs, to drug addicts, to educating school children and how these programs could all be implemented to help the people of Nigeria. The Education Tax Fund then sent a delegation to South Africa to again visit Criminon and Applied Scholastics facilities and was impressed to see the rehabilitation technologies at work in a comparable environment to that in Nigeria. As a result of the above tours, the Education Tax Fund determined that they would, in conjunction with ABLE International, conduct a two-day "awareness conference" in February 2004, with educators, politicians, law enforcement, clergy and representatives of other related fields to promote all of ABLE's programs with the view to implementing the programs throughout Nigeria to specifically address the social problems associated with the "Area Boys" (gangs) of Nigeria.

In Venezuela, ABLE assisted in the presentation of all of the ABLE programs to the Governor's Assessors in the state of Merida, resulting in a request for the implementation of these programs to address the declining morals standards and increasing illiteracy in the country.

In November 2003, at a conference for the nations of Africa, ABLE's representative in Africa presented the Criminon criminal rehabilitation programs and the Education Alive literacy programs to Ministers and other government representatives from several Africa countries, providing information on the successful results from the implementation of these programs to address criminality and illiteracy as it affects all areas of society. The countries represented included: Mozambique, Angola, Zambia, Seychelles, Dakar, Malawi, Cote d'Ivoire, Burkina Faso, New England, Tanzania, Kenya, Republic of Congo, Egypt, Rwanda, Senegal and Lesotho. This resulted in many requests for materials and more information and follow-up on these ABLE programs.

	Grants	Expenses
To Form 990, Part III, line	134,684	1,124,647

Form **4562**

Department of the Treasury
Internal Revenue Service

Depreciation and Amortization

990

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2003

Attachment Sequence No 67

Name(s) shown on return	Business or activity to which this form relates	Identifying number
ASSOCIATION FOR BETTER LIVING & EDUCATION INTERNATIONAL	FORM 990 PAGE 2	95-4188814

Part I **Election To Expense Certain Tangible Property Under Section 179** **Note.** If you have any listed property, complete Part V before you complete Part I

1	Maximum amount See instructions for a higher limit for certain businesses	1	100,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	400,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the **smaller** of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2002 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2004. Add lines 9 and 10, less line 12 ▶	13	

Note: *Do not use Part II or Part III below for listed property Instead, use Part V*

Part II **Special Depreciation Allowance and Other Depreciation (Do not** include listed property **)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election (see instructions)	15	
16	Other depreciation (including ACRS) (see instructions)	16	1,009,420.

Part III **MACRS Depreciation (Do not** include listed property **)** (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2003	17	
18	If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B - Assets Placed in Service During 2003 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27 5 yrs	MM	S/L	
	/		27 5 yrs	MM	S/L	
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2003 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV **Summary** (See instructions)

21	Listed property Enter amount from line 28			21	
22	**Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr			22	1,009,420.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23			

316251
10-21-03 LHA **For Paperwork Reduction Act Notice, see separate instructions.**

Part V **Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement)
Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete* **only** *24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable*

Section A - Depreciation and Other Information (Caution: *See instructions for limits for passenger automobiles* **)**

24a Do you have evidence to support the business/investment use claimed? ☐ **Yes** ☐ **No** **24b** If "Yes," is the evidence written? ☐ **Yes** ☐ **No**

(a) Type of property (list vehicles first)	**(b)** Date placed in service	**(c)** Business/ investment use percentage	**(d)** Cost or other basis	**(e)** Basis for depreciation (business/investment use only)	**(f)** Recovery period	**(g)** Method/ Convention	**(h)** Depreciation deduction	**(i)** Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use						**25**		
26 Property used more than 50% in a qualified business use:								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1						**28**		
29 Add amounts in column (i), line 26 Enter here and on line 7, page 1							**29**	

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle		**(b)** Vehicle		**(c)** Vehicle		**(d)** Vehicle		**(e)** Vehicle		**(f)** Vehicle	
30 Total business/investment miles driven during the year (**do not** include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
	Yes	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons

	Yes	**No**
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: *If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles*

Part VI **Amortization**

(a) Description of costs	**(b)** Date amortization begins	**(c)** Amortizable amount	**(d)** Code section	**(e)** Amortization period or percentage	**(f)** Amortization for this year
42 Amortization of costs that begins during your 2003 tax year:					
43 Amortization of costs that began before your 2003 tax year				**43**	
44 **Total.** Add amounts in column (f) See instructions for where to report				**44**	

Form **8868** (December 2000) Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return

OMB No 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box . . . . ▶ ☑
- If you are filing for an **Additional (not automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

Note: *Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.*

Part I **Automatic 3-Month Extension of Time**—Only submit original (no copies needed)

Note: *Form 990-T corporations requesting an automatic 6-month extension—check this box and complete Part I only* . . . ▶ ☐

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns Partnerships, REMICs and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041

Type or print	Name of Exempt Organization ASSOCIATION FOR BETTER LIVING AND EDUCATION INTERNATIONAL	**Employer identification number** 95 4188814
File by the due date for filing your return See instructions	Number, street, and room or suite no If a P.O box, see instructions 7065 HOLLYWOOD BOULEVARD	
	City, town or post office, state, and ZIP code For a foreign address, see instructions LOS ANGELES CA 90028	

Check type of return to be filed (file a separate application for each return).

☑ Form 990	☐ Form 990-T (corporation)	☐ Form 4720
☐ Form 990-BL	☐ Form 990-T (sec. 401(a) or 408(a) trust)	☐ Form 5227
☐ Form 990-EZ	☐ Form 990-T (trust other than above)	☐ Form 6069
☐ Form 990-PF	☐ Form 1041-A	☐ Form 8870

- If the organization does **not** have an office or place of business in the United States, check this box . . . . ▶ ☐
- If this is for a **Group Return,** enter the organization's four digit Group Exemption Number (GEN) ________ . If this is for the **whole** group, check this box ▶ ☐ If it is for part of the group, check this box ▶ ☐ and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6-month, for **990-T corporation**) extension of time until 15 AUG , 2004, to file the exempt organization return for the organization named above The extension is for the organization's return for:
▶ ☐ calendar year 2003 or
▶ ☐ tax year beginning ____________, 20___, and ending ____________, 20___.

2 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions . . . . $

b If this application is for Form 990-PF of 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit . . . . $

c **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions . . . . $

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ▶ ________ Title ▶ SECRETARY Date ▶ 10 MAY 04

- If you are filing for an **Additional (not automatic) 3-Month Extension, complete only Part II** and check this box . . ▶ ☑

Note: ***Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.***

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** (on page 1).

Part II Additional (not automatic) 3-Month Extension of Time—Must File Original and One Copy.

Type or print	Name of Exempt Organization	Employer identification number
File by the extended due date for filing the return. See instructions	INTERNATIONAL ASSOCIATION FOR BETTER LIVING AND EDUCATION	95 : 4188816
	Number, street, and room or suite no If a P O. box, see instructions. 7065 HOLLYWOOD BLVD	For IRS use only
	City, town or post office, state, and ZIP code For a foreign address, see instructions. LOS ANGELES CA 90028	

Check type of return to be filed (File a separate application for each return):

☑ Form 990 ☐ Form 990-EZ ☐ Form 990-T (sec. 401(a) or 408(a) trust) ☐ Form 1041-A ☐ Form 5227 ☐ Form 8870
☐ Form 990-BL ☐ Form 990-PF ☐ Form 990-T (trust other than above) ☐ Form 4720 ☐ Form 6069

STOP: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- If the organization does **not** have an office or place of business in the United States, check this box . . . . . ▶ ☐
- If this is for a **Group Return,** enter the organization's four digit Group Exemption Number (GEN) ________ . If this is for the **whole** group, check this box ▶ ☐ . If it is for **part** of the group, check this box ▶ ☐ and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until NOVEMBER 15 , 2004

5 For calendar year 2003, or other tax year beginning ...., 20... and ending ...., 20.....

6 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period

7 State in detail why you need the extension
ADDITIONAL TIME IS NEEDED FOR REVIEW BY ACCOUNTANTS

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions . . . . $

b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 . . . . $

c **Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions . . . . $

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ▶ Title ▶ SECRETARY Date ▶ 13 AUG 2004

Notice to Applicant—To Be Completed by the IRS

☒ We **have** approved this application. Please attach this form to the organization's return.

☐ We **have not** approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely return Please attach this form to the organization's return.

☐ We **have not** approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file We are not granting a 10-day grace period

☐ We **cannot consider** this application because it was filed after the due date of the return for which an extension was requested.

☐ Other ....

RECEIVED
AUG 23 2004
OGDEN, UT

Director ________ By ________ Date

Alternate Mailing Address — Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above.

Type or print	
	Name
	Number and street (include suite, room, or apt. no.) Or a P.O. box number
	City or town, province or state, and country (including postal or ZIP code)

EXTENSION APPROVED
AUG 30 2004