

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

2005Open to Public
Inspection**A** For the 2005 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
Instruc-
tions**C** Name of organization
**SOCIAL BETTERMENT PROPERTIES
INTERNATIONAL**

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

6331 HOLLYWOOD BLVD

Room/suite

City or town, state or country, and ZIP + 4

LOS ANGELES, CA 90028**D** Employer identification number**86-1667526****E** Telephone number**(323) 960-3500****F** Accounting method☒ 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 ☒ No**H(b)** If "Yes," enter number of affiliates ► **N/A****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 or-
ganization covered by a group ruling? ☐ Yes ☒ No**I** Group Exemption Number ► **N/A****M** Check ☒ if the organization is **not** required to attach
Sch B (Form 990, 990-EZ, or 990-PF)**G** Website: ► **N/A****J** Organization type (check only one) ► ☒ 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 chooses to file a return, be
sure to file a complete return. **Some states require a complete return.****L** Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ►**1,704,860.****Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances**

1	Contributions, gifts, grants, and similar amounts received			
a	Direct public support	1a		
b	Indirect public support	1b	1,548,496.	
c	Government contributions (grants)	1c		
d	Total (add lines 1a through 1c) (cash \$ 1,548,496. noncash \$)	1d	1,548,496.	
2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		
3	Membership dues and assessments	3		
4	Interest on savings and temporary cash investments	4	17,593.	
5	Dividends and interest from securities	5		
6 a	Gross rents SEE STATEMENT 1	6a	138,771.	
b	Less rental expenses	6b		
c	Net rental income or (loss) (subtract line 6b from line 6a)	6c	138,771.	
7	Other investment income (describe ►)	7		
8 a	Gross amount from sales of assets other than inventory	(A) Securities		(B) Other
b	Less cost or other basis and sales expenses	8a		
c	Gain or (loss) (attach schedule)	8b		
d	Net gain or (loss) (combine line 8c, columns (A) and (B))	8c		
8d				
9	Special events and activities (attach schedule) If any amount is from gaming, check here <input type="checkbox"/>			
a	Gross revenue (not including \$ of contributions reported on line 1a)	9a		
b	Less direct expenses other than fundraising expenses	9b		
c	Net income or (loss) from special events (subtract line 9b from line 9a)	9c		
10 a	Gross sales of inventory, less returns and allowances	10a		
b	Less cost of goods sold	10b		
c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c		
11	Other revenue (from Part VII, line 103)	11		
12	Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12	1,704,860.	
13	Program services (from line 13, column (B))	13	1,613,690.	
14	Management and general (from line 44, column (C))	14	1,634.	
15	Fundraising (from line 44, column (C))	15		
16	Payments to affiliates (attach schedule)	16		
17	Total expenses (add lines 16 and 44, column (A))	17	1,615,324.	
18	Excess or (deficit) for the year (subtract line 17 from line 12)	18	89,536.	
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	42,665,719.	
20	Other changes in net assets or fund balances (attach explanation)	20	0.	
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21	42,755,255.	

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LHA For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Form 990 (2005)

13P

**SOCIAL BETTERMENT PROPERTIES
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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 \$ <u>0</u> • noncash \$ <u>0</u> .) If this amount includes foreign grants, check here <input type="checkbox"/>	22			
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 0.	25 0.	25 0.	25 0.
26 Other salaries and wages	26			
27 Pension plan contributions	27			
28 Other employee benefits	28			
29 Payroll taxes	29			
30 Professional fundraising fees	30			
31 Accounting fees	31 10,217.	31 9,195.	31 1,022.	
32 Legal fees	32 596.	32 536.	32 60.	
33 Supplies	33			
34 Telephone	34			
35 Postage and shipping	35 <872.>	35 <872.>		
36 Occupancy	36			
37 Equipment rental and maintenance	37			
38 Printing and publications	38			
39 Travel	39 <546.>	39 <546.>		
40 Conferences, conventions, and meetings	40			
41 Interest	41			
42 Depreciation, depletion, etc. (attach schedule)	42 1,525,613.	42 1,525,563.	42 50.	
43 Other expenses not covered above (itemize):				
a OFFICE & ADMIN	43a 137.		43a 137.	
b PROPERTY TAX	43b 79,814.	43b 79,814.		
c BANK CHARGES	43c 365.		43c 365.	
d	43d			
e	43e			
f	43f			
g	43g			
44 Total functional expenses. Add lines 22 through 43. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44 1,615,324.	44 1,613,690.	44 1,634.	44 0.

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 ☒ No

If "Yes," enter (i) the aggregate amount of these joint costs \$ N/A, (ii) the amount allocated to Program services \$ N/A, (iii) the amount allocated to Management and general \$ N/A, and (iv) the amount allocated to Fundraising \$ N/A.

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Part III Statement of Program Service Accomplishments (See the instructions)

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.

What is the organization's primary exempt purpose? ► SEE STATEMENT 6		Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others)
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.)		
a EDUCATION		
	SEE STATEMENT 7	
	(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	1,028,991.
b DETOX		
	SEE STATEMENT 7	
	(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	415,496.
c MORALS		
	SEE STATEMENT 7	
	(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	87,339.
d HUMAN RIGHTS		
	SEE STATEMENT 7	
	(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	81,864.
e Other program services (attach schedule)		
	(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
f Total of Program Service Expenses (should equal line 44, column (B), Program services)		1,613,690.

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Part IV Balance Sheets (See the instructions.)

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	201,958.	45	10,305.
	46 Savings and temporary cash investments	204,180.	46	385,229.
	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		
	b Less: allowance for doubtful accounts	51b	51c	
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges		53	
	54 Investments - securities STMT 4 <input checked="" type="checkbox"/> Cost <input type="checkbox"/> FMV	450,000.	54	330,000.
	55 a Investments - land, buildings, and equipment: basis	55a		
	b Less: accumulated depreciation	55b	55c	
56 Investments - other		56		
57 a Land, buildings, and equipment: basis	57a	45,237,752.		
b Less: accumulated depreciation STMT 2	57b	3,074,240.	57c	42,163,512.
58 Other assets (describe <input type="checkbox"/>)		58		
59 Total assets (must equal line 74). Add lines 45 through 58	42,872,457.	59	42,889,046.	
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		64b	
	65 Other liabilities (describe <input type="checkbox"/> SEE STATEMENT 3)	206,738.	65	133,791.
66 Total liabilities. Add lines 60 through 65)	206,738.	66	133,791.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input type="checkbox"/> 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 <input checked="" type="checkbox"/> 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	42,665,719.	72	42,755,255.
	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)	42,665,719.	73	42,755,255.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73	42,872,457.	74	42,889,046.

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Yes	No
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0

75b

X

75c

X

75d

X

Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address

NONE

(B) Loans and Advances

(C) Compensation

(D) Contributions to employee benefit plans & deferred compensation plans

(E) Expense
account and
other allowances

Yes	No
-----	----

76

X

77

X

78a

X

N/A

78h

79

X

80a

X

N/A

11

☐ nonexempt

81a

0

81b

X

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Part VI Other Information <i>(continued)</i>			Yes	No
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?		83b	X	
84 a Did the organization solicit any contributions or gifts that were not tax deductible?		84a		X
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 <i>501(c)(4), (5), or (6) organizations.</i> 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? 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.	N/A	85b		
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 <i>501(c)(7) organizations.</i> 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 <i>501(c)(12) organizations.</i> 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 <i>501(c)(3) organizations</i> Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> , section 4912 <u>0.</u> , section 4955 <u>0.</u>				
b <i>501(c)(3) and 501(c)(4) organizations.</i> 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 <u>CA</u>				
b Number of employees employed in the pay period that includes March 12, 2005	90b			0
91 a The books are in care of <u>EDYTH QUILLIN</u> Telephone no <u>(323) 960-3500</u> Located at <u>6331 HOLLYWOOD BLVD, LOS ANGELES</u> ZIP + 4 <u>90028</u>				
b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country <u>N/A</u> See the instructions for exceptions and filing requirements for Form TD F 90-22.1 , Report of Foreign Bank and Financial Accounts.		91b		X
c At any time during the calendar year, did the organization maintain an office outside of the United States? If "Yes," enter the name of the foreign country <u>N/A</u>		91c		X
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

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

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a					
b					
c					
d					
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	17,593.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					138,771.
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		17,593.	138,771.
105 Total (add line 104, columns (B), (D), and (E))					156,364.

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 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)
97B	RENTAL INCOME FROM EXEMPT ORGANIZATION.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the instructions.)

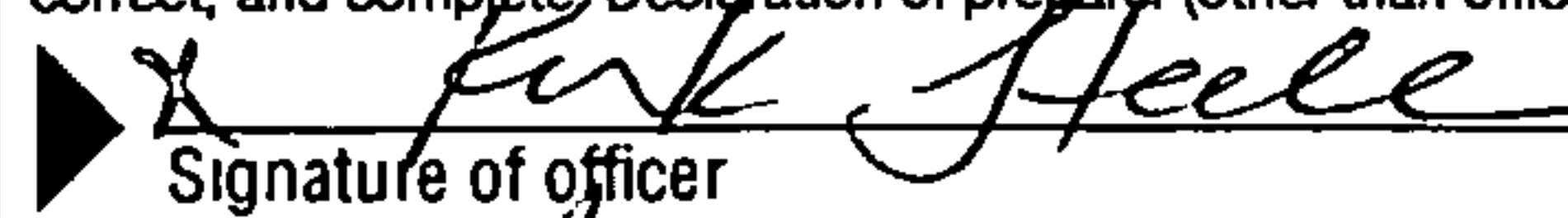

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
NONE	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See 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.			
		15 NOV 06	KIRK STEELE (SECRETARY)	
Paid Preparer's Use Only	Signature of officer	Date	Type or print name and title	
	Preparer's signature 	Date 11/15/06	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 900535334
	Firm's name (or yours if self-employed), address, and ZIP + 4	NSBN LLP 9454 WILSHIRE BLVD., 4TH FLOOR BEVERLY HILLS, CA 90212-2907		EIN 95-2399533 Phone no (310) 273-2501

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02-03-06

Form **990** (2005)

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 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

2005

Name of the organization **SOCIAL BETTERMENT PROPERTIES
INTERNATIONAL**

Employer identification number
86 1667526

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-A

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
NONE		
Total number of others receiving over \$50,000 for professional services	0	

Part II-B

Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms If there are none, enter "None " See page 2 of the instructions)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
CONDAIRE MECHANICAL CONTRACTOR 1141 RECO DRIVE, SAINT LOUIS, MO 63126	RENOVATIONS OF MECH. SYSTEM	161,226.
Total number of other contractors receiving over \$50,000 for other services	0	

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Schedule A (Form 990 or 990-EZ) 2005 **INTERNATIONAL**

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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) 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	1	X
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)?	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
c During the year, did the organization receive a contribution of qualified real property interest under section 170(h)?	3c	X
4 a Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4a	X
b Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b	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) sections 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) Check the box that describes the type of supporting organization ► ☐ Type 1 ☐ Type 2 ☐ Type 3

Provide the following information about the supported organizations (See page 6 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)

SOCIAL BETTERMENT PROPERTIES

Schedule A (Form 990 or 990-EZ) 2005 **INTERNATIONAL**

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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) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	5,631,254.	38,889,654.	0.	0.	44,520,908.
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					
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	360,080.	17,750.			377,830.
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					
23 Total of lines 15 through 22	5,991,334.	38,907,404.	0.	0.	44,898,738.
24 Line 23 minus line 17	5,991,334.	38,907,404.			44,898,738.
25 Enter 1% of line 23	59,913.	389,074.			

26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24	▶ 26a	897,975.
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 2001 through 2004 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts	▶ 26b	0.
c Total support for section 509(a)(1) test Enter line 24, column (e)	▶ 26c	44,898,738.
d Add Amounts from column (e) for lines 18 <u>377,830.</u> 19 _____ 22 _____ 26b _____	▶ 26d	377,830.
e Public support (line 26c minus line 26d total)	▶ 26e	44,520,908.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))	▶ 26f	99.1585%

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

(2004)(2003)(2002)(2001)

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 11b, 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

(2004)(2003)(2002)(2001)

c Add Amounts from column (e) for lines 15 16 17 20 21

27cN/A

d Add Line 27a total and line 27b total

27dN/A

e Public support (line 27c total minus line 27d total)

27eN/A

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

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

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

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2001 through 2004, 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

SOCIAL BETTERMENT PROPERTIES

Schedule A (Form 990 or 990-EZ) 2005 **INTERNATIONAL**

86-1667526 Page 4

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?		
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?		
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? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)		
<hr/>		
<hr/>		
<hr/>		
32 Does the organization maintain the following		
a Records indicating the racial composition of the student body, faculty, and administrative staff?		
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)		
<hr/>		
<hr/>		
33 Does the organization discriminate by race in any way with respect to		
a Students' rights or privileges?		
b Admissions policies?		
c Employment of faculty or administrative staff?		
d Scholarships or other financial assistance?		
e Educational policies?		
f Use of facilities?		
g Athletic programs?		
h Other extracurricular activities? If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)		
<hr/>		
<hr/>		
34 a Does the organization receive any financial aid or assistance from a governmental agency?		
b Has the organization's right to such aid ever been revoked or suspended? 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		

Schedule A (Form 990 or 990-EZ) 2005

SOCIAL BETTERMENT PROPERTIES

Schedule A (Form 990 or 990-EZ) 2005 **INTERNATIONAL**

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Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions)

N/A

(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 -															
<table style="width:100%; border: none;"> <tr> <td style="width:30%;">If the amount on line 40 is -</td> <td style="width:70%;">The lobbying nontaxable amount is -</td> </tr> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 40</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000</td> </tr> </table>	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			
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														
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														

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)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(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 11 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

- a** Volunteers
- b** Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c** Media advertisements
- d** Mailings to members, legislators, or the public
- e** Publications, or published or broadcast statements
- f** Grants to other organizations for lobbying purposes
- g** Direct contact with legislators, their staffs, government officials, or a legislative body
- h** Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i** Total lobbying expenditures (Add lines c through h.)

Yes	No	Amount
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	0.

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

Schedule A (Form 990 or 990-EZ) 2005 **INTERNATIONAL**

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

	Yes	No
51a(i)		X
a(ii)		X
b(i)		X
b(ii)		X
b(iii)		X
b(iv)		X
b(v)		X
b(vi)		X
c		X

[illegible]

N/A

[illegible]

Asset Number	Description of property							
	Date placed in service	Method/IRC sec	Life or rate	Line No	Cost or other basis	Basis reduction	Accumulated depreciation/amortization	Current year deduction
	BUILDINGS							
9	BUILDING - APS INT							
	11/24/03	SL	40.00	16	14,547,000.		400,541.	363,675.
10	BUILDING - NN AH							
	11/24/03	SL	40.00	16	7,206,000.		198,412.	180,150.
11	BUILDING - TWTH							
	11/24/03	SL	40.00	16	3,437,500.		94,649.	85,938.
12	BUILDING - CCHR INT							
	12/02/03	SL	40.00	16	2,639,500.		71,231.	65,988.
30	BUILDINGS - NN AH							
	07/01/04	SL	10.00	16	5,000.		184.	500.
	* 990 PAGE 2 TOTAL BUILDINGS							
					27,835,000.	0.	765,017.	696,251.
	FURNITURE & FIXTURES							
33	FURNITURE							
	07/01/04	SL	3.00	16	149.		25.	50.
	* 990 PAGE 2 TOTAL FURNITURE & FIXTURES							
					149.	0.	25.	50.
	LAND							
1	LAND - APS INT							
	11/24/03	L			800,000.			0.
2	LAND - NN AH							
	11/24/03	L			2,850,000.			0.
3	LAND - TWTH							
	11/24/03	L			750,000.			0.
4	LAND - CCHR INT							
	12/02/03	L			2,200,000.			0.
	* 990 PAGE 2 TOTAL LAND							
					6,600,000.	0.	0.	0.
	OTHER							
5	LAND IMPROVEMENTS - APS INT							
	11/24/03	SL	5.00	16	2,143,000.		472,047.	428,600.
6	LAND IMPROVEMENTS - NN AH							
	11/24/03	SL	5.00	16	874,000.		192,519.	174,800.
7	LAND IMPROVEMENTS - TWTH							
	11/24/03	SL	5.00	16	2,500.		551.	500.
8	LAND IMPROVEMENTS - CCHR INT							
	12/02/03	SL	5.00	16	60,500.		13,061.	12,100.
13	LAND IMPROVEMENT - NN AH							
	04/01/05	SL	20.00	16	11,085.			370.
28	LAND IMPROVEMENTS - APS INT							
	07/01/04	SL	5.00	16	276,772.		32,653.	55,354.
29	LAND IMPROVEMENTS - NN AH							
	07/01/04	SL	5.00	16	33,000.		5,500.	6,600.
44	LAND IMPROVEMENT - CCHR							
	12/13/05	SL	20.00	16	2,886.			385.
	* 990 PAGE 2 TOTAL OTHER							
					3,403,743.	0.	716,331.	678,709.
	* 990 PAGE 2 TOTAL -							
					37,838,892.	0.	1,481,373.	1,375,010.

FORM 990

RENTAL INCOME

STATEMENT 1

KIND AND LOCATION OF PROPERTY	ACTIVITY NUMBER	GROSS RENTAL INCOME
DRUG REHAB CENTER IN OKLAHOMA	1	138,771.
TOTAL TO FORM 990, PART I, LINE 6A		138,771.

FORM 990

DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT

STATEMENT 2

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
LAND - APS INT	800,000.	0.	800,000.
LAND - NN AH	2,850,000.	0.	2,850,000.
LAND - TWTH	750,000.	0.	750,000.
LAND - CCHR INT	2,200,000.	0.	2,200,000.
LAND IMPROVEMENTS - APS INT	2,143,000.	900,647.	1,242,353.
LAND IMPROVEMENTS - NN AH	874,000.	367,319.	506,681.
LAND IMPROVEMENTS - TWTH	2,500.	1,051.	1,449.
LAND IMPROVEMENTS - CCHR INT	60,500.	25,161.	35,339.
BUILDING - APS INT	14,547,000.	764,216.	13,782,784.
BUILDING - NN AH	7,206,000.	378,562.	6,827,438.
BUILDING - TWTH	3,437,500.	180,587.	3,256,913.
BUILDING - CCHR INT	2,639,500.	137,219.	2,502,281.
LAND IMPROVEMENT - NN AH	11,085.	370.	10,715.
CONSTRUCTION IN PROGRESS - NN AH	8,666.	0.	8,666.
ASSETS NOT PLACED IN SERVICE - NN AH	40,716.	0.	40,716.
LAND IMPROVEMENTS - APS INT	276,772.	88,007.	188,765.
LAND IMPROVEMENTS - NN AH	33,000.	12,100.	20,900.
BUILDINGS - NN AH	5,000.	684.	4,316.
BUILDING IMPROVEMENTS - APS INT	3,932,017.	142,746.	3,789,271.
BUILDING IMPROVEMENTS - NN AH	1,747,376.	66,490.	1,680,886.
FURNITURE	149.	75.	74.
BUILDING IMPROVEMENTS - CCHR	1,540,825.	2,005.	1,538,820.
LAND IMPROVEMENT - CCHR	2,886.	385.	2,501.
PLANT & TECHNICAL EQUIPMENT	66,163.	6,616.	59,547.
LAND IMPROVEMENT IN PROGRESS - NN AH	45,338.	0.	45,338.
ASSETS NOT PLACED IN SERVICE - NN AH	17,759.	0.	17,759.
TOTAL TO FORM 990, PART IV, LN 57	45,237,752.	3,074,240.	42,163,512.

FORM 990	OTHER LIABILITIES	STATEMENT	3
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DESCRIPTION

AMOUNT

CONSTRUCTION PAYABLE
DUE TO USIMT

61,206.

72,585.

TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B

133,791.

FORM 990	OTHER SECURITIES	STATEMENT	4
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SECURITY DESCRIPTION

COST/FMV

OTHER
SECURITIES

INVESTMENT SECURITIES

COST

330,000.

TO FORM 990, LINE 54, COL B

330,000.

FORM 990	PART V-A - LIST OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES	STATEMENT	5
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NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
THOMAS DEVOCHT 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	FORMER DIR. & PRESIDENT 0.50	0.	0.	0.
TRISTAN KORRINGA 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	FORMER DIR & TREASURER 0.50	0.	0.	0.
GORDON KIRK STEELE 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	DIRECTOR & SECRETARY 0.50	0.	0.	0.
ERIC JARRY 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	VICE PRESIDENT 0.50	0.	0.	0.
NANCY LEVIN 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	ASSISTANT TREASURER 20.00	0.	0.	0.

SOCIAL BETTERMENT PROPERTIES INTERNATIONAL

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NEIL LEVIN 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	ASSISTANT SECRETARY 0.50	0.	0.	0.
CLAUDIA OLANDER 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	FORMER DIRECTOR 0.50	0.	0.	0.
LYMAN SPURLOCK 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	DIRECTOR & PRESIDENT 0.50	0.	0.	0.
EDYTH QUILLIN 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	DIRECTOR 0.50	0.	0.	0.
GREG HUGHES 6331 HOLLYWOOD BLVD LOS ANGELES, CA 90028	TREASURER 0.50	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		0.	0.	0.

**2005 FORM 990, PART III
FEDERAL ID # 86-1667526
SOCIAL BETTERMENT PROPERTIES INTERNATIONAL**

STATEMENT #6

WHAT IS THE ORGANIZATION'S PRIMARY EXEMPT PURPOSE?

SOCIAL BETTERMENT PROPERTIES INTERNATIONAL (SBPI) WAS FORMED TO ACQUIRE, DEVELOP AND MAINTAIN BUILDINGS AND OTHER REAL ESTATE UTILIZED BY SOCIAL BETTERMENT ORGANIZATIONS CARRYING OUT PROGRAMS THAT UTILIZE TECHNOLOGY AND METHODS DEVELOPED BY L. RON HUBBARD AND THAT ARE ASSOCIATED WITH AND SUPPORTED BY THE SCIENTOLOGY RELIGION.

STATEMENT #7

DESCRIPTION OF PROGRAM SERVICES

L. RON HUBBARD, THE FOUNDER OF THE SCIENTOLOGY RELIGION, ALSO DEVELOPED WORKABLE TECHNOLOGIES AND METHODS FOR ADDRESSING THE MAJOR ILLS OF SOCIETY, DRUGS, ILLITERACY, CRIMINALITY AND IMMORALITY AND THROUGH HIS WRITINGS AND TEACHINGS ADVOCATED EDUCATION CONCERNING AND PROTECTION OF HUMAN RIGHTS. ORGANIZATIONS WITH THE PURPOSE OF HANDLING EACH OF THESE AREAS OF CONCERN WERE FORMED OVER THE YEARS AND NOW CARRY ON THEIR SOCIAL BETTERMENT ACTIVITIES INTERNATIONALLY. SBPI WAS FORMED TO SUPPORT AND ASSIST THOSE ORGANIZATIONS AND THEIR PROGRAMS BY HOLDING TITLE TO, MAINTAINING AND IMPROVING BUILDINGS AND PROPERTIES USED IN CARRYING OUT THESE PROGRAMS.

SBPI HAS RECEIVED GRANTS AND RENOVATED PROPERTIES THAT ARE NOW IN USE BY THESE ORGANIZATIONS.

THESE SPECIFIC PROPERTIES ARE:

1. THE INTERNATIONAL TRAINING FACILITY AT SPANISH LAKE NEAR ST. LOUIS, MISSOURI, UTILIZED BY APPLIED SCHOLASTICS INTERNATIONAL, ALSO A TAX EXEMPT SECTION 501(C)(3) ORGANIZATION THAT PROMOTES AND DISSEMINATES THE SUCCESSFUL PROGRAM DEVELOPED BY L. RON HUBBARD TO ASSIST LEARNING AND COMBAT ILLITERACY. (EDUCATION)
2. THE INTERNATIONAL TRAINING, DETOXIFICATION AND DRUG REHABILITATION FACILITY - NARCONON ARROWHEAD, LOCATED IN CANADIAN, OKLAHOMA AND RUN BY NARCONON OF OKLAHOMA, WHICH

IS A TAX EXEMPT SECTION 501(C)(3) ORGANIZATION THAT USES THE TECHNOLOGY DEVELOPED BY MR. HUBBARD FOR DRUG USE REHABILITATION (DETOX) AND DRUG EDUCATION.

3. THE INTERNATIONAL HEADQUARTERS FOR THE WAY TO HAPPINESS FOUNDATION, A TAX EXEMPT SECTION 501(C)(3) ORGANIZATION THAT USES THE NON-RELIGIOUS MORAL CODE BY L. RON HUBBARD FOUND IN THE BOOK *THE WAY TO HAPPINESS* TO IMPROVE MORALITY WITHIN SOCIETY. (MORALS)

4. THE BUILDING HOUSING THE ACTIVITIES OF CITIZENS COMMISSION ON HUMAN RIGHTS INTERNATIONAL (CCHR) IN LOS ANGELES, CALIFORNIA. CCHR IS A TAX EXEMPT SECTION 501(C)(3) ORGANIZATION THAT INVESTIGATES AND EXPOSES HUMAN RIGHTS VIOLATIONS IN THE AREA OF ABUSIVE AND DANGEROUS PSYCHIATRIC PRACTICES AND EDUCATES THE PUBLIC AND TAKES ACTIONS TO PROTECT INDIVIDUALS FROM SUCH VIOLATIONS.

Depreciation and Amortization 990
(Including Information on Listed Property)

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

OMB No 1545-0172

2005
Attachment
Sequence No **67**

Name(s) shown on return

Business or activity to which this form relates

Identifying number

**SOCIAL BETTERMENT PROPERTIES
INTERNATIONAL**

FORM 990 PAGE 2

86-1667526

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

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	105,000.
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	420,000.
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 2004 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 2006. 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 allowance for certain aircraft, certain property with a long production period, and qualified NYL or GO Zone property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	1,525,615.

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 2005	17	
18	If you are electing 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 2005 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 2005 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	1,525,615.
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	1,684,056.

SOCIAL BETTERMENT PROPERTIES

Form 4562 (2005) (Rev. 1-2006) **INTERNATIONAL**

86-1667526 Page 2

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 the 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 allowance for certain aircraft, certain property with a long production period, and qualified NYL or GO Zone 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						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
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 the 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
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42 Amortization of costs that begins during your 2005 tax year:

43 Amortization of costs that began before your 2005 tax year **43**

44 **Total.** Add amounts in column (f). See the instructions for where to report **44**

SBPI FILINGS

990 page 6 – Part VI – question 77

There were changes to the articles and bylaws so this question has to be answered YES and attach a conformed copy of them.

Attached is a conformed copy per the 990 instructions.

ENDORSED - FILED
In the office of the Secretary of State
of the State of California

RESTATED

FEB - 8 2005

KEVIN SHELLEY
Secretary of State

ARTICLES OF INCORPORATION

OF

SOCIAL BETTERMENT PROPERTIES INTERNATIONAL

Tom DeVocht and Gordon K. Steele certify that:

1. They are the President and Secretary, respectively, of SOCIAL BETTERMENT PROPERTIES INTERNATIONAL, a California corporation.
2. The Articles of Incorporation of this corporation are amended and restated to read as follows:

ARTICLE ONE

Name of the Corporation

The name of the Corporation shall be Social Betterment Properties International.

ARTICLE TWO

Initial Agent for Service of Process

The name and address in the State of California of this Corporation's initial agent for service of process is:

Guy Maisnik
Jeffer, Mangels, Butler & Marmaro, LLP
1900 Avenue of the Stars, Seventh Floor
Los Angeles, CA 90067

ARTICLE THREE

Purpose of the Corporation

The Corporation is a nonprofit public benefit corporation and is not organized for the private gain of any person. It is organized under the California Nonprofit Public Benefit

Corporation Law for charitable purposes. Specifically, the Corporation is organized to support Church of Scientology International by owning and managing real property used in Church of Scientology International's charitable public benefit program.

ARTICLE FOUR

Powers of the Corporation and Limitations Thereon

In the conduct of its activities and the accomplishment of its purposes, the Corporation shall have, shall enjoy, and may exercise, to their fullest extent, all powers which nonprofit corporations are permitted by law to have and to enjoy; PROVIDED HOWEVER, that at all times, and notwithstanding merger, consolidation, reorganization, termination, dissolution, or winding up of the Corporation (whether voluntary or involuntary or by operation of law), or any other provisions of these Articles of Incorporation:

A. The Corporation shall not possess or exercise any power or authority, whether expressly, by interpretation or by operation of law, that would pose a substantial risk of preventing it at any time from qualifying and continuing to qualify as a corporation described in section 501(c)(3) of the Internal Revenue Code of 1986 (hereinafter referred to as the "Code"), its Regulations or the corresponding section of any future federal tax code, contributions to which are deductible for federal income tax purposes under section 170(c)(2) of such Code and Regulations, nor shall the Corporation engage directly or indirectly in any activity that would pose a substantial risk of causing the loss of such qualification under section 501(c)(3) of the Code.

B. At no time shall the Corporation engage in any activities that are unlawful under the laws of the United States, the State of California, or any other jurisdiction where it may carry on any activities.

C. No part of the assets or net earnings of the Corporation shall ever be used, nor shall the Corporation ever be organized or operated, for purposes that are not exclusively charitable within the meaning of section 501(c)(3) of the Code.

D. The Corporation shall never be operated for the primary purpose of carrying on a trade or business for profit.

E. The Corporation shall not carry on propaganda or otherwise attempt to influence legislation to an extent that would disqualify it for tax exemption under section 501(c)(3) of the Code by reason of attempting to influence legislation. Nor shall the Corporation, directly or indirectly, participate in or intervene in (including the publishing or distributing of statements) any political campaign on behalf of or in opposition to any candidate for public office.

F. No solicitation of contributions to the Corporation shall be made, and no gift, bequest, or devise to the Corporation shall be accepted, upon any condition or limitation that would pose a substantial risk of causing the Corporation to lose its federal income tax exemption.

G. Pursuant to the prohibition contained in section 501(c)(3) of the Code, no part of the net earnings, current or accumulated, of the Corporation shall ever inure to the benefit of or be distributable to its Directors or Officers or other private persons, except that the Corporation shall be authorized and empowered to pay reasonable compensation for services rendered (including reimbursement of actual and reasonable expenses incurred in connection with the administration of the affairs of the Corporation).

H. The Corporation shall never be controlled, directly or indirectly, by one or more disqualified persons with respect to the Corporation (as defined in section 4946 of the Code) other than foundation managers.

I. The Corporation shall not carry on any activities not permitted to be carried on by an organization described in section 509(a)(3) of the Code.

J. Notwithstanding any other provision of these Articles, if at any time or times the Corporation is a private foundation within the meaning of section 509 of the Code, then during such time or times:

(1) The Corporation shall distribute its income for each taxable year at such time and in such manner as not to subject the Corporation to tax under section 4942 of the Code;

(2) The Corporation shall not engage in any act of self-dealing as defined in section 4941(d) of the Code;

(3) The Corporation shall not retain any excess business holdings as defined in section 4943(c) of the Code;

(4) The Corporation shall not make any investments in such manner as to subject the Corporation to tax under section 4944 of the Code; and

(5) The Corporation shall not make any taxable expenditures as defined in section 4945(d) of the Code.

K. The property of the Corporation is irrevocably dedicated to charitable purposes and no part of the net income or assets of the Corporation shall inure to the benefit of private persons.

ARTICLE FIVE

Sole Member

In accordance with this Corporation's status as an integrated auxiliary of Church of Scientology International, Church of Scientology International shall be the Sole Member of this Corporation.

ARTICLE SIX

Directors of the Corporation

Directors shall be appointed by the Sole Member as provided in the Bylaws of the Corporation. The number of the Corporation's Directors may not be increased above five (5) nor decreased below three (3), with the exact number of Directors to be fixed by resolution of the Sole Member.

ARTICLE SEVEN

Disposition of the Corporation's Assets Upon Dissolution

Upon dissolution or winding up of the Corporation in any manner or for any reason, voluntary or involuntary, its assets, if any, remaining after the payment or provision for payment of all debts and liabilities of the Corporation shall be distributed to, and only to, a nonprofit fund, foundation or corporation that is organized and operated exclusively for charitable purposes meeting the requirements for exemption provided by section 214 of the Revenue and Taxation Code and which has established its tax exempt under section 501(c)(3) of the Code.

ARTICLE EIGHT

Amendment of the Corporation's Articles of Incorporation

Except as provided in sections 5812 and 5813.5 of the California Nonprofit Public Benefit Corporation Law, the articles of incorporation of the Corporation may be amended only upon the majority vote of all the Directors of the Corporation then incumbent and approval of the Corporation's Sole Member.

3. The foregoing amendment and restatement of the Articles of Incorporation has been duly approved by the Corporation's Board of Directors.
4. The foregoing amendment and restatement of the Articles of Incorporation has been duly approved by the required vote of the Corporation's Sole Member.

We further declare under penalty of perjury under the laws of the State of California that the matters set forth in this certificate are true and correct and of our own knowledge.

Executed in Los Angeles, California.



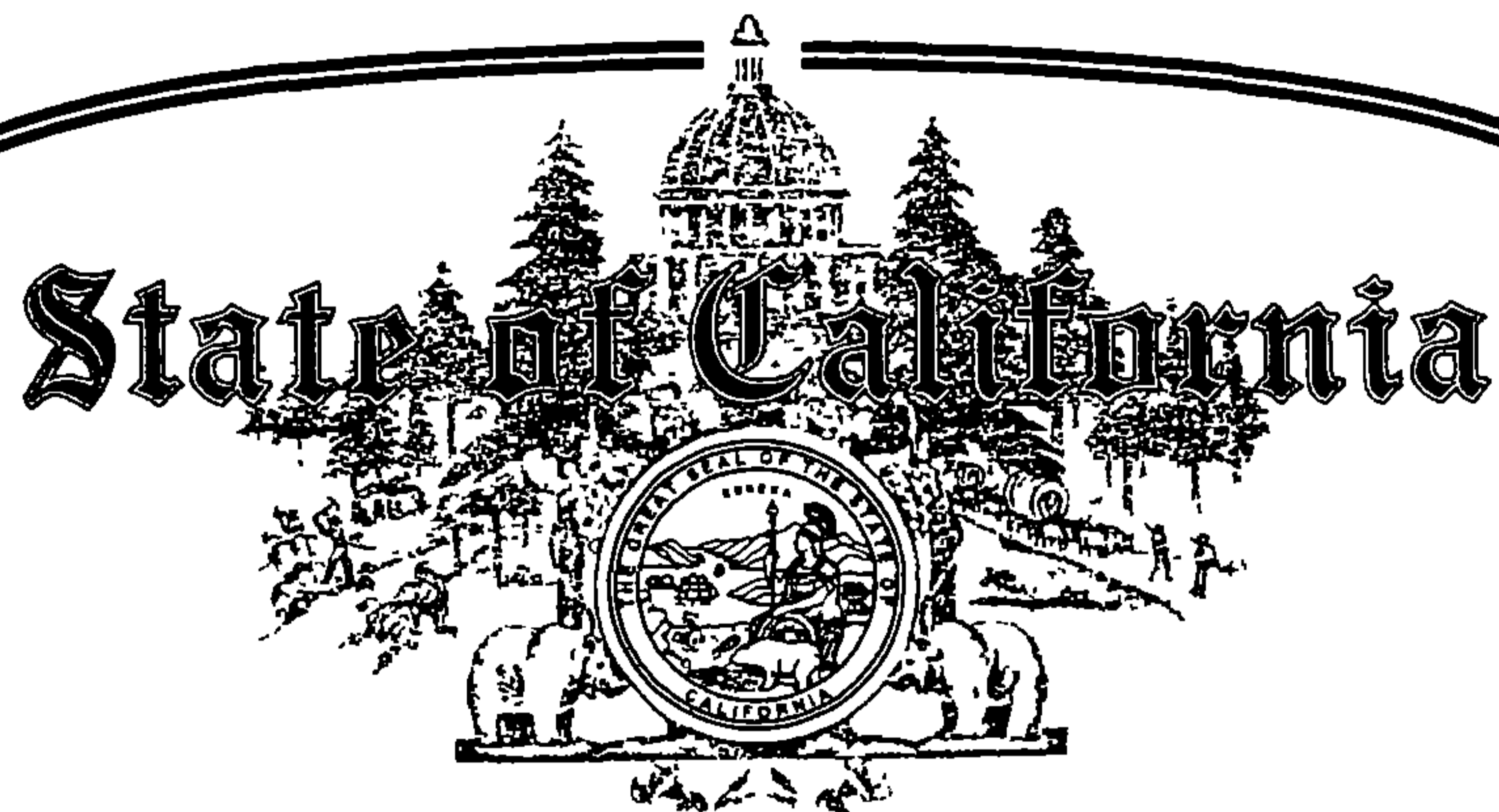
Tom DeVocht, President

Date: 4 NOV 2004, 2004



Gordon K. Steele, Secretary

Date: 22 October, 2004



SECRETARY OF STATE

I, *Kevin Shelley*, Secretary of State of the State of California, hereby certify:

That the attached transcript of 9 page(s) has been compared with the record on file in this office, of which it purports to be a copy, and that it is full, true and correct.

IN WITNESS WHEREOF, I execute this certificate and affix the Great Seal of the State of California this day of

FEB 8 2005



Kevin Shelley

Secretary of State

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No. 1545-1709

► File a separate application for each return.

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

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)

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.

Electronic Filing (e-file). Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers). However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile.

Type or print	Name of Exempt Organization SOCIAL BETTERMENT PROPERTIES INTERNATIONAL	Employer identification number 86-1667526
	Number, street, and room or suite no. If a P.O. box, see instructions. 6331 HOLLYWOOD BLVD	
	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):

- | | | |
|--|---|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

COPY

- The books are in the care of ► **NANCY LEVIN**
Telephone No. ► **(323) 960-3500** FAX No. ► _____
- 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-months for a **Form 990-T corporation**) extension of time until **AUGUST 15, 2006** to file the exempt organization return for the organization named above. The extension is for the organization's return for:
► ☒ calendar year **2005** or
► ☐ tax year beginning _____, and ending _____
- 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 or 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 \$ **N/A**

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

LHA For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form 8868 (Rev. 12-2004)

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

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. File by the extended due date for filing the return. See instructions.	Name of Exempt Organization SOCIAL BETTERMENT PROPERTIES INTERNATIONAL	Employer identification number 86-1667526
	Number, street, and room or suite no. If a P.O. box, see instructions. 6331 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.

- The books are in the care of **NANCY LEVIN**

Telephone No. **(323) 960-3500**

FAX No. _____

- 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, 2006.**

5 For calendar year **2005**, or other tax year beginning _____ and ending _____.

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 TO OBTAIN THE NECESSARY INFORMATION TO FILE A COMPLETE AND ACCURATE TAX RETURN.

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 \$ **N/A**

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 **CPA** Date **8/15/06**

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 extended due date of the return for which an extension was requested.
☐ Other _____

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 NSBN LLP
	Number and street (include suite, room, or apt. no.) or a P.O. box number 9454 WILSHIRE BLVD., 4TH FLOOR
	City or town, province or state, and country (including postal or ZIP code) BEVERLY HILLS, CA 90212-2907

523832
05-01-05

EXTENSION APPROVED
AUG 31 2006
FIELD DIRECTOR
SUBMISSION PROCESSING, OGDEN