THEOSOPHICAL ENDOWMENT CORPORATION **Form 990-2007, Employer ID #: 95-2085658**

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

2007

Open to Public Inspection

A For the 2007 calendar year, or tax year beginning OCTOBER 01 , 2007, and ending SEPTEMBER 30, 20 08

B Check if applicable
- ☐ Address change
- ☐ Name change
- ☐ Initial return
- ☐ Termination
- ☐ Amended return
- ☐ Application pending

Please use IRS label or print or type See Specific Instructions

C Name of organization: THEOSOPHICAL ENDOWMENT CORPORATION

Number and street (or P O box if mail is not delivered to street address): P.O. BOX C | Room/suite:

City or town, state or country, and ZIP + 4: PASADENA CA 91109-7107

D Employer identification number 95-2085658

E Telephone number (626) 797-7817

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 ▶

H(c) Are all affiliates included? ☐ Yes ☐ No (If "No," attach a list See instructions)

H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☒ No

G Website: ▶

J Organization type (check only one) ▶ ☒ 501(c) (3) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

K Check here ▶ ☐ if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally **not** more than $25,000 A return is not required, but if the organization chooses to file a return, be sure to file a complete return

I Group Exemption Number ▶

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 ▶

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances *(See the instructions.)*

Revenue					
1	Contributions, gifts, grants, and similar amounts received:				
a	Contributions to donor advised funds	1a	463,037.50		
b	Direct public support (not included on line 1a)	1b			
c	Indirect public support (not included on line 1a)	1c			
d	Government contributions (grants) (not included on line 1a)	1d			
e	**Total** (add lines 1a through 1d) (cash $ ______ noncash $ ______)			1e	463,037.50
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	181.91
5	Dividends and interest from securities			5	
6a	Gross rents	6a	7,200.00		
b	Less: rental expenses	6b	(10,116.24)		
c	Net rental income or (loss). Subtract line 6b from line 6a			6c	(2,916.24)
7	Other investment income (describe ▶)			7	
		(A) Securities		(B) Other	
8a	Gross amount from sales of assets other than inventory		8a		
b	Less: cost or other basis and sales expenses		8b		
c	Gain or (loss) (attach schedule)		8c		
d	Net gain or (loss). Combine line 8c, columns (A) and (B)			8d	
9	Special events and activities (attach schedule) If any amount is from **gaming**, check here ▶ ☐				
a	Gross revenue (not including $ ______ of contributions reported on line 1b)	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	
10a	Gross sales of inventory, less returns and allowances	10a	81,925.12		
b	Less: cost of goods sold	10b	(1,958.73)		
c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a			10c	79,966.39
11	Other revenue (from Part VII, line 103)			11	
12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	818,412.31
Expenses					
13	Program services (from line 44, column (B))			13	
14	Management and general (from line 44, column (C))			14	
15	Fundraising (from line 44, column (D))			15	
16	Payments to affiliates (attach schedule)			16	
17	**Total expenses.** Add lines 16 and 44, column (A)			17	614,362.96
Net Assets					
18	Excess or (deficit) for the year. Subtract line 17 from line 12			18	
19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	3,934,854.28
20	Other changes in net assets or fund balances (attach explanation)			20	
21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20			21	4,138,903.63

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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 *(See the instructions)*

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
22a Grants paid from donor advised funds (attach schedule) (cash $ ______ noncash $ ______) If this amount includes foreign grants, check here ▶ ☐	22a				
22b Other grants and allocations (attach schedule) (cash $ ______ noncash $ ______) If this amount includes foreign grants, check here ▶ ☐	22b				
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24	32,662.67	32,662.67		
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	25a	95,375.00		95,375.00	
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b				
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	25c				
26 Salaries and wages of employees not included on lines 25a, b, and c	26	89,475.00	89,475.00		
27 Pension plan contributions not included on lines 25a, b, and c	27				
28 Employee benefits not included on lines 25a – 27	28	169,424.11	169,424.11		
29 Payroll taxes	29	16,662.03	7,510.84	9,151.19	
30 Professional fundraising fees	30				
31 Accounting fees	31	1,017.09	411.31	605.78	
32 Legal fees	32				
33 Supplies	33	7,626.58	6,580.25	1,046.33	
34 Telephone	34	15,680.99	15,680.99		
35 Postage and shipping	35	9,983.35	9,558.53	424.82	
36 Occupancy	36	124,299.54	124,299.54		
37 Equipment rental and maintenance	37	16,145.79	16,145.79		
38 Printing and publications	38	15,237.82	15,237.82		
39 Travel	39	7,751.80	3,680.22	4,071.58	
40 Conferences, conventions, and meetings	40				
41 Interest	41				
42 Depreciation, depletion, etc. (attach schedule)	42	5,599.80	5,599.80		
43 Other expenses not covered above (itemize):					
a TAXES	43a	6,055.07			
b Research & Lending Library	43b	1,366.32	1,366.32		
c	43c				
d	43d				
e	43e				
f	43f				
g	43g				
44 **Total functional expenses.** Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	614,362.96	503,688.26	110,674.70	

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 $ ______; **(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 *(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? ▶ 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 THEOSOPHICAL UNIVERSITY LIBRARY (Grants and allocations $ 11,964.75) If this amount includes foreign grants, check here ▶ ☐	
b THEOSOPHICAL UNIVERSITY PRESS (Grants and allocations $ 110,082.15) If this amount includes foreign grants, check here ▶ ☐	
c OFFICE and ADMINISTRATION (Grants and allocations $ 22,270.41) If this amount includes foreign grants, check here ▶ ☐	
d RESIDENT STAFF and OCCUPANCY (Grants and allocations $ 503,688.26) If this amount includes foreign grants, check here ▶ ☐	
e Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services). . . . ▶	

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			34,964.37	45	23,876.18
	46	Savings and temporary cash investments			39,826.68	46	57,595.18
	47a	Accounts receivable	47a				
	b	Less. allowance for doubtful accounts	47b			47c	
	48a	Pledges receivable	48a				
	b	Less: allowance for doubtful accounts	48b			48c	
	49	Grants receivable				49	
	50a	Receivables from current and former officers, directors, trustees, and key employees (attach schedule)				50a	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)				50b	
	51a	Other notes and loans receivable (attach schedule)	51a				
	b	Less: allowance for doubtful accounts	51b			51c	
	52	Inventories for sale or use				52	
	53	Prepaid expenses and deferred charges			189,359.92	53	194,456.97
	54a	Investments—publicly-traded securities ▶ ☐ Cost ☐ FMV			5,950.00	54a	5,950.00
	b	Investments—other securities (attach schedule) ▶ ☐ Cost ☐ FMV				54b	
	55a	Investments—land, buildings, and equipment: basis	55a				
	b	Less: accumulated depreciation (attach schedule)	55b			55c	
	56	Investments—other (attach schedule)			3,401,395.64	56	3,601,395.64
	57a	Land, buildings, and equipment: basis	57a				
	b	Less: accumulated depreciation (attach schedule)	57b		409,584.98	57c	404,080.33
	58	Other assets, including program-related investments (describe ▶)			38,942.50	58	38,942.50
	59	**Total assets** (must equal line 74). Add lines 45 through 58			4,120,024.09	59	4,326,296.80
Liabilities	60	Accounts payable and accrued expenses			21,879.89	60	22,801.20
	61	Grants payable				61	
	62	Deferred revenue			163,289.92	62	164,591.97
	63	Loans from officers, directors, trustees, and key employees (attach schedule)				63	
	64a	Tax-exempt bond liabilities (attach schedule)				64a	
	b	Mortgages and other notes payable (attach schedule)				64b	
	65	Other liabilities (describe ▶)				65	
	66	**Total liabilities.** Add lines 60 through 65			185,169.81	66	187,393.17
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 ▶ ☐ and complete lines 70 through 74.					
	70	Capital stock, trust principal, or current funds				70	
	71	Paid-in or capital surplus, or land, building, and equipment fund				71	
	72	Retained earnings, endowment, accumulated income, or other funds				72	
	73	**Total net assets or fund balances.** Add lines 67 through 69 **or** lines 70 through 72. (Column (A) **must** equal line 19 and column (B) **must** equal line 21)			3,934,854.28	73	4,138,903.63
	74	**Total liabilities and net assets/fund balances.** Add lines 66 and 73			4,120,024.09	74	4,326,296.80

Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return *(See the instructions.)*

a	Total revenue, gains, and other support per audited financial statements			a	
b	Amounts included on line **a** but not on Part I, line 12:				
1	Net unrealized gains on investments	b1			
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify):	b4			
	Add lines **b1** through **b4**			b	
c	Subtract line **b** from line **a**			c	
d	Amounts included on Part I, line 12, but not on line **a:**				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify):	d2			
	Add lines **d1** and **d2**			d	
e	**Total revenue** (Part I, line 12). Add lines **c** and **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	
b	Amounts included on line **a** but not on Part I, line 17:				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3			
4	Other (specify):	b4			
	Add lines **b1** through **b4**			b	
c	Subtract line **b** from line **a**			c	
d	Amounts included on Part I, line 17, but not on line **a:**				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify):	d2			
	Add lines **d1** and **d2**			d	
e	**Total expenses** (Part I, line 17). Add lines **c** and **d** ▶			e	

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) *(See the instructions.)*

(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 plans	(E) Expense account and other allowances
******* See: ATTACHED SCHEDULE *******				

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

		Yes	No
75a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 9			
b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b	X	
c Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." ▶	75c		X
If "Yes," attach a statement that includes the information described in the instructions.			
d Does the organization have a written conflict of interest policy?	75d		N/A

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other 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	**(B)** Loans and Advances	**(C)** Compensation (if not paid, enter -0-)	**(D)** Contributions to employee benefit plans & deferred compensation plans	**(E)** Expense account and other allowances
******* NONE *******				

Part VI Other Information *(See the instructions.)*

		Yes	No
76 Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	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
78a 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?	78b		N/A
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80a 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 ▶ THE THEOSOPHICAL SOCIETY and check whether it is ☒ exempt **or** ☐ nonexempt			
81a Enter direct and indirect political expenditures. (See line 81 instructions.) 81a			
b Did the organization file **Form 1120-POL** for this year?	81b		X

Part VI Other Information *(continued)*

				Yes	No
82a	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		
83a	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			N/A
84a	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?	84b			N/A
85a	*501(c)(4), (5), or (6).* Were substantially all dues nondeductible by members?	85a			N/A
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b			N/A
	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?	85g			N/A
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?	85h			N/A
86	*501(c)(7) orgs.* 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) orgs.* 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		
88a	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	88a			X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI ▶	88b			X
89a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ .00 ; section 4912 ▶ .00 ; section 4955 ▶ .00				
b	*501(c)(3) and 501(c)(4) orgs.* 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 ▶		N/A		
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶		N/A		
e	*All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e			X
f	*All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f			X
g	*For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	89g			X

90a 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, 2007 (See instructions.) 90b 12

91a The books are in care of ▶ B. Davidson Telephone no. ▶ (626) 797-7817

Located at ▶ 643 East Mariposa Street, Altadena, CA ZIP + 4 ▶ 91001-2350

			Yes	No
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)?	91b		X

If "Yes," enter the name of the foreign country ▶ N/A

See the instructions for exceptions and filing requirements for **Form TD F 90-22.1,** Report of Foreign Bank and Financial Accounts.

Part VI **Other Information** *(continued)*

			Yes	No
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 ▶	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		

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) Exclusion 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					
96	Dividends and interest from securities . .					
97	Net rental income or (loss) from real estate:					
a	debt-financed property					
b	not debt-financed property . . .					
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)) .					

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

Note: *Line 105 plus line 1e, 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).

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
	%			
	%			
	%			
	%			

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)*

Part XI **Information Regarding Transfers To and From Controlled Entities.** *Complete only if the organization is a controlling organization as defined in section 512(b)(13).*

		Yes	No
106	Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				

		Yes	No
107	Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				

		Yes	No
108	Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?		

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 | Date 01-27-09

B. DAVIDSON, TREASURER

Type or print name and title

Paid Preparer's Use Only

Preparer's signature Joseph H. Jo [redacted]

Date | Check if | Preparer's SSN or PTIN (See Gen. Inst X)

Firm's name (or yours if self-employed), address, and ZIP + 4

JOSEPH H

1751 Curti

Manhattan Beac

THEOSOPHICAL ENDOWMENT CORPORATION **Form 990-2007, Employer ID #: 95-2085658**
SCHEDULE A

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

2007

Name of the organization
THEOSOPHICAL ENDOWMENT CORPORATION

Employer identification number
95 :2085658

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 . ▶				

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 . . . . ▶		

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
******* NONE *******		
Total number of other contractors receiving over $50,000 for other services . . . . ▶		

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)?	2d		X
e	Transfer of any part of its income or assets?	2e		X
3a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)	3a		X
b	Did the organization have a section 403(b) annuity plan for its employees?	3b		X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement	3c		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g	4a		X
b	Did the organization make any taxable distributions under section 4966?	4b		X
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		X
d	Enter the total number of donor advised funds owned at the end of the tax year ▶	00		
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶	00		
f	Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶	N/A		
g	Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶	N/A		

Part IV Reason for Non-Private Foundation Status (See pages 4 through 8 of the instructions.)

I certify that 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 33⅓%** 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 33⅓%** 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 otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization:

☐ Type I ☐ Type II ☐ Type III-Functionally Integrated ☐ Type III-Other

Provide the following information about the supported organizations. (See page 8 of the instructions)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
Total . . . . ▶					

14 ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 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)** 2006	**(b)** 2005	**(c)** 2004	**(d)** 2003	**(e)** Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28) .					
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, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975					
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					
24 Line 23 minus line 17					
25 Enter 1% of line 23					

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

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 2003 through 2006 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b**

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

d Add: Amounts from column (e) for lines: 18 ____________ 19 ____________
22 ____________ 26b ____________ . . . . ▶ **26d**

e Public support (line 26c minus line 26d total) . . . . ▶ **26e**

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

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:

(2006) .... (2005) .... (2004) .... (2003) ....

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:

(2006) .... (2005) .... (2004) .... (2003) ....

c Add: Amounts from column (e) for lines: 15 ____________ 16 ____________
17 ____________ 20 ____________ 21 ____________ . . . . ▶ **27c**

d Add. Line 27a total ____________ and line 27b total ____________ . . . . ▶ **27d**

e Public support (line 27c total minus line 27d total) . . . . ▶ **27e**

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) . . ▶ **27f**

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

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

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, 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.

Part V Private School Questionnaire (See page 9 of the instructions.)
(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.)			
34a	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		

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 11 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
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—			
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	41		
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 13 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 14 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			
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.**)			

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 14 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:

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

52a 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:

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

FORM 990, 2007
Schedule Page: 02 of 12
Employer Identification No.: 95-2085658

THEOSOPHICAL ENDOWMENT CORPORATION
October 1, 2007 - September 30, 2008

Part I #1 (a) - (d)

Gifts & Contribution		13,739.63
		463,037.50

Part I #4

Interest Earned on Savings Accounts		181.91

Part I #5

Accumulated Dividends Earned		278,142.75
		278,142.75

Part I #6 (a) - (c)

Rent Received for 1859 La Paz Road		7,200.00
Property Taxes on La Paz Road	(2,398.74)	
Maintenance Costs (Repairs etc.)	(7,717.50)	(10,116.24)
		(2,916.24)

Part I #10 (a) - (c)

Sale of TUP Books and Magazine	57,207.77	
Sale of Other Publishers' Books	13,794.04	
Sales Tax/Postage	10,923.31	81,925.12
Cost of Books Bought for Resale	(1,566.45)	
Royalties	(392.28)	(1,958.73)
		79,966.39

Part II #24

Medical Expenses	31,759.82
Miscellaneous Gifts and Contributions	902.85
(Gifts to tradesmen and children at Christmas, Floral Arrangements to sundry persons, & donation to Charities)	**32,662.67**

Part II #25

Part II #26

Personnel Wages (Excluding Officers')	73,710.00
Cook's Wages	15,765.00
	89,475.00

Part II #28

Insurance - General	31,777.86
Insurance - Workman's Compensation	9,248.88
Insurance - Medical	116,847.37
Assisted Living	11,550.00
	169,424.11

Part II #29

Taxes Withheld from Wages	(32,827.67)
FICA and Federal Withholding	41,793.01
Employment Development Department	7,696.69
	16,662.03

Part II #31

Bank Fees	605.78
Bank Fees - Credit Card Service Charges	411.31
	1,017.09

THEOSOPHICAL ENDOWMENT CORPORATION
FINANCIAL YEAR END
October 1, 2007 -- September 30, 2008

BALANCE SHEET
(Continued)

LIABILITIES

Accounts Payable	22,801.20
Deferred Income - Library Account	164,591.97
Net Worth	4,138,903.63
TOTAL LIABILITIES	**4,326,296.80**

END BALANCE SHEET

INCOME and EXPENSES
FINANCIAL YEAR END
October 1, 2007 -- September 30, 2008

INCOME		YEAR
Gifts and Contributions		13,739.63
Rent - 1859 La Paz Road		7,200.00
Accumulated Dividends Earned		278,142.75
Interest Earned on Savings Accounts		181.91
Cash Received from Press:		81,925.12
Sale of T.U.P. Books & Magazines	57,207.77	
Sale of Other Publisher's Books	13,794.04	
Postage/Sales Tax	10,923.31	
	81,925.12	
TOTAL INCOME		830,487.28

THEOSOPHICAL ENDOWMENT CORPORATION
October 1, 2007 - September 30, 2008

Part II #33

Office Supplies and Expenses	1,046.33
Library Supplies and Expenses	1,777.94
Archival Expenses	146.43
Prisoners & Theosophical Correspondence Course	4,655.88
	7,626.58

Part II #34

Telephones	15,680.99

Part II #35

Postage - Office	424.82
" - Press	9,558.53
	9,983.35

Part II #36

Kitchen	32,344.65
Household	2,394.75
Maintenance - Deodars	37,998.73
Maintenance - Press Building	4,911.83
Miscellaneous Expenses	128.50
Gardeners	10,560.00
Handyman	2,740.00
Utilities - Deodars	23,546.22
Utilities - Press	4,362.68
Utilities - Library	4,018.18
Paint Deodars Downstairs NE Guestroom	1,294.00
	124,299.54

Part II #37

Car Expenses	16,145.79

Part II #38

Press Supplies and Expenses	11,093.72
Booksellers and Library Project (L.A. Times Festival of Books)	1,009.00
Reprint: “An Invitation to the S.D.	5,635.10
Toward Reprint of W.Q. Judge’s “Echoes”	(2,500.00)
	15,237.82

Part II #39

Travel - Domestic	1.298.24
" - Foreign	2,381.98
" - Australian National Secretary Visit	4,071.58
	7,751.80

Part II #42 (*See*: Schedule **Part IV #57**)

Depreciation - Automobiles	2,479.80
" " - Roofing	3,120.00
	5,599.80

Part II #43 (**a**) **Taxes**

Property Taxes - Deodars	3,920.65
" " - Press Building	1,637.42
California State Sales Tax	497.00
	6,055.07

Part II #43 (**b**) **Research and Lending Library**

Purchase of Books	722.44
Magazine Subscriptions	643.88
	1,366.32

THEOSOPHICAL ENDOWMENT CORPORATION
October 1, 2007 - September 30, 2008

Part III (a)

THEOSOPHICAL UNIVERSITY LIBRARY
(Research and Lending Library)

Purchase of Books and Magazine		1,366.32
Archival Expenses		146.43
Library Supplies and Expenses		1,777.94
Utilities		4,018.18
Prisoners and Theosophical Correspondence Course		4,655.88
	TOTAL	11,964.75

Part III (b)

THEOSOPHICAL UNIVERSITY PRESS

Press Supplies and Expenses		11,093.72
Postage and Shipping		9,558.53
Utilities		4,362.68
Book and Research Project (L.A. Times Festival of Books)		1,009.00
Wages (Excluding Officers')		73,710.00
State Sales Tax		497.00
Pay Related Taxes		6,304.81
Bank Fees (Credit Card Service)		411.31
Reprint: "An Invitation to the S.D."		5,635.10
Toward Reprint of W.Q. Judge's "Echoes"		(2,500.00)
	TOTAL	110,082.15

Part III (c)

OFFICE AND ADMINISTRATION

Property Taxes		5,558.07
Telephones		15,680.99
Miscellaneous Expenses		128.50
Miscellaneous Gifts and Contributions (Gifts to tradesmen and children at Christmas, Floral Arrangements to sundry persons, & donation to Charities)		902.85
	TOTAL	22,270.41

Part III (d)

RESIDENT STAFF AND OCCUPANCY

Cook's Wages	15,765.00
Pay Related Taxes (Cook)	1,206.03
Gardeners	10,560.00
Handyman	2,740.00
Medical Expenses	31,759.82
Assisted Living	11,550.00
Travel Expenses	3,680.22
Kitchen and Household	34,739.40
Insurance - General	31,777.86
Insurance - Workman's Compensation	9,248.88
" - Medical	116,847.37
Building Maintenance (Cleaning, Repairs etc.)	42,910.56
Utilities	23,546.22
Car Expenses (Maintenance and Gas)	16,145.79
Depreciation - Automobiles	2,479.80
Depreciation - Roofing	3,120.00
Paint Deodars Downstairs NE Guestroom	1,294.00
TOTAL	359,370.95

GRAND TOTAL $ **503,688.26**
Part III (a)-(d)

Part IV #45

Checking Account	23,256.18
Cash on Hand	620.00
	23,876.18

Part IV #46

Savings Accounts	52,469.18
U.S. Treasury Note	5,126.00
	57,595.18

Part IV #53(*See*: **Part IV #62**)

Prepaid - Insurance	29,865.00
Prepaid - Library Account (Books and magazines purchased for Theosophical University Library are accumulated annually.)	164,591.97
	194,456.97

Part IV #54

200 American Electric Power Co., Inc.	5,950.00

Part IV #56

Fidelity Brokerage Services LLC	3,601,395.64

All Investments and Securities held by Fidelity Investments are administered by our Investment Advisors:

Kayne Anderson Rudnick Investment Management
1800 Avenue of The Stars, 2nd Floor
Century City
Los Angeles, CA 90067-4204

Part IV #57 DEPRECIATION SCHEDULE

	COST	BEGINNING 10-01-07	YEAR END 09-30-08	*VALUE* TO DATE
Miller Utility Trailer '72	906.30	895.71	895.71	10.59
Dodge Travel Van '83	5,332.00	5,292.00	5,292.00	40.00
Buick Regal '94	20,183.64	20,100.00	20,100.00	83.64
Buick Century '91	4,334.29	4,260.00	4,260.00	74.29
Oldsmobile Cutlass '98	6,623.00	2,970.00	3,630.00	2,993.00
Toyota Camry '96 (Gift)	.00	.00	.00	.00
Mercury Mystique '00	.00	.00	.00	.00
Toyota Tacoma Truck '05	18,201.84	4,094.55	5,914.35	12,287.49
SUBTOTAL	**55,581.07**	**37,612.26**	**40,092.06**	**15,489.01**
Roofing	103,772.52	54,261.00	57,381.00	46,391.52
Personal Property	153,523.44	131,197.09	131,197.09	22,326.35
Theosophical University Press Equipment	440,871.31	415,900.25	415,900.25	24,971.06
SUBTOTAL	**698,167.27**	**601,358.34**	**604,478.34**	**93,688.93**
Deodars	83,654.00			83,654.00
Press Building	80,000.00			80,000.00
Deodars Cottage	8,307.03			8,307.03
1859 La Paz Road	122,941.36			122,941.36
SUBTOTAL	**294,902.39**			**294,902.39**
GRAND TOTAL	**$1,048,650.73**	**$638,970.60**	**$644,570.40**	**$404,080.33**

Part IV #58

Theosophical University Library	38,942.50

Part IV #59

Accounts Payable	22,801.20

Part IV #62 (*See*: **Part IV #53**)

Deferred Income - Library Account (Books and magazines purchased for Theosophical University Library and are accumulated annually.)	164,591.97

Part V-A (b)

The following members of the Board are couples (i.e. Married to each other):

William A. Dougherty, Chairman and
Sarah B. Dougherty, Director

William T.S. Thackara, Director and
Regina Thackara, Secretary

Part V LIST OF OFFICERS AND DIRECTORS

Belderis, James T., Director 643 East Mariposa Street Altadena, Ca 91001	$10,530.00
Davidson, Brunhilde S., Treasurer 643 East Mariposa Street Altadena, CA 91001	$10,530.00
Donant, Alan E., Director 643 East Mariposa Street Altadena, CA 91001	$10,530.00
Dougherty, Sarah B., Director 6125 125th Avenue S.E. Bellevue, WA 98006	unsalaried
Dougherty, William A., Chairman 6125 125th Avenue S.E. Bellevue, WA 98006	unsalaried
Thackara, William T.S., Director 1859 La Paz Road Altadena, CA 91001	$27,700.00
Thackara, Regina, Secretary 1859 La Paz Road Altadena, CA 91001	unsalaried
David J. Wietersen 401 East Sierra Madre Blvd. Sierra Madre, CA 91024	$30.692.00
Wolfe, Wynn C., Director 530 Cortez Road Arcadia, CA 91006	unsalaried

Part VI #80(a)-(b) **RELATED TAX EXEMPT ORGANIZATION:**

The Theosophical Society

See: ARTICLES OF INCORPORATION, namely:

ARTICLE II

> This corporation [Theosophical Endowment Corporation] is formed for the purpose of receiving, taking, holding and managing all property which may now be held, or which may hereafter be received through purchase, gift, grant, devise or bequest, by the International Headquarters of the said The Theosophical Society as stated in its Constitution...

END SCHEDULE

October 1, 2007 - September 30, 2008

The gross receipts herein reported are from the sale of a magazine, SUNRISE, issued six times during the year, and various theosophical and religious books and articles. The distribution of the magazine and the books and articles contributes directly to the exempt purpose of the Theosophical Endowment Corporation and its parent organization, The Theosophical Society, as that purpose is set forth in the Articles of Incorporation, to wit:

ARTICLE II

"This corporation is formed for the purpose of receiving, taking, holding, and managing all property which may now be held, or which may hereafter be received through purchase, gift, grant, devise or bequest, by the International Headquarters of the said The Theosophical Society or by any of Its Officers or Fellows for the use of the said International Headquarters in pursuance of its work in furtherance of the objects of the said The Theosophical Society as stated in its Constitution, to wit:

(a) To diffuse among men a knowledge of the laws inherent in the Universe;

(b) To promulgate the knowledge of the essential unity of all that is, and to demonstrate that this unity is fundamental in Nature;

(c) To form an active brotherhood among men;

(d) To study ancient and modern religion, science, and philosophy;

(e) To investigate the powers innate in man;

(f) To take and receive gifts, legacies, and devises of real and personal property for the furtherance of its work and objectives, including gifts under wills, testamentary trusts, and all other forms of conveyance or transfer."

THEOSOPHICAL ENDOWMENT CORPORATION

FINANCIAL YEAR END

October 1, 2007 -- September 30, 2008

THEOSOPHICAL ENDOWMENT CORPORATION
FINANCIAL YEAR END
October 1, 2007 -- September 30, 2008

BALANCE SHEET

ASSETS

Bank of America		23,256.18
Savings Accounts		52,469.18
U.S. Treasury Notes		5,126.00
Cash		620.00
Bear Stearns		3,601,395.64
Stocks		5,950.00
Prepaid - Insurance		29,865.00
" - Library Account		164,591.97
Miller Utility Trailer '78	906.30	
" " " " - D. Res.	895.71	10.59
Dodge Travel Van '83	5,332.00	
" " " " - D. Res.	5,292.00	40.00
Buick Regal '94	20,183.64	
" " " - D. Res.	20,100.00	83.64
Buick Century '91	4,334.29	
" " - D. Res.	4,260.00	74.29
Oldsmobile Cutlass '98	6,623.00	
" " - D. Res.	3,630.00	2,993.00
Toyota Camry '89		
Mercury Mystique '00		
Toyota Tacoma Truck '05	18,201.84	
" " " - D. Res.	5,914.35	12,287.49
Roofing & Air Conditioning	103,772.52	
" " " " -D. Res.	57,381.00	46,391.52
Personal Property	153,523.44	
" " - D. Res.	131,197.09	22,326.35
Theosophical University Press	440,871.31	
" " " - D. Res.	415,900.25	24,971.06
Theosophical University Library		38,942.50
Deodars		83,654.00
Press Building		80,000.00
Deodars Cottage		8,307.03
1859 La Paz Road		122,941.36
TOTAL ASSETS		4,326,296.80

THEOSOPHICAL ENDOWMENT CORPORATION
FINANCIAL YEAR END
October 1, 2007 -- September 30, 2008

INCOME and EXPENSES
(Continued)

EXPENSES	YEAR
Taxes - Deodars	3,920.65
" - Press Building	1,637.42
" - 1859 La Paz Road	2,398.74
" - State Sales Tax	497.00
Depreciation - Automobiles	2,479.80
" - Roofing & Air Conditioning	3,120.00
Insurance - General	31,777.86
" - Workman's Compensation	9,248.88
" - Medical	116,847.37
FICA & Federal Withholding	41,793.01
Employment Development Department	7,696.69
Taxes Withheld from Employees	(32,827.67)
Personnel - Wages	169,085.00
" - Cook's Wages	15,765.00
" - Gardeners	10,560.00
" - Handyman (Gabriel Cardenas)	2,740.00
" - Medical	27,633.94
" - Medical (Kirby)	4,125.88
" - Assisted Living	11,550.00
Travel Expenses - Domestic	1,298.24
Travel Expenses - Foreign	2,381.98
Travel Expenses - Australian National Secretary Visit	4.071.58
Kitchen	32,344.65
Household	2,394.75
Maintenance - Deodars	37,998.73
" - Press Building	4,911.83
" - La Paz Road	7,717.50
Miscellaneous - Gifts & Contributions	902.85
" - Expenses	128.50
Fees - Bank	605.78
" - Bank [Credit Card Service]	411.31
Office - Expenses	1,046.33
" - Postage	424.82
Press - Postage	9,558.53
" - Supplies & Expenses	11,093.72
" - Books Bought for Resale	1,566.45
" - Royalties	392.28
" - B & L Research Project	1,009.00
" - Reprint "An Invitation to the S.D."	5,635.10
" - Toward Reprint of W.Q.J.'s "Echoes"	(2,500.00)

Expenses Continued on Next Page...

THEOSOPHICAL ENDOWMENT CORPORATION

FINANCIAL YEAR END

October 1, 2007 -- September 30, 2008

INCOME and EXPENSES

(Continued)

EXPENSES (Continued)	YEAR
Library - Research & Lending Library	722.44
" - Subscriptions	643.88
" - Supplies & Expenses	1,777.94
" - Archives	146.43
Prisoners & T.S. Correspondence Course	4,655.88
Telephones	15,680.99
Car Expenses (Gas & Repairs)	16,145.79
Utilities - Deodars	23,546.22
" - Press Building	4,362.68
" - Library	4,018.18
Paint Downstairs NE Bathroom & Bedroom	1,294.00
TOTAL EXPENSES	626,437.93

ACCUMULATED SURPLUS: $ 204,049.35

FINANCIAL YEAR END

October 1, 2007 -- September 30, 2008