

Part III 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
22a Grants paid from donor advised funds (attach sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a				
22b Other grants and allocations (att sch) See Stmt 4 (cash \$ 3571499. non-cash \$ _____) If this amount includes foreign grants, check here <input checked="" type="checkbox"/>	22b	3,571,499.	3,571,499.		
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees, etc listed in Part V-A (attach sch) See Stmt 5	25a	103,599.	101,980.	137.	1,482.
b Compensation of former officers, directors, key employees, etc listed in Part V-B (attach sch) See Stmt 6	25b	51,654.	50,847.	68.	739.
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) (attach schedule)	25c	0.	0.	0.	0.
26 Salaries and wages of employees not included on lines 25a, b, and c	26	5,813,314.	5,722,451.	7,674.	83,189.
27 Pension plan contributions not included on lines 25a, b, and c	27	34,580.	34,039.	46.	495.
28 Employee benefits not included on lines 25a - 27	28	39,090.	38,466.	33.	591.
29 Payroll taxes	29	410,706.	404,287.	542.	5,877.
30 Professional fundraising fees	30	539,926.			539,926.
31 Accounting fees	31	78,203.	56,804.	11,189.	10,210.
32 Legal fees	32	2,325,442.	1,689,131.	332,701.	303,610.
33 Supplies	33	670,795.	486,809.	25,732.	158,254.
34 Telephone	34	452,066.	432,361.	4,532.	15,173.
35 Postage and shipping	35	3,014,607.	2,400,649.	3,299.	610,659.
36 Occupancy	36	544,312.	521,618.	10,351.	12,343.
37 Equipment rental and maintenance	37	59,351.	56,876.	1,129.	1,346.
38 Printing and publications	38	1,014,570.	695,843.	101.	318,626.
39 Travel	39	811,905.	747,027.	5,645.	59,233.
40 Conferences, conventions, and meetings	40				
41 Interest	41	114,916.	83,397.	4,408.	27,111.
42 Depreciation, depletion, etc (attach schedule)	42	138,863.	100,776.	5,326.	32,761.
43 Other expenses not covered above (itemize):					
a Consultants	43a	6,182,617.	4,509,554.	874,378.	798,685.
b Education, Promo Communi	43b	2,913,397.	2,357,976.	326.	555,095.
c General Operating Expens	43c	637,514.	473,602.	25,042.	138,870.
d Media & Press Support	43d	873,427.	867,224.	22.	6,181.
e Staff Development	43e	14,774.	14,543.	20.	211.
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	30,411,127.	25,417,759.	1,312,701.	3,680,667.

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 \$ 6,152,742. ; (ii) the amount allocated to Program services \$ 4,379,739. ; (iii) the amount allocated to Management and general \$ 74,921. ; and (iv) the amount allocated to Fundraising \$ 1,698,082. .

Part III Statement of Program Service Accomplishments

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? ▶ <u>Protection of animal rights</u> 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) organizations and 4947(a)(1) trusts, but optional for others)
a <u>See Statement 7</u> ----- ----- ----- ----- (Grants and allocations \$ <u>3,571,499.</u>) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	25,417,759.
b ----- ----- ----- ----- (Grants and allocations \$ _____) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
c ----- ----- ----- ----- (Grants and allocations \$ _____) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
d ----- ----- ----- ----- (Grants and allocations \$ _____) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
e Other program services (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) ▶	25,417,759.

BAA

Part V 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	908,532.	45	1,203,761.
	46 Savings and temporary cash investments	649,318.	46	3,224,980.
	47a Accounts receivable	47a 1,865,555.		
	b Less allowance for doubtful accounts	47b	47c	1,865,555.
	48a Pledges receivable	48a 158,498.		
	b Less: allowance for doubtful accounts	48b	48c	158,498.
	49 Grants receivable		49	
	50 a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		50 a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		50 b	
	51 a Other notes and loans receivable (attach schedule)	51 a		
	b Less: allowance for doubtful accounts	51 b	51 c	
	52 Inventories for sale or use		52	294,897.
	53 Prepaid expenses and deferred charges		53	388,488.
	54a Investments — publicly-traded securities . . Stmt 8 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		54a	11,364,054.
	b Investments — other securities (attach sch) . Stmt 9 <input checked="" type="checkbox"/> Cost <input type="checkbox"/> FMV		54b	1,242,927.
	55a Investments — land, buildings, & equipment: basis	55a 225,113.		
	b Less: accumulated depreciation (attach schedule) Statement 10	55b 40,489.	55c	184,624.
	56 Investments — other (attach schedule)		56	
	57a Land, buildings, and equipment: basis	57a 1,041,068.		
	b Less: accumulated depreciation (attach schedule) Statement 11	57b 678,460.	57c	362,608.
58 Other assets, including program-related investments (describe ▶ See Statement 12)		58	22,766.	
59 Total assets (must equal line 74) Add lines 45 through 58.		59	20,313,158.	
LIABILITIES	60 Accounts payable and accrued expenses	2,058,270.	60	1,969,352.
	61 Grants payable		61	
	62 Deferred revenue	41,382.	62	16,473.
	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 ▶ See Statement 13)	1,760,534.	65	2,162,550.
66 Total liabilities. Add lines 60 through 65	3,860,186.	66	4,148,375.	
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	12,025,915.	67	12,644,574.
	68 Temporarily restricted	1,344,661.	68	927,189.
	69 Permanently restricted	2,529,237.	69	2,593,020.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> 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)	15,899,813.	73	16,164,783.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73	19,759,999.	74	20,313,158.

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	31,224,376.
b	Amounts included on line a but not on Part I, line 12:			
	1 Net unrealized gains on investments	b1	64,413.	
	2 Donated services and use of facilities	b2	152,664.	
	3 Recoveries of prior year grants	b3		
	4 Other (specify): See Stmt 14	b4	395,615.	
	Add lines b1 through b4			b 612,692.
c	Subtract line b from line a			c 30,611,684.
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 30,611,684.

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

a	Total expenses and losses per audited financial statements		a	30,959,406.
b	Amounts included on line a but not on Part I, line 17:			
	1 Donated services and use of facilities	b1	152,664.	
	2 Prior year adjustments reported on Part I, line 20	b2		
	3 Losses reported on Part I, line 20	b3		
	4 Other (specify): See Stmt 15	b4	395,615.	
	Add lines b1 through b4			b 548,279.
c	Subtract line b from line a			c 30,411,127.
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 30,411,127.

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 and deferred compensation plans	(E) Expense account and other allowances
Ingrid E Newkirk 501 Front Street Norfolk, VA 23510	Pres Secy & Dir 40	34,000.	2,855.	0.
Tracy Reiman 501 Front Street Norfolk, VA 23510	Vice President 40	64,305.	2,439.	0.
Michael Rodman 501 Front Street Norfolk, VA 23510	Treas & Dir 1	0.	0.	0.
Jeanne Roush 501 Front Street Norfolk, VA 23510	Director 1	0.	0.	0.

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 as board meetings 3		
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)		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'. If 'Yes,' attach a statement that includes the information described in the instructions See Statement 16	X	
d Does the organization have a written conflict of interest policy?	X	

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 and deferred compensation plans	(E) Expense account and other allowances
Mary Beth Sweetland 501 Front Street Norfolk, VA 23510	0.	49,909.	1,745.	0.

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.		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.		X
78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	X	
b If 'Yes,' has it filed a tax return on Form 990-T for this year?	X	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement		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?		X
b If 'Yes,' enter the name of the organization N/A and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81a Enter direct and indirect political expenditures (See line 81 instructions.) 81 a 0.		
b Did the organization file Form 1120-POL for this year?		X

Part VII Other Information (continued)

		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?	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.)		
82 b	152,664.		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
83 b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
84 b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	
85 a	501(c)(4), (5), or (6) organizations. Were substantially all dues nondeductible by members?	N/A	
85 b	Did the organization make only in-house lobbying expenditures of \$2,000 or less?	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.			
85 c	Dues, assessments, and similar amounts from members.	N/A	
85 d	Section 162(e) lobbying and political expenditures	N/A	
85 e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	N/A	
85 f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	N/A	
85 g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	
85 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	
86 a	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12	N/A	
86 b	Gross receipts, included on line 12, for public use of club facilities	N/A	
87 a	501(c)(12) organizations. Enter: a Gross income from members or shareholders	N/A	
87 b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	N/A	
88 a	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.		X
88 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		X
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 0, section 4912 0; section 4955 0.		
89 b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction		X
89 c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	0.	
89 d	Enter: Amount of tax on line 89c, above, reimbursed by the organization	0.	
89 e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
89 f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
89 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?		X
90 a	List the states with which a copy of this return is filed See Statement 17		
90 b	Number of employees employed in the pay period that includes March 12, 2006 (See instructions.)		166
91 a	The books are in care of The Corporation Telephone number (757) 622-7382 Located at 501 Front Street, Norfolk VA ZIP + 4 23510		
91 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		X

BAA

Part VI Other Information (continued)

c At any time during the calendar year, did the organization maintain an office outside of the United States? .

	Yes	No
91 c		X

If 'Yes,' enter the name of the foreign country .

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here

N/A

and enter the amount of tax-exempt interest received or accrued during the tax year

92 N/A

Part VII Analysis of Income-Producing Activities (See 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 Advertising revenue	900004	60,134.			
b Conferences					4,913.
c Spay/Neuter Program					415,499.
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts			14	582,392.	
96 Dividends & interest from securities.			14	106,582.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	4,958.	
98 Net rental income or (loss) from pers prop					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	122,346.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory	454110	105,062.			528,374.
103 Other revenue: a					
b Miscellaneous Income			1	51,308.	
c Royalties			15	252,559.	
d					
e					
104 Subtotal (add columns (B), (D), and (E))		165,196.		1,120,145.	948,786.
105 Total (add line 104, columns (B), (D), and (E))					2,234,127.

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).
1	See Statement 18

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
N/A	%			
	%			
	%			
	%			

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

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

Yes	No
	X

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

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

Yes	No
	X

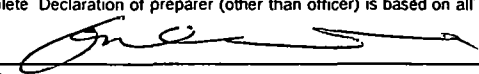
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	-----			
b	-----			
c	-----			
Totals				

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?

Yes	No
	X

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: 1/12/08

Type or print name and title: Ingrid Newkirk, President

Paid Preparer's Use Only

Preparer's signature	▶ Susan J Rosenberg	Date	▶ 1/17/2008	Check if self-employed	▶ <input type="checkbox"/>	Preparer's SSN or PTIN (See General Instruction W)	▶ N/A
Firm's name (or yours if self-employed), address, and ZIP + 4	▶ Saggar & Rosenberg, P.C. ▶ One Church Street, Suite 204 ▶ Rockville, MD 20850			EIN	▶ N/A		
				Phone no	▶ 301 738-9040		

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

2006

Name of the organization **People for the Ethical Treatment of Animals, Inc.** Employer identification number **52-1218336**

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See 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 and deferred compensation	(e) Expense account and other allowances
Debra Durham 501 Front St Norfolk, VA 23510	Primate Spclist 40	70,982.	1,747.	0.
Daniel Matthews 501 Front St Norfolk, VA 23510	Sr Vice Pres 40	70,656.	2,439.	0.
Michael McGraw 501 Front St Norfolk, VA 23510	Dir Media Cmpgn 40	68,679.	2,304.	0.
Lisa Lange 501 Front St Norfolk, VA 23510	Sr Vice Pres 40	68,281.	2,813.	0.
Lori Kettler 501 Front St Norfolk, VA 23510	Sr Reg Counsel 40	67,308.	3,739.	0.
Total number of other employees paid over \$50,000	9			

Part II - A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See 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
Zuckerman, Spaeder LLP 1800 M Street NW, Suite 1000 Washington, DC 20036	Attorneys	670,353.
Hirschkop & Associates 908 King Street, Suite 200 Alexandria, VA 22314	Attorneys	417,774.
Gilbert & Tobin GPO Box 3810 Sydney, NSW 2000 Australia	Attorneys	358,066.
Law Offices of Lisa A. Vance 334 W. Mistletoe Avenue San Antonio, TX 78212	Attorneys	203,319.
CCH a Wolters Kluwer Business GPO Box 4072 Sydney, NSW 2001 Australia	Document Handling	56,243.
Total number of others receiving over \$50,000 for professional services	1	

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 instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
See Statement 19		5,446,874.
Total number of other contractors receiving over \$50,000 for other services	0	

Part III Statements About Activities (See 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. \$ 15,235. (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.	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?		X
b Lending of money or other extension of credit?		X
c Furnishing of goods, services, or facilities? ..		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	X	
e Transfer of any part of its income or assets?		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.)		X
b Did the organization have a section 403(b) annuity plan for its employees?		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		X
d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?		X
4a Did the organization maintain any donor advised funds? If 'Yes,' complete lines 4b through 4g. If 'No,' complete lines 4f and 4g		X
b Did the organization make any taxable distributions under section 4966?	N/A	
c Did the organization make a distribution to a donor, donor advisor, or related person?	N/A	
d Enter the total number of donor advised funds owned at the end of the tax year		N/A
e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year		N/A
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		0
g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year		0.

Part IV Reason for Non-Private Foundation Status (See 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.)
- 11 a 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.)
- 11 b 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 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 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					0.

- 14 An organization organized and operated to test for public safety. Section 509(a)(4). (See instructions.)

Part VII-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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	28,187,656.	23,607,554.	29,583,419.	21,296,702.	102,675,331.
16 Membership fees received					0.
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	3,049,027.	1,625,408.	1,052,691.	867,682.	6,594,808.
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	804,527.	487,656.	386,473.	155,006.	1,833,662.
19 Net income from unrelated business activities not included in line 18					0.
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0.
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					0.
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					0.
23 Total of lines 15 through 22	32,041,210.	25,720,618.	31,022,583.	22,319,390.	111,103,801.
24 Line 23 minus line 17	28,992,183.	24,095,210.	29,969,892.	21,451,708.	104,508,993.
25 Enter 1% of line 23	320,412.	257,206.	310,226.	223,194.	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	26a	2,090,180.
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 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts		26b	23,319,886.
c Total support for section 509(a)(1) test: Enter line 24, column (e)		26c	104508993.
d Add: Amounts from column (e) for lines:	18 1,833,662.	19	
	22	26b	23,319,886.
e Public support (line 26c minus line 26d total)		26e	79,355,445.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		26f	75.93 %

27 Organizations described on line 12:	N/A			
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:	(2005)	(2004)	(2003)	(2002)
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:	(2005)	(2004)	(2003)	(2002)
c Add: Amounts from column (e) for lines:	15	16	17	20
d Add: Line 27a total				
e Public support (line 27c total minus line 27d total)				
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 2002 through 2005, 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 instructions.)
 (To be completed **ONLY** by schools that checked the box on line 6 in Part IV)

N/A
 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 Yes No

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 Yes No

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.)

31 Yes No

32 Does the organization maintain the following:

a Records indicating the racial composition of the student body, faculty, and administrative staff?

32a Yes No

b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?

32b Yes No

c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?

32c Yes No

d Copies of all material used by the organization or on its behalf to solicit contributions?

32d Yes No

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 Yes No

b Admissions policies?

33b Yes No

c Employment of faculty or administrative staff?

33c Yes No

d Scholarships or other financial assistance?

33d Yes No

e Educational policies?

33e Yes No

f Use of facilities?

33f Yes No

g Athletic programs?

33g Yes No

h Other extracurricular activities?

33h Yes No

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 Yes No

b Has the organization's right to such aid ever been revoked or suspended?

34b Yes No

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 Yes No

Part VI-A Lobbying Expenditures by Electing Public Charities (See 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		(a) Affiliated group totals	(b) To be completed for all electing organizations
(The term 'expenditures' means amounts paid or incurred)			
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)		11,837.
37	Total lobbying expenditures to influence a legislative body (direct lobbying)		3,398.
38	Total lobbying expenditures (add lines 36 and 37)	0.	15,235.
39	Other exempt purpose expenditures		30,474,856.
40	Total exempt purpose expenditures (add lines 38 and 39)	0.	30,490,091.
41	Lobbying nontaxable amount. Enter the amount from the following table –		
	If the amount on line 40 is –		
	Not over \$500,000		
	Over \$500,000 but not over \$1,000,000		
	Over \$1,000,000 but not over \$1,500,000		
	Over \$1,500,000 but not over \$17,000,000		
	Over \$17,000,000		
	The lobbying nontaxable amount is –		
	20% of the amount on line 40		
	\$100,000 plus 15% of the excess over \$500,000		
	\$175,000 plus 10% of the excess over \$1,000,000		
	\$225,000 plus 5% of the excess over \$1,500,000		
	\$1,000,000		
41			1,000,000.
42	Grassroots nontaxable amount (enter 25% of line 41)	0.	250,000.
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	0.	0.
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	0.	0.

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)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount	1,000,000.	1,000,000.	1,000,000.	1,000,000.	4,000,000.
46 Lobbying ceiling amount (150% of line 45(e))					6,000,000.
47 Total lobbying expenditures	15,235.	58,373.	33,459.	87,295.	194,362.
48 Grassroots non-taxable amount	250,000.	250,000.	250,000.	250,000.	1,000,000.
49 Grassroots ceiling amount (150% of line 48(e))					1,500,000.
50 Grassroots lobbying expenditures	11,837.	41,679.	21,148.	25,648.	100,312.

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See instructions)

N/A

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

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

Statement 1
Form 990, Part I, Line 8
Net Gain (Loss) from Noninventory Sales

Publicly Traded Securities

Gross Sales Price: 7,201,771.
 Cost or Other Basis: 7,068,128.

Total Gain (Loss) Publicly Traded Securities \$ 133,643.

Other Assets

Description:	Equipment
Date Acquired:	Various
How Acquired:	Purchase
Date Sold:	Various
To Whom Sold:	Various
Gross Sales Price:	5,655.
Cost or Other Basis:	16,952.

Gain (Loss) -11,297.

Total Gain (Loss) Other Assets \$ -11,297.

Total Net Gain (Loss) From Noninventory Sales \$ 122,346.

Statement 2
Form 990, Part I, Line 10
Gross Profit (Loss) From Sales Of Inventory

Gross Sales	\$ 849,189.
Gross Sales	168,852.
Gross Sales	<u>\$ 1,018,041.</u>
Less Returns & Allowances	0.
Net Sales	<u>\$ 1,018,041.</u>
Less Cost Of Goods Sold	384,605.
Gross Profit From Sales Of Inventory	<u>\$ 633,436.</u>

Statement 3
Form 990, Part I, Line 20
Other Changes in Net Assets or Fund Balances

Unrealized Gain on Investments	\$ 64,413.
	<u>Total \$ 64,413.</u>

Statement 4
Form 990, Part II, Line 22b
Other Grants and Allocations

Cash Grants and Allocations

Class of Activity:	Various	
Donee's Name:	See attached statement 20.	
Relationship of Donee:	None	
Amount Given:		\$ 3,571,499.

Noncash Grants and Allocations

Total Grants and Allocations \$ 3,571,499.

Statement 5
Form 990, Part II, Line 25a
Compensation of Officers, Directors, Etc.

Compensation Received	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Ingrid E Newkirk	34,000.	33,469.	45.	486.
Tracy Reiman	64,305.	63,300.	85.	920.
Michael Rodman	0.	0.	0.	0.
Jeanne Roush	0.	0.	0.	0.
Total	\$ 98,305.	\$ 96,769.	130.	1,406.

Employee Benefit Plan Contribution	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Ingrid E Newkirk	2,855.	2,810.	4.	41.
Tracy Reiman	2,439.	2,401.	3.	35.
Michael Rodman	0.	0.	0.	0.
Jeanne Roush	0.	0.	0.	0.
Total	\$ 5,294.	\$ 5,211.	7.	76.

Expense Acct. & Other Allowances	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Ingrid E Newkirk	0.	0.	0.	0.
Tracy Reiman	0.	0.	0.	0.
Michael Rodman	0.	0.	0.	0.
Jeanne Roush	0.	0.	0.	0.
Total	\$ 0.	\$ 0.	0.	0.

Statement 6
Form 990, Part II, Line 25b
Compensation of Former Officers, Directors, Etc.

Compensation Received	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Mary Beth Sweetland	49,909.	49,129.	66.	714.
Total	\$ 49,909.\$	\$ 49,129.\$	\$ 66.\$	714.

Employee Benefit Plan Contribution	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Mary Beth Sweetland	1,745.	1,718.	2.	25.
Total	\$ 1,745.\$	\$ 1,718.\$	\$ 2.\$	25.

Expense Acct. & Other Allowances	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Mary Beth Sweetland	0.	0.	0.	0.
Total	\$ 0.\$	\$ 0.\$	\$ 0.\$	0.

Loans & Advances	(A)	(B)	(C)	(D)
Name	Total	Program Services	Management & General	Fundraising
Mary Beth Sweetland	0.	0.	0.	0.
Total	\$ 0.\$	\$ 0.\$	\$ 0.\$	0.

Statement 7
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
<p>PUBLIC OUTREACH & EDUCATION - PETA conducts educational campaigns and publishes materials that are distributed to students, teachers, the general public, and supporters. These efforts include materials made available through our programs for younger children, high school and college students, and educators as well as publications such as factsheets, booklets, fliers, posters, and PETA's magazine, Animal Times. Campaigns involve renowned celebrities, extensive media attention, interactive Web site features resulting in skyrocketing traffic, and public service announcements, which are typically placed for free in high-exposure outlets.</p> <p style="text-align: right;">Includes Foreign Grants: No</p>		7,411,693.
<p>RESEARCH, INVESTIGATIONS & RESCUE - PETA receives complaints of cruelty to animals; rescues and obtains care for abused, neglected, and at-risk animals; investigates cruelty cases; gathers evidence of law violations; and takes action to ensure enforcement of laws and regulations in an effort to protect the animals concerned. We publicized the results</p>		

Statement 7 (continued)
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
<p>of our undercover investigations of two PetSmart stores, where we documented that more than 100 small animals-including hamsters, domestic rats, lizards, chinchillas, and birds-were deprived of effective veterinary care and were slowly dying, out of customers' sight. Our undercover investigation of Mepkin Abbey, a monastery in South Carolina that runs an egg factory farm where hens live in cramped battery cages, led the abbey to announce a phaseout of its egg operation. We were victorious in aiding in the prosecution and conviction of many animal abusers, including a notorious Arkansas animal hoarder; a New York cow killer who set fire to a barn, killing more than 70 cows; and a Texas pseudo-sanctuary owner who was selling wild and exotic animals. We succeeded in getting both a lawsuit by the Australian Wool Innovation and a lawsuit by a Michigan chinchilla fur farmer dismissed. We funded a highly successful spay/neuter program that made surgeries available at little to no cost to disadvantaged animal guardians, preventing thousands of unwanted litters and providing relief to overburdened, government-run animal control offices and local animal shelters.</p>	307,270.	7,712,719.
Includes Foreign Grants: Yes		

INTERNATIONAL GRASSROOTS CAMPAIGNS - PETA organizes campaigns to inform the public about how animals are abused in, among other ways, the meat, clothing, experimentation, and entertainment industries. In Fiscal Year 2007, PETA persuaded POM Wonderful, PepsiCo, and Coca-Cola to stop funding all animal experiments; persuaded Burger King to phase in new animal welfare standards; pressured Smithfield Foods, Cargill, and Maple Leaf Foods into phasing out gestation crates that cruelly confine pregnant pigs; stopped Raley's grocery stores from selling packaged live lobsters; convinced Supervalu-which operates Farm Fresh, Albertsons, and Shop 'n Save-as well as drugstore giants CVS, Rite Aid, Brooks & Eckerd, and Duane Reade to end their sale of glue traps; persuaded Newbury Comics, Burton Snowboards, and Tommy Hilfiger to go fur-free; convinced New York store Jack Spade to clear its shelves of cruel frog dissection kits; halted Scott & White Memorial Hospital from using live pigs in Advanced Trauma Life Support (ATLS) courses; got the American College of Surgeons to promise to stop using animals in conferences and courses; helped curb the U.S. government's request for animal testing of paint thinners; convinced Dow Chemical Company not to conduct a test that would have killed more than 600 animals; stuck up for ducks and pushed Giant Eagle grocery stores to stop selling foie gras at all its locations; stopped the plans of a St. Louis Macy's department store and Kroger supermarkets to poison unwelcome pigeons in their stores; got Kia USA and CareerBuilder.com to agree to stop using apes in their commercials; convinced the Orlando Magic basketball team, Kansas State University, California's Saugus High School, and Florida's Coral Springs Charter School not to use live animals at events; dissuaded organizers for AIDS Walk New

Statement 7 (continued)
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
<p>York, the largest AIDS fundraiser in the world, from releasing live doves; got Country USA, an annual music festival in Wisconsin, and the Fairport Harbor, Ohio, Mardi Gras Concessions Committee to stop giving out animals as prizes; helped get the Philadelphia Zoo and the Bronx Zoo to voluntarily close their elephant exhibits; helped save gopher tortoises in Orange County, Florida, from being entombed under a new freeway interchange; got Sylacauga, Alabama, to ban the Walker Bros. Circus from performing in the city; and helped convince Nike to cut ties with Michael Vick in light of horrific allegations of his involvement with dogfighting rings.</p> <p style="text-align: right;">Includes Foreign Grants: Yes</p>	264,229.	6,488,670.
<p>CRUELTY FREE MERCHANDISE PROGRAM - PETA encourages and facilitates cruelty-free living by providing educational materials and consumer products, such as cosmetics and household cleaners that are not tested on animals, animal care products, message T-shirts, educational videos and books, animal rescue equipment, and campaign materials that are used by concerned citizens around the world. These items are available through our online PETA Mall, PETA Catalog, and PETA Bookstore.</p> <p style="text-align: right;">Includes Foreign Grants: No</p>		804,677.
<p>SUPPORTING ORGANIZATION ACTIVITIES - The Foundation to Support Animal Protection (the "Foundation") is a tax-exempt organization under 501(c)(3) of the Internal Revenue Code and a supporting organization under 509(a)(3) of the Internal Revenue Code. The Foundation supports the operations of certain animal protection organizations, including PETA.</p> <p style="text-align: right;">Includes Foreign Grants: No</p>	3,000,000.	3,000,000.
	<u>\$ 3,571,499.</u>	<u>\$ 25417759.</u>

Statement 8
Form 990, Part IV, Line 54a
Investments - Publicly Traded Securities

Corporate Stocks	Valuation Method	Amount
Corporate Stocks	Market Value	\$ 251,952.
	Total	\$ 251,952.
Corporate Bonds	Valuation Method	Amount
Corporate Bonds	Market Value	67,135.

Statement 8 (continued)
Form 990, Part IV, Line 54a
Investments - Publicly Traded Securities

<u>Corporate Bonds</u>	<u>Valuation Method</u>	<u>Amount</u>
	Total	\$ 67,135.
<u>Other Publicly Traded Securities</u>	<u>Valuation Method</u>	<u>Amount</u>
Other Publicly Traded Securities	Market Value	\$ 58,009.
	Total	\$ 58,009.
<u>U.S. Government Obligations</u>	<u>Valuation Method</u>	<u>Amount</u>
Govt Obligations	Market Value	10,986,958.
	Total	\$ 10,986,958.
Publicly Traded Securities <u>\$ 11,364,054.</u>		

Statement 9
Form 990, Part IV, Line 54b
Investments - Other Securities

<u>Other Securities</u>	<u>Valuation Method</u>	<u>Amount</u>
Other Investments	Cost	\$ 1,242,927.
	Total	\$ 1,242,927.

Statement 10
Form 990, Part IV, Line 55b
Investments - Land, Buildings, and Equipment

<u>Category</u>	<u>Basis</u>	<u>Accum. Deprec.</u>	<u>Book Value</u>
Buildings	\$ 133,943.	\$ 40,489.	\$ 93,454.
Land	91,170.		91,170.
Total	<u>\$ 225,113.</u>	<u>\$ 40,489.</u>	<u>\$ 184,624.</u>

Statement 11
Form 990, Part IV, Line 57
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value
Automobiles / Transportation Equipment	\$ 539,129.	\$ 416,713.	\$ 122,416.
Furniture and Fixtures	302,848.	201,939.	100,909.
Buildings	192,791.	59,808.	132,983.
Land	6,300.		6,300.
Total	\$ 1,041,068.	\$ 678,460.	\$ 362,608.

Statement 12
Form 990, Part IV, Line 58
Other Assets

Deposits	\$ 22,765.
Rounding	1.
Total	\$ 22,766.

Statement 13
Form 990, Part IV, Line 65
Other Liabilities

Annuities Payable	\$ 2,162,550.
Total	\$ 2,162,550.

Statement 14
Form 990, Part IV-A, Line b(4)
Other Amounts

Cost of goods sold.	\$ 384,605.
Rental expenses	11,010.
Total	\$ 395,615.

Statement 15
Form 990, Part IV-B, Line b(4)
Other Amounts

Cost of goods sold.	\$ 384,605.
Rental expenses	11,010.
Total	\$ 395,615.

Statement 16
Form 990, Part V-A, Line 75c
Individuals Compensation By Related Organizations

Renee Simi

Related Organization:	Foundation to Support Animal Protection
FEIN:	52-1842274
Relationship Explanation:	Foundation to Support Animal Protection is a 509(a)(3) supporting organization of People for the Ethical Treatment of Animals, Inc.
Compensation Paid:	\$ 60,000.
Benefit Plan Contributions:	\$ 0.
Expense Account:	\$ 0.
Compensation Arrangement:	Independent Contractor (Consultant)

Statement 17
Form 990, Part VI, Line 90a
List of States which this Return is Filed

AK AZ AR CA CO CT DC FL GA IL KS KY LA ME MD MA MI MN MS NH NJ NM NY NC ND OH OK
 OR PA RI SC TN UT VA WA WV WI

Statement 18
Form 990, Part VIII
Relationship of Activities to the Accomplishment of Exempt Purposes

<u>Line #</u>	<u>Explanation of Activities</u>
93c	Mobile spay/neuter program provides low-cost, and often free, spay/neuter and wellness services to predominantly low income persons, thereby reducing the number of unwanted animals that create large overpopulation problems.
102	Sales of educational materials and cruelty free products increase public awareness and promote animal rights.
93b	Conferences relate to animal rights, and the fees collected are used to promote animal rights.

Statement 19
Schedule A, Part II-B
Compensation of Five Highest Paid Other Service Contractors

<u>Name and Address</u>	<u>Type of Service</u>	<u>Compensation</u>
Foundation to Support Animal Protection 501 Front St Norfolk, VA 23510	Supporting Services	5,141,094.
Lawrence & Beavan The Old Power Station Mortlakw High London, SW148SN United Kingdom	Design Consultant	232,280.

Statement 19 (continued)
Schedule A, Part II-B
Compensation of Five Highest Paid Other Service Contractors

<u>Name and Address</u>	<u>Type of Service</u>	<u>Compensation</u>
Renee Simi 1924 A 8th Street Berkeley, CA 94710	Other Consultant	73,500.
		Total <u>\$ 5,446,874.</u>

People for the Ethical Treatment of Animals, Inc. 52-1218336
Statement 20

PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
08/04/06	Fundacion Salvavidas Prolong, Siervas de maria No 82 Naco, Santo Domingo Dominican Republic	To Support Program Activities	\$ 100 00
08/07/06	RIVA P.O Box 9092 Providence, RI 02904 Attn Elana Kirshenbaum	To Support Program Activities	\$ 200 00
08/08/06	Poplar Spring Animal Sanctuary P O Box 507 Poolesville, MD 20837 Attn Terry Cummings	To Support Program Activities	\$ 500 00
08/10/06	Virginia Beach SPCA 3040 Holland Road Virginia Beach, 23453	To Support Program Activities	\$ 100 00
08/11/06	Padela Isabel La Catolica No 5 Zona Colonial, Santo Domingo Dominican Republic	To Support Program Activities	\$ 100 00
08/16/06	Helga Tacreiter P O. Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
08/16/06	Mrs Maja Alfrev 15 rue de la Chaume 89630 Saint Leger Vauban, France	To Support Program Activities	\$ 500 00
08/27/06	The Animal House (Jamaica) PO Box 775 Ocho Rios	To Support Program Activities	\$ 300 00
08/31/06	ARF Animal Rescue Fund of the Hamptons, Inc P.O Box 901 Wainscott, NY 11975	To Support Program Activities	\$ 700 00
09/01/06	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
09/08/06	Xwe African Wildlife Research & Investigation Center PO Box 3018 Honeydew,2040 South Africa	To Support Program Activities	\$ 1,000 00
09/15/06	Jia Meng Room 2A, 240 Carmody Rd. St Lucia 4067 University of Queensland 064158	To Support Program Activities	\$ 650 00
09/27/06	Dr Rob Teri Chenoa Manor 733 Glen Willow Road Avondale, PA 19311	To Support Program Activities	\$ 500 00

People for the Ethical Treatment of Animals, Inc. 52-1218336
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PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
09/27/06	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
09/29/06	Center for the Protection of Animal Rights Myna str 62-93 Moscow, Russia 115191	To Support Program Activities	\$ 2,000 00
09/30/06	New York Coalition for Healthy School Lunches P O Box 737 Mamaroneck, NY 10543	To Support Program Activities	\$ 100 00
09/30/06	Teen Hope 915 N 199th Street Shoreline, WA 98133	To Support Program Activities	\$ 50 00
10/11/06	Grey2K USA P O Box 442117 Sommerville, MA 02144	To Support Program Activities	\$ 2,000 00
10/11/06	IIVS -The Institute for InVitro Sciences 21 Firstfield Road Suite 220 Gaithersburg, MD 20878 Attn Erin Hill	To Support Program Activities	\$ 100,000 00
10/11/06	Jungle Friends Primate Sanctuary 13915 N State Road 121 Gainesville, FL 32653	To Support Program Activities	\$ 800 00
10/12/06	Mercy For Animals 3712 N Broadway, Ste 560 Chicago, IL 60613	To Support Program Activities	\$ 100 00
10/16/06	Silke Wrobel Noah's Ark P O Box 241 Agia Triada-Akrotiri, Chania, Crete, Greece	To Support Program Activities	\$ 1,000 00
10/16/06	ADDA Julian Alvarez 143 CP 1414, Buenos Aires Argentina	To Support Program Activities	\$ 300 00
10/18/06	New Life Parrot Rescue P.O Box 84, St. Neots Cambridgeshire PE19 2LB England	To Support Program Activities	\$ 250 00
10/25/06	Mercy For Animals 3712 N Broadway, Ste. 560 Chicago, IL 60613	To Support Program Activities	\$ 1,000 00
11/01/06	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00

People for the Ethical Treatment of Animals, Inc. 52-1218336
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PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
11/08/06	Vegan Outreach P O Box 38492 Pittsburg, PA 15238	To Support Program Activities	\$ 500 00
11/08/06	The Gentle Barn Foundation 26910 Sierra Highway D-8 #318 Santa Clarita, CA 91321	To Support Program Activities	\$ 500 00
11/08/06	Wildlife Rescue & Rehabilitation, Inc P O Box 369 Kendalia, TX 78027 Attn Lynn Cuny	To Support Program Activities	\$ 1,000 00
11/12/06	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
12/06/06	J David Newell, President The Humane Society of Kent County, MD, Inc 10720 Augustine Herman Highway Chestertown, MD 21620	To Support Program Activities	\$ 100 00
12/13/06	Donkey Sanctuary Bonaire P O Box 331, Lima z/n Bonaire, Netherlands Antiles	To Support Program Activities	\$ 200 00
12/14/06	Animal Rahat 50/8 Tolstoy Lane Janpath, New Delhi 110 001 , India	To Support Program Activities	\$ 17,000.00
12/19/06	PETA India 301 West Wind II Gandhigram Rd, Juhu Mumbai, India 400 049	To Support Program Activities	\$ 15,000 00
12/28/06	Humane Society of North Texas 1840 East Lancaster Fort Worth, TX 76103	To Support Program Activities	\$ 400 00
01/10/07	Safe Haven for Donkeys in the Holy Land The Old Dairy, Springfield Farm, Lewe Rd Scaynes Hill Haywards Heath, W Sussex RH17 7NG, England, UK	To Support Program Activities	\$ 120 00
01/11/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500.00
01/17/07	Wild Bird Fund Inc c/o Animal General 558 Columbus Avenue New York, NY 10024	To Support Program Activities	\$ 100 00
01/17/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00

People for the Ethical Treatment of Animals, Inc. 52-1218336
Statement 20

PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
01/22/07	Save The Dolphins Campaign International Marine Mammal Project, Earth Island Institute 300 Broadway, Suite 28 San Francisco, CA 94133	To Support Program Activities	\$ 250 00
01/24/07	PETA India 301 West Wind II Gandhigram Rd, Juhu Mumbai, India 400 049	To Support Program Activities	\$ 20,000.00
02/14/07	Norfolk Police Union 412 5295 Greenwich Rd Ste 103 Virginia Beach Va, 23462	To Support Program Activities	\$ 50 00
03/01/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
03/13/07	PETA France 6 Place de la Madeleine 75008 Paris	To Support Program Activities	\$ 13,680 11
03/13/07	PETA India 301 West Wind II Gandhigram Rd, Juhu Mumbai, India 400 049	To Support Program Activities	\$ 16,000 00
03/13/07	PETA Asia-Pacific Ferros Building 176 Salcedo Street, Room 503 Legaspi Village, Makati, Philippines	To Support Program Activities	\$ 100,000 00
03/20/07	Animal Rahat 50/8 Tolstoy Lane Janpath, New Delhi 110 001 , India	To Support Program Activities	\$ 7,000 00
03/27/07	Animal House Jamaica P O Box 775 Ocho Rios, Jamaica	To Support Program Activities	\$ 100 00
03/31/07	Chimp Haven 13600 Chimpanzee Place P.O. Box 36004 Shreveport, LA 71130-6004	To Support Program Activities	\$ 70,000 00
03/31/07	Second Wind Adoption Program RR 2 Box 24A Jockey Camp Road West Union, West Virginia 26456	To Support Program Activities	\$ 500 00
04/01/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
04/04/07	Animal Sanctuary Foundation 10 South 5th Street #700 Minneapolis, MN 55402	To Support Program Activities	\$ 350 00

• People for the Ethical Treatment of Animals, Inc. 52-1218336
Statement 20

PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
04/06/07	Animal Rahat 50/8 Tolstoy Lane Janpath, New Delhi 110 001 , India	To Support Program Activities	\$ 81,500 00
04/09/07	Ms Silke Wrobel, Noah's Ark P.O Box 241 Agia Triada-Akrotiri Chania, Crete, Greece	To Support Program Activities	\$ 1,000 00
04/09/07	Spay Oklahoma 401 S Boston , Suite 900 Tulsa, OK 74103	To Support Program Activities	\$ 347 50
04/18/07	Animal Voices Film Festival 328 Beachview Drive North Vancouver, BC V7G 1R1	To Support Program Activities	\$ 250 00
04/25/07	ARME 3940 Laural Canyon Blvd #831 Studio City, CA 91604	To Support Program Activities	\$ 350 00
04/25/07	Brooke Hospital for Animals 21 Panton Street London, SW1Y 4DR	To Support Program Activities	\$ 200 00
04/30/07	Alley Animals Inc P O Box 27487 Towson, MD 21285-7487	To Support Program Activities	\$ 200 00
05/01/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
05/16/07	Unexpected Wildlife Refuge Inc P O Box 765 Newfield, NJ 08344-0765	To Support Program Activities	\$ 300 00
05/16/07	Go Vegan Texas! c/o KPFT 419 Lovett Blvd Houston, TX 77006	To Support Program Activities	\$ 250 00
06/01/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
06/02/07	Jacksonville Humane Society 8464 Beach Blvd Jacksonville, FL 32216	To Support Program Activities	\$ 200 00
06/04/07	PETA India 301 West Wind II Gandhigram Rd, Juhu Mumbai, India 400 049	To Support Program Activities	\$ 70,000 00

People for the Ethical Treatment of Animals, Inc. 52-1218336
Statement 20

PART II - Line 22: Donations to Other Organizations 2006

Date	Recipient	Purpose	Amount
06/06/07	Animal Place P O Box 5910 Vacaville, CA 95696	To Support Program Activities	\$ 5,000 00
06/13/07	Romania Animal Rescue, Inc 8000 Morgan Territory Road Livermore, CA 94550	To Support Program Activities	\$ 150 00
06/18/07	Bob Linden P O Box 40246 San Diego, CA 92164	To Support Program Activities	\$ 1,000 00
06/28/07	Koby Barak Karmel 7, Ramt - Hen 52222 Ramat-Gan Israel	To Support Program Activities	\$ 500 00
06/28/07	Foundation to Support Animal Protection 501 Front Street Norfolk, VA 23510	To Support Program Activities	\$ 3,000,000 00
07/01/07	Helga Tacreiter P O Box 227 Shiloh, NJ 08353	To Support Program Activities	\$ 500 00
07/03/07	Serenity Park Sanctuary Association for Parrot C A R E P O Box 84042 Los Angeles, CA 90073-0042	To Support Program Activities	\$ 100 00
07/05/07	Bjorn Ekwall Memorial Foundation Ada Kolman Swedish Fund for Research Without Animal Experiments Gamla Huddingevagen 437 SE-125 42 Alvsjo Sweden	To Support Program Activities	\$ 200 00
07/20/07	The Animal House (Jamaica) PO Box 775 Ocho Rios Maureen Sheridan	To Support Program Activities	\$ 400 00
07/23/07	PETA Asia-Pacific Ferros Building 176 Salcedo Street, Room 503 Legaspi Village, Makati, Philippines	To Support Program Activities	\$ 15,898 68
07/31/07	PAWS P O Box 1037 Lynnwood, WA 98046	To Support Program Activities	\$ 14,553 02
Total Cash Donations			\$ 3,573,499.31
08/31/06	Beirut for the Ethical Treatment of Animals Marguene Shaarawi Beirut, Lebanon	Refund of Donation from FY06	\$ (2,000 00)
Total Donations FY07			\$ 3,571,499.31

People for the Ethical Treatment of Animals Inc.
 52-1218336
 For the Year Ended July 31, 2007

Statement 21
Form 990, Part II, Line 42 - Depreciation

Form 990, Part IV, Line 55 - Investments - Land, Buildings and Equipment

Description	Balance 7/31/2006	Additions	Dispositions	Balance 7/31/2007	
Land	91,170			91,170	
Furniture & Equipment	360		(360)	-	
Buildings & Improvements	133,943			133,943	
Total Fixed Assets	225,473			225,113	225,113
Accumulated Depreciation					
Accum Depr. - F&E	360	-	(360)	-	
Accum Depr - B & I	36,939	3,550		40,489	
Total Accum Depr	37,299	3,550	(360)	40,489	(40,489)
					<u>184,624</u>

Form 990, Part IV, Line 57 - Land, Buildings and Equipment

Description	Balance 7/31/2006	Additions	Dispositions	Balance 7/31/2007	
Land	3,000	3,300		6,300	
Furniture & Equipment	397,760	14,285	(109,197)	302,848	
Buildings & Improvements	192,791			192,791	
Mobile Spay Clinic & Other Vehicles	469,855	76,104	(6,830)	539,129	
Total Fixed Assets	1,063,406	93,689	(116,027)	1,041,068	1,041,068
Accumulated Depreciation					
Accum Depr - F&E	220,004	78,467	(96,532)	201,939	
Accum Depr. - B & I	51,298	8,510		59,808	
Accum Depr. - Vehicle	366,230	51,883	(1,400)	416,713	
Total Accum. Depr.	637,532	138,860	(97,932)	678,460	(678,460)
					<u>362,608</u>

Note 1: Fixed assets are recorded at their cost and are depreciated using the straight line method, half year convention, over their useful lives. Furniture, Equipment and Vehicles are estimated to have useful lives ranging from 3 to 10 years. Buildings and improvements have useful lives ranging from 5 to 50 years. Improvements are amortized over the lesser of the remaining life of the lease or the estimated useful life of the improvements. Expenditures for major repairs are capitalized while minor costs or items with a useful life of less than a year are expensed when incurred. Upon retirement or disposal of assets, the cost and accumulated depreciation and amortization are eliminated from the accounts and the resulting gain or loss is included in the Statement of Activities.

Fixed Assets	1,266,181
Accum. Depreciation	(718,949)
Property & Equipment, Net	<u>547,232</u>

Application for Extension of Time To File an Exempt Organization Return

Department of the Treasury
Internal Revenue Service

▶ 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
 - 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).

Section 501(c) corporations required to file Form 990-T and requesting an automatic 6-month extension – check this box and complete Part I only

All other corporations (including 1120-C filers), partnerships, REMICS, and trusts must use Form 7004 to request an extension of time to file income tax returns

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for section 501(c) corporations required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Type or print	Name of Exempt Organization People for the Ethical Treatment of Animals, Inc.	Employer identification number 52-1218336
File by the due date for filing your return. See instructions	Number, street, and room or suite number. If a P O box, see instructions 501 Front Street	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions Norfolk, VA 23510	

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 (section 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

• The books are in the care of ▶ The Corporation

Telephone No ▶ (757) 622-7382 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 section 501(c) corporation required to file Form 990-T) extension of time until 3/15, 20 08, to file the exempt organization return for the organization named above.
The extension is for the organization's return for:

- ▶ calendar year 20__ or
- ▶ tax year beginning 8/01, 20 06, and ending 7/31, 20 07.

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.	3a	\$ 0.
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.	3b	\$ 0.
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.	3c	\$ 0.

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.