

Financial Report

1st APRIL 2004 – 31st MARCH 2005

Our dearest dear ones of the Beloved,

This financial report is the sixth report that the Avatar Meher Baba Perpetual Public Charitable Trust has prepared for general dissemination to the worldwide family of Baba lovers.

Similar to our report last year, the major emphasis this past financial year (2004–05) was to continue with the construction of the new pilgrim center called, "Meher Pilgrim Retreat". And like last year, pilgrims who came from abroad for Beloved Baba's Amartithi this year were accommodated in the Meher Pilgrim Retreat. But unlike last year, when we were able to use only one part of Meher Pilgrim Retreat, this year we were able to use both parts of the building and we were able to accommodate 180

pilgrims. They stayed in the unfurnished rooms and slept on the floor.

Although the construction of the building is complete, the building itself is not finished. And that is what is planned for this financial year, to finish the building and make it ready for you, His lovers by 2006.

Because we decided to make Meher Pilgrim Retreat available for pilgrims as soon as possible, like last year we have minimized taking on other Trust projects this year. After June 2006 those projects that have been delayed can begin to be executed.

This past year the dollar rate fell even lower than last year which means the Trust receives less rupees for each dollar than before. And therefore more dollars are required for each project. The value of

the dollar has fallen over 10% in the last few years.

As explained to you last year, we have been meeting the operating expenses out of interest income on deposits which we made when interest rates were high and because interest rates have decreased drastically we are no longer able to do this. We now have to take funds out of the corpus to meet operating expenses. After the opening of the Meher Pilgrim Retreat, we will begin to refocus on the operating expenses as well as other overdue projects.

In His Love and Service,
(V. S. Kalchuri (Bhau))

CHAIRMAN
AVATAR MEHER BABA PERPETUAL
PUBLIC CHARITABLE TRUST

Avatar Meher Baba P.P.C. Trust Development Plan Expenditures Projection Report

THIS YEAR THE CHART THAT EXPLAINS our Development Plan indicates for each project the total spent to date and budgeted expenditures for the next two years and beyond.

In the Expenditure Projection Report chart the focus of completing the Meher Pilgrim Retreat and furnishing it is shown. As you can see from this chart to complete the building we will have to spend \$162,791 for the budgetary year of 2005–06.

In order to complete the building for pilgrims by 2006, we have to landscape the area, erect fencing, create a parking area, paint the walls and ceilings, develop the courtyards, furnish the rooms, purchase office, kitchen and dining hall equipment, create a sewage system and purchase two mini buses.

In addition to completing the building for pilgrims by 2006, we also plan to continue to build a two-way paved road to Meher Pilgrim Retreat at an estimated cost of \$34,884 and bring electrical lines to this new area of Meherabad at an estimated cost of \$18,605.

As explained last year, in deciding to focus on making Meher Pilgrim Retreat available to pilgrims as soon as possible, we have tried to minimize the other Trust projects. We are continuing to furnish the Archives, Museum and Research Building at Meherabad. The budget for the year

2005–06 is \$52,326; and for the year 2006–07, the budget is \$23,256.

Because of a specific donation we are executing the project of building and furnishing an Archive Building at Meherabad. The budget for the year 2005–06 of \$23,256 is for completing the construction of the building and furnishing it.

As explained earlier several projects have been deferred until after the opening of the Meher Pilgrim Retreat. For the budgetary year 2006–07 we plan to build a much needed Staff Quarters near Meher Pilgrim Retreat, complete the Pilgrim Education Site for Amartithi which will accommodate over 4000 Amartithi pilgrims and bring electrical supply to that area of Meherabad.

During this past financial year, in addition to continuing the construction of Meher Pilgrim Retreat, the important work of furnishing of the Archive, Museum, Research Building at Meherabad continued. Special archival storage cabinets continue to be fabricated and received according to our requirements. We also purchased environmental monitoring equipment for the building. The Archive Building at Meherabad is nearing completion and soon electrification, equipping and furnishing will take place. Because the Trust received less donations for the Development Plan this past year, the carry forward amount of \$300,040 for the Development Plan last year was used for the work at the Meher Pilgrim Retreat and other projects. This year, we have a carry forward amount for the budgetary year 05–06 of \$191,862. As explained

PROJECT	TOTAL SPENT UP TO 31/3/2005	BUDGET 2005-2006	BUDGET 2006-2007	BEYOND 2006-2007	TOTAL REVISED ESTIMATES
Meher Pilgrim Retreat: Building & Furnishing	\$1,079,782	\$162,791		\$22,914	\$1,265,487
Pilgrim Education Site	\$224,967		\$69,767	\$55,631	\$350,366
Dharamshala Renovation	\$3,124			\$45,225	\$48,349
Archive Furnishings Meherabad	\$136,948	\$52,326	\$23,256	\$186,239	\$398,769
Archive Building & Furnishing M'azad	\$74,671	\$23,256		\$81,155	\$179,082
Administration Buildings and Staff Quarters	\$146,675	\$0	\$91,279	\$105,301	\$343,255
Storerrooms	\$13,050			\$40,387	\$53,437
INFRASTRUCTURE DEVELOPMENT	\$287,803	\$53,489	\$16,279	\$205,951.19	\$563,523
Samadhi Protection, Roads, Electricity, Water Supply					
LANDS					
Meherabad/Meherazad/Meher Nazar		* T.B.D.		* T.B.D.	* T.B.D.
Meher English School	\$112,147	\$3,488		\$20,721	\$136,356
Completed Projects					
Health Center Expansion	\$12,800				\$12,800
Cultural Academy	\$14,320				\$14,320
Unscheduled Projects					
New Dharamshala				\$819,767	\$819,767
College Phase One				\$109,302	\$109,302
Contingency				\$1,868	\$1,868
Total in Dollars	\$2,106,287	\$295,350	\$200,581	\$1,694,461	\$4,296,679

NOTE: * = TO BE DETERMINED

And due to another specific donation we are offering facilities to the boys and girls at Meher English School. The budget for the year 2005–06 is \$3,488. We plan to enhance the track and field area behind the school for more sports activities.

to you dear ones last year, the carry forward amount is important to the Trust because this amount is used to make payments at the beginning of each financial year as we await new donations which come much later in the year.

Avatar Meher Baba P.P.C. Trust

Financial Status From 1st April 2004 to 31st March 2005

THE CHART THAT EXPLAINS THE TRUST'S FINANCIAL STATUS is similar to the one depicted in previous years that gives a very brief summary of the Trust's operations/expenditures and donations/ interest received during the year.

Although the Development Plan is now the major focus of Trust development activity, as a wholly public charitable trust it has many on-going programmes that fall outside the scope of the Development Plan such as: medical, veterinary, educational, pilgrim. This chart gives a summary of expenses for these other Trust facilities and programmes so that you can get an all-around

Under the column "Payments," the list for Operating Expenses is given for each major function as follows:

Office & Administration:

Administrative expenses plus reconstruction of historic Trust buildings at Ahmednagar. Total expenses on this object was \$55,295.

Liability of the First Charge:

The first responsibility of the Trust is to take care of Beloved Baba's Tomb. The maintenance costs this year were \$665.

And this also includes the maintenance of the Trust's property at Meherazad. The donations received at Meher Pilgrim Centre, Dharmashala and Hostel "D" on per day basis are nominally covering only 17.70% of the total operating expenditure of Facilities of Pilgrims. Total expenses on this object was \$84,815.

Medical Facilities:

This includes the maintenance of Meher Health Center, Hospital and Medical Staff Quarters, and also the Trust sponsored health camps for school children, cataract camps, and dental camps, and free medical aid and free medicine to indigent patients and hospitalization for the poor and needy in Ahmednagar and Pune. Total cost for these activities came to \$44,555.

Schooling Facilities:

The maintenance of Meher High School, Veterinary-Aid Center, Physical Education Center, and Music and Arts Center. Books and scholarships are given to the poor students. Total cost for these activities came to \$42,268.

Secular Facilities:

The net expense for Beloved Baba's Amartithi came to \$7,228 this past year. The maintenance of the library and museum at Upper Meherabad, Spiritual academy expenses etc. came to \$6,057.

Other Public Charitable Objects of Public Utility:

The maintenance of Guruprasad Memorial Hall in Pune, the Avatar Meher Baba Ahmednagar Centre, and the funding of Centre programmes and help for the poor and needy through Narayan Seva (that is service to The Lord through poor and needy with the knowledge that God resides in everyone, so in the form of the poor and needy God requires our service to Him in them. This is not social service, but selfless service.) & general development on the Trust Estate came to \$17,169.

THE SECOND MAJOR HEADING in this column entitled "Expenses Under Development Plan" details \$338,114 expenses under the Development Plan for the past year and is part of the \$2,106,286 spent to date shown on the chart of Development Plan Expenditures Report on the front page of this report.

The third major heading in the column entitled "Corpus / Construction Expenses other than the Development Plan" shows the expenditure of \$156,241 for furniture, land, computers, water pumps, pipes, fittings and electrification.

The balance carried forward of \$231,172 is out of receipts for this year and \$191,861 is for the Development Plan and the remaining amount of \$39,310 is for other objects of the Trust.

The Receipts column shows a total of \$1,003,470. Out of this amount, \$218,091 was designated for the Development Plan. The remaining receipts of \$785,378. were from bank interest, corpus and general donations.

RECEIPTS	EQUAL TO \$	PAYMENTS	EQUAL TO \$
CORPUS DONATIONS	\$312,058	OPERATING EXPENSES	
		TOTAL SUMMARY	
GENERAL DONATIONS	\$9,231	Office and Administration	\$55,295
		Liability of first charge	\$665
		Water Facilities	\$25,365
		Facilities for Pilgrims	\$84,815
INTEREST RECEIVED ON BANK & OTHER DEPOSIT (Includes Interest of Dev.Plan \$8,327.89)	\$464,088	Medical Facilities	\$44,555
		Schooling Facilities	\$42,268
		Secular Education	\$13,286
		Other Charitable Objects	\$17,169
		SUB TOTAL	\$283,422
		LESS- OPERATING EXPENSES FOR DEVELOPMENT PLAN	\$5,480
SUB TOTAL	\$785,378	SUB TOTAL	\$277,941
CORPUS DONATIONS FOR DEVELOPMENT PLAN	\$218,091	EXPENSES UNDER DEVELOPMENT PLAN	
		ROADS	\$29,146
		SITE DEV. & AFFORESTATION	\$742
		CONST. OF BLDGS. PILGRIMS EDU.SITE	\$26
		CONST. OF MEHER PILGRIM RETREAT	\$237,421
		MEHER ENGLISH SCHOOL	\$6,368
		ELECTRIFICATION AT PILGRIMS EDU. SITE	\$1,530
		WATER SUPPLY	\$1,770
		ARCHIVES: FURNISHING AT MEHERABAD	\$40,104
		ARCHIVES: BUILDING AT MEHERAZAD	\$21,003
		SUB TOTAL	\$338,114
		CORPUS/CONST. EXPENSES OTHER THAN DEVELOPMENT PLAN	\$156,241
		BALANCE CARRIED FORWARD FOR THE OBJECTS OF THE TRUST OUT OF RECEIPTS RECEIVED DURING THE YEAR	\$231,172
TOTAL	\$1,003,470	TOTAL	\$1,003,470

NOTE : Expenses of Development Plan converted as per FIFO method/ Taken as per utilisation Report.

picture of the Trust and its activities. All expenses are paid for out of donations that we receive other than from the Development Plan. We would like to provide more medical and educational help to the poor and needy but such help can only be given according to the donations we receive.

Since every activity of the Trust has a solely public charitable aim according to Beloved Baba's wish, no Trust activity is commercial and therefore can not be calculated on a profit or loss basis.

Water Facilities:

Maintenance of wells, pipelines, electric bills of pumps, afforestation expenses. Total expenses on this object was \$25,365.

Facilities for Pilgrims:

The maintenance of Pilgrim Center, Hostel "D", Dharmashala, as well as expenses for pilgrim transportation, marketing vehicles, electric bills, insurance, afforestation around the buildings at Meherabad, etc.