

Financial Report

1ST APRIL 2002 – 31ST MARCH 2003

Our dearest dear ones of the Beloved,

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

During this past financial year (2002-03) the major emphasis was two fold: to continue on schedule with the construction of the new pilgrim center called, Meher Pilgrim Retreat and to alleviate the water crisis at Meherabad by laying a new water pipeline directly from Ahmednagar city to our water reservoir in Ahmednagar that pumps water to

Meherabad. We are happy to report that both of these efforts were successful through the loving donations of Baba's lovers.

However, because of the world-wide economic slow-down, the Trust felt it had to revise its construction schedule under the Development Plan in order for it not to be a burden to His dear lovers. Therefore, we have decided that the budget for the next three years should focus on completing the construction of the Meher Pilgrim Retreat and furnish it. And then those priority projects that had been delayed because of this decision would be executed

in the fourth year. This is why we are presenting to you a four year budget instead of the previous three year budget.

Meherabad will go developing centuries but for the present we are making plans and trying to execute those plans in order to see to the needs for the next 20 years.

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 four years and beyond.

In the Expenditure Projection Report chart the focus of completing the Meher Pilgrim Retreat and

2006, we also have to build roads, bring electrical lines and create a sewage system. These costs, also shown in the chart, have been spread out in the next three years.

In deciding to focus on making Meher Pilgrim Retreat available to pilgrims as soon as possible, we

more donations are forthcoming, then those projects that we have deferred until the budgetary year 2006-07 will be happily executed because they are really very much needed. These projects are: moving the Pilgrim Registration Office from Ahmednagar to Meherabad and place it in a new building; building much needed Staff Quarters for the many Baba lovers who wish to come here and serve Beloved Baba at Meherabad and Meherazad; and completing the Pilgrim Education Site for Amartithi which will accommodate over 4000 Amartithi pilgrims.

Moreover, if we receive specific donations for increasing our water facilities, it will allow the Trust to build a much needed permanent 5 kilometer water pipeline from the Trust's water reservoir tank in Ahmednagar to Meherabad. This will further ensure a better water supply because the present pipeline is very old and breaks are often disturbing the water supply. Furthermore, other water projects for Meherabad and a 3 kilometer pipeline for Meherazad are foreseen in the near future. These costs are anticipated in the next four to five years, but we have not shown those costs in this chart. As we receive final permissions and the estimates for these projects from the state and local governments, we will plan in which budgetary year we hope to execute them.

During this past financial year, in addition to continuing the construction of Meher Pilgrim Retreat, and the construction of the water pipeline, work continued at the Pilgrim Education Site with the completion of the baths and toilets for 4000 pilgrims. We also completed several Staff Quarters for Baba lovers who have been serving here for a long time. And as always as we develop Meherabad, there are continued infrastructure costs for roads, electricity, and security fencing.

Regarding the furnishing of the Archive, Museum, Research Building at Meherabad, special archival storage cabinets and boxes continued to be fabricated according to our requirements, as well as other special counter cabinets. Still in the financial years ahead, there are many more special items that have to be purchased, all fabricated to our specifications to ensure the precious articles used by Beloved Baba are preserved for posterity.

| PROJECT | TOTAL SPENT UP TO 31/3/2003 | BUDGET 2003-2004 | BUDGET 2004-2005 | BUDGET 2005-2006 | BUDGET 2006-2007 | BEYOND 2006-2007 | TOTAL REVISED ESTIMATES |
|--|--------------------------------|---------------------|---------------------|---------------------|---------------------|------------------------------|------------------------------|
| MEHER PILGRIM RETREAT: BLDG. & FURNISHING | \$479,338.63 | \$319,149.00 | \$212,766.00 | \$159,574.00 | \$31,915.00 | \$39,199.37 | \$1,241,942.00 |
| PILGRIM EDUCATION SITE | \$193,268.59 | \$21,277.00 | | | \$63,830.00 | \$62,342.41 | \$340,718.00 |
| DHARAMSHALA RENOVATION | \$3,124.00 | | | | | \$41,376.00 | \$44,500.00 |
| ARCHIVE FURNISHINGS MEHERABAD | \$60,013.19 | \$53,192.00 | \$25,532.00 | \$25,532.00 | \$21,276.00 | \$189,454.81 | \$375,000.00 |
| ARCHIVE BUILDING & FURNISHING M.ZAD | \$8,628.37 | \$42,553.00 | \$63,830.00 | | | \$55,200.63 | \$170,212.00 |
| ADMINISTRATION BUILDINGS AND STAFF QUARTERS | \$146,674.54 | \$0.00 | \$0.00 | | \$83,511.00 | \$94,814.46 | \$325,000.00 |
| STOREROOMS | \$13,050.00 | | | | | \$36,950.00 | \$50,000.00 |
| INFRASTRUCTURE DEVELOPMENT Samadhi Protection, Roads, Electricity, Water Supply | \$249,177.86 | \$84,042.00 | \$10,638.00 | \$53,192.00 | \$14,894.00 | \$127,155.14 | \$539,099.00 |
| LANDS Meherabad/Meherazad/Meher Nazar | | * T.B.D. | * T.B.D. |
| MEHER ENGLISH SCHOOL | \$74,674.00 | \$55,000.00 | | | | | \$129,674.00 |
| COMPLETED PROJECTS Health Center Expansion Spiritual Cultural & Ed. Academy | \$12,800.00 \$14,320.00 | | | | | | \$12,800.00 \$14,320.00 |
| UNSCHEDULED PROJECTS New Dharamshala College Phase One | | | | | | \$750,000.00 \$100,000.00 | \$750,000.00 \$100,000.00 |
| CONTINGENCY | | | | | | \$6,735.00 | \$6,735.00 |
| TOTAL IN DOLLARS | \$1,255,069.18 | \$575,213.00 | \$312,766.00 | \$238,298.00 | \$215,426.00 | \$1,503,227.82 | \$4,100,000.00 |

NOTE: * = TO BE DETERMINED

furnishing it is shown. As you can see from this chart to continue on construction schedule, we will have to spend \$319,149 for the budgetary year of 2003-04 and \$212,766 for the budgetary year of 2004-05. This will complete the construction of the building but then an amount of \$159,574 is budgeted for the year 2005-06 in order to electrify the building and furnish it to make it ready for opening in June 2006.

However, if sufficient donations are not received for the construction of the Meher Pilgrim Retreat, then the budgets for the years 2004-05 and 2005-06 will have to be revised, and the construction schedule for Meher Pilgrim Retreat will have to slow down and its completion date delayed.

In order for the building to open for pilgrims by

have tried to minimize the other Trust projects to the following: continuing to furnish the Archives, Museum and Research Building at Meherabad; building a water storage tank in order to receive more water from Ahmednagar; and completing a contract already started at the Pilgrim Education Site for future Amartithi's. Because of a specific donation we can build and furnish the Archive Building at Meherazad. And because of another specific donation for the Meher English School, we can buy a large bus in order to transport the children to and from school more easily as well as level all the grounds behind the school and make various sports and play activities available for them.

If the world-wide economic situation changes and

Avatar Meher Baba P.P.C. Trust

Financial Status From 1st April 2002 to 31st March 2003

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 and expenditures.

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 – medical, veterinary, educational – that fall outside the scope of the Plan. Since every activity of the Trust has a solely public charitable aim

of Beloved Baba's Tomb. The maintenance costs this year were \$708.00.

Water Facilities:

Maintenance of wells, pipelines, electric bills of pumps, afforestation expenses. Total expenses on this object was \$38,834.00.

Facilities for Pilgrims:

The maintenance of Pilgrim Centre, Hostel "D",

Schooling Facilities:

The maintenance of Meher English 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 \$32,867.00.

Secular Facilities:

The net expense for Beloved Baba's Amartithi came to \$7,280.00 this past year. The maintenance of the library and museum at Upper Meherabad, Spiritual academy expenses, etc. came to \$3,962.00.

Other 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, Narayan Seva & general development on the Trust Estate came to \$17,383.00.

The second major heading in this column entitled "Expenses Under Development Plan" details \$589,766.40 expenses under the Development Plan for the past year and is part of the \$1,255,069.18 spent to date shown on the chart on Development Plan Expenditures Report on the front page of this report.

The third major heading in the column entitled "Construction Expenses other than the Development Plan" shows the expenditures for the furniture, land, computers, water pumps, pipes and fittings, electrification and Archive Building at Meherabad.

The balance carried forward of \$422,380.40 is for the Development Plan and other objects of the Trust.

Receipts column shows a total of \$1,345,808.57. Out of this amount, \$464,676.57 was designated for the Development Plan. The remaining \$881,132.00 was available for operating expenses and other capital projects of the Trust.

WE ARE VERY VERY HAPPY that Beloved Baba's dear ones are trying their level best to help the Trust with the Trust's development. But apart from the Development Plan the total operating expenditure last year was \$265,419.22. Because of the focus on the Development Plan at present we are not receiving general donations to help with these costs. We have been meeting the operating expenses out of donations received previously when interest rates were high. However, because interest rates continue to decrease every year, in the future we may face some difficulty. We are careful not to burden Beloved Baba's dear ones, because they are already donating to the Development Plan. So we are trying our best to avoid adding greater financial burden to them. We know they give their donations in order to serve Beloved Baba's Cause and we feel touched with their sacrifice.

| RECEIPTS | AMOUNT IN \$ | PAYMENTS | AMOUNT IN \$ |
|---------------------------------------|-----------------------|---|-----------------------|
| CORPUS DONATIONS | \$442,944.00 | OPERATING EXPENSES TOTAL SUMMARY | |
| GENERAL DONATIONS | \$6,745.00 | OFFICE & ADMINISTRATION | \$64,551.00 |
| | | LIABILITY OF FIRST CHARGE | \$708.00 |
| | | WATER FACILITIES | \$38,834.00 |
| | | FACILITIES FOR PILGRIMS | \$71,758.00 |
| INTEREST RECEIVED ON BANK DEPOSITS | \$431,443.00 | MEDICAL FACILITIES | \$33,874.00 |
| | | SCHOOLING FACILITIES | \$32,867.00 |
| | | SECULAR EDUCATION | \$11,242.00 |
| | | OTHER CHARITABLE OBJECTS | \$17,383.00 |
| SUBTOTAL | \$881,132.00 | SUBTOTAL | \$271,217.00 |
| | | LESS- OPERATING EXPENSES FOR DEVELOPMENT PLAN | \$5,797.78 |
| | | | \$265,419.22 |
| CORPUS DONATIONS FOR DEVELOPMENT PLAN | \$464,676.57 | EXPENSES UNDER DEVELOPMENT PLAN | |
| | | SITE DEV. & AFFORESTATION | \$6,164.26 |
| | | CONST. OF BLDGS. PILGRIMS EDU. SITE | \$28,071.59 |
| | | CONST. OF MEHER RETREAT | \$387,774.25 |
| | | A.M.B.P.P.C.T. ADMIN. BUILDINGS | \$71,481.54 |
| | | ELECTRIFICATION AT EDU. SITE | \$3,503.73 |
| | | WATER FACILITIES | \$67,112.92 |
| | | ARCHIVES: FURNISHING | \$25,658.09 |
| | | SUBTOTAL | \$589,766.40 |
| | | CORPUS/CONSTRUCTION EXPENSES OTHER THAN DEVELOPMENT PLAN | \$68,242.55 |
| | | BALANCE CARRIED FORWARD FOR THE OBJECTS OF THE TRUST OUT OF RECEIPTS RECEIVED DURING THE YEAR | \$422,380.40 |
| TOTAL | \$1,345,808.57 | | \$1,345,808.57 |

according to Beloved Baba's wish, no Trust activity is commercial and therefore cannot be calculated on a profit or loss basis. All expenses are paid for out of donations. This chart gives a summary of expenses for these other Trust facilities and programmes so that you can get an all-around picture of the Trust and its activities.

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 \$64,551.00.

Liability of the First Charge:

The first responsibility of the Trust is to take care

Dharamshala, as well as expenses for pilgrim transportation, marketing vehicles, electric bills, insurance, afforestation around the buildings, etc. The donations received at Meher Pilgrim Centre, Dharmashala and Hostel "D" on per day basis are nominally covering only 11.60% of the total operating expenditure of Facilities of Pilgrims. Total expenses on this object was \$71,758.00.

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, dental camps, and free medical aid and free medicine to indigent patients. Total cost for these activities came to \$33,874.00.