

Form <b>8453-EO</b>	<b>Exempt Organization Declaration and Signature for Electronic Filing</b> For calendar year 2007, or tax year beginning <u>7/1/2007</u> , and ending <u>6/30/2008</u> For use with Forms 990, 990-EZ, 990-PF, 1120-POL, and 8868 ▶ See instructions on back.	OMB No. 1545-1879  <b>2007</b>
Department of the Treasury Internal Revenue Service		

Name of exempt organization <b>HEIFER PROJECT INTERNATIONAL INC</b>	Employer identification number <b>35 1019477</b>
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**Part I Type of Return and Return Information (Whole Dollars Only)**

Check the box for the return for which you are using this Form 8453-EO and enter the applicable amount from the return if any. If you check the box on line 1a, 2a, 3a, 4a, or 5a below and the amount on that line for the return for which you are filing this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b, whichever is applicable, blank (that is, do not enter -0-). But, if you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than 1 line in Part I.

1a Form 990 check here ▶ <input checked="" type="checkbox"/>	b Total revenue, if any (Form 990, line 12)	1b <u>\$130,865,507</u>
2a Form 990-EZ check here ▶ <input type="checkbox"/>	b Total revenue, if any (Form 990-EZ, line 9)	2b _____
3a Form 1120-POL check here ▶ <input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b _____
4a Form 990-PF check here ▶ <input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b _____
5a Form 8868 check here ▶ <input type="checkbox"/>	b Balance due (Form 8868, line 3c)	5b _____

**Part II Declaration of Officer**

- 6  I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.
- If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named organization and that I have examined a copy of the organization's 2007 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) an indication of any refund offset, (c) the reason for any delay in processing the return or refund, and (d) the date of any refund.

<b>Sign Here</b>	Signature of officer	Date <u>11 FEB 09</u>	Title <b>James Neal, CFO</b>
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**Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (see instructions)**

I declare that I have reviewed the above organization's return and that the entries on Form 8453-EO are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The organization officer will have signed this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in Publication 4206, Information for Authorized IRS e-file Providers of Exempt Organization Filings. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

<b>ERO's Use Only</b>	ERO's signature	Date	Check if also paid preparer <input type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code				EIN : Phone no. ( )

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge.

<b>Paid Preparer's Use Only</b>	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code			EIN : Phone no.

**Return of Organization Exempt From Income Tax**

**2007**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

**Open to Public Inspection**

Department of the Treasury  
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

**A For the 2007 calendar year, or tax year beginning 7/1/2007, and ending 6/30/2008**

- B** Check if applicable:
[ ] Address change
[ ] Name change
[ ] Initial return
[ ] Final return
[ ] Amended return
[ ] Application pending

Please use IRS label or print or type. See Specific Instructions.

**C Name of organization**
HEIFER PROJECT INTERNATIONAL INC
Number and street (or P.O. box if mail is not delivered to street address) Room/suite
1 World Avenue
City or town, state or country, and ZIP + 4
Little Rock, AR 72202-2863

**D Employer identification number**
35 1019477
**E Telephone number**
( 501 ) 907-2600
**F Accounting method:** [ ] Cash [x] Accrual
[ ] Other (specify) ▶

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations.
H(a) Is this a group return for affiliates? [ ] Yes [x] No
H(b) If "Yes," enter number of affiliates ▶
H(c) Are all affiliates included? [ ] Yes [ ] No
H(d) Is this a separate return filed by an organization covered by a group ruling? [ ] Yes [x] No

**G Website:** WWW.HEIFER.ORG

**J Organization type** (check only one) [x] 501(c) ( 3 ) (insert no.) [ ] 4947(a)(1) or [ ] 527

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

**I Group Exemption Number** ▶
**M** Check [ ] if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

**L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 133,304,078

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

Table with 3 main columns: Description, Sub-column (a-d), and Total. Rows include Revenue (1-12), Expenses (13-17), and Net Assets (18-21). Total revenue is 130,865,507 and total expenses are 113,384,735.

**Part II Statement of Functional Expenses** All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<b>22a</b>	Grants paid from donor advised funds (attach schedule) (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	0	0		
<b>22b</b>	Other grants and allocations (attach schedule) (cash \$ <b>53,615,272</b> noncash \$ <b>525,737</b> ) If this amount includes foreign grants, check here <input checked="" type="checkbox"/>	<b>54,141,009</b>	<b>54,141,009</b>		
<b>23</b>	Specific assistance to individuals (attach schedule)	0	0		
<b>24</b>	Benefits paid to or for members (attach schedule)	0	0		
<b>25a</b>	Compensation of current officers, directors, key employees, etc. listed in Part V-A	<b>1,816,976</b>	<b>1,199,431</b>	<b>412,387</b>	<b>205,158</b>
<b>b</b>	Compensation of former officers, directors, key employees, etc. listed in Part V-B	0	0	0	0
<b>c</b>	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)	0	0	0	0
<b>26</b>	Salaries and wages of employees not included on lines 25a, b, and c	<b>16,767,702</b>	<b>11,245,129</b>	<b>2,371,469</b>	<b>3,151,104</b>
<b>27</b>	Pension plan contributions not included on lines 25a, b, and c	<b>1,791,145</b>	<b>1,165,944</b>	<b>283,507</b>	<b>341,694</b>
<b>28</b>	Employee benefits not included on lines 25a - 27	<b>2,621,753</b>	<b>1,755,161</b>	<b>384,348</b>	<b>482,244</b>
<b>29</b>	Payroll taxes	<b>1,266,476</b>	<b>812,443</b>	<b>202,538</b>	<b>251,495</b>
<b>30</b>	Professional fundraising fees	<b>2,527,251</b>	<b>646,280</b>	<b>134,523</b>	<b>1,746,448</b>
<b>31</b>	Accounting fees	<b>875,000</b>	<b>693,345</b>	<b>181,655</b>	<b>0</b>
<b>32</b>	Legal fees	<b>596,915</b>	<b>347,695</b>	<b>248,518</b>	<b>702</b>
<b>33</b>	Supplies	<b>750,575</b>	<b>568,746</b>	<b>95,745</b>	<b>86,084</b>
<b>34</b>	Telephone	<b>457,938</b>	<b>279,487</b>	<b>66,246</b>	<b>112,205</b>
<b>35</b>	Postage and shipping	<b>4,656,893</b>	<b>1,850,937</b>	<b>59,853</b>	<b>2,746,103</b>
<b>36</b>	Occupancy	<b>2,216,688</b>	<b>1,066,416</b>	<b>578,915</b>	<b>571,357</b>
<b>37</b>	Equipment rental and maintenance	<b>1,126,485</b>	<b>398,223</b>	<b>622,932</b>	<b>105,330</b>
<b>38</b>	Printing and publications	<b>5,841,379</b>	<b>3,031,288</b>	<b>91,189</b>	<b>2,718,902</b>
<b>39</b>	Travel	<b>2,883,234</b>	<b>2,148,452</b>	<b>223,559</b>	<b>511,223</b>
<b>40</b>	Conferences, conventions, and meetings	<b>596,858</b>	<b>445,430</b>	<b>62,587</b>	<b>88,841</b>
<b>41</b>	Interest	<b>7,618</b>	<b>4,640</b>	<b>1,417</b>	<b>1,561</b>
<b>42</b>	Depreciation, depletion, etc. (attach schedule)	<b>2,014,178</b>	<b>1,034,249</b>	<b>487,348</b>	<b>492,581</b>
<b>43</b>	Other expenses not covered above (itemize): <b>See Statement 7</b>	<b>10,428,662</b>	<b>5,066,083</b>	<b>769,740</b>	<b>4,592,839</b>
<b>a</b>	-----				
<b>b</b>	-----				
<b>c</b>	-----				
<b>d</b>	-----				
<b>e</b>	-----				
<b>f</b>	-----				
<b>g</b>	-----				
<b>44</b>	<b>Total functional expenses.</b> Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	<b>113,384,735</b>	<b>87,900,388</b>	<b>7,278,476</b>	<b>18,205,871</b>

**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 \$ **10,264,007**; (ii) the amount allocated to Program services \$ **4,792,390**;  
 (iii) the amount allocated to Management and general \$ **235,094**; and (iv) the amount allocated to Fundraising \$ **5,236,523**

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

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ► <b>To Alleviate Hunger and Poverty</b>	<b>Program Service Expenses</b>
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.)	(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
<b>a See Statement 8</b> ..... ..... ..... ..... ..... (Grants and allocations \$ _____ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>b</b> ..... ..... ..... ..... ..... (Grants and allocations \$ _____ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>c</b> ..... ..... ..... ..... ..... (Grants and allocations \$ _____ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>d</b> ..... ..... ..... ..... ..... (Grants and allocations \$ _____ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>e Other program services (attach schedule)</b> (Grants and allocations \$ _____ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>f Total of Program Service Expenses</b> (should equal line 44, column (B), Program services). . . . . ►	<b>87,900,388</b>

**Part IV Balance Sheets** (See the instructions.)

**Note:** Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year
<b>Assets</b>	<b>45</b> Cash—non-interest-bearing . . . . .	<b>4,566,218</b>	<b>45</b>	<b>4,524,755</b>
	<b>46</b> Savings and temporary cash investments . . . . .	<b>15,053,398</b>	<b>46</b>	<b>33,234,219</b>
	<b>47a</b> Accounts receivable . . . . .	<b>47a</b> <b>21,081</b>		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>47b</b> <b>0</b>	<b>57,502</b>	<b>47c</b> <b>21,081</b>
	<b>48a</b> Pledges receivable . . . . .	<b>48a</b> <b>1,807,180</b>		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>48b</b> <b>61,218</b>	<b>1,816,116</b>	<b>48c</b> <b>1,745,962</b>
	<b>49</b> Grants receivable . . . . .		<b>190,275</b>	<b>49</b> <b>132,717</b>
	<b>50a</b> Receivables from current and former officers, directors, trustees, and key employees (attach schedule) . . . . .		<b>0</b>	<b>50a</b> <b>0</b>
	<b>b</b> Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule) . . . . .		<b>0</b>	<b>50b</b> <b>0</b>
	<b>51a</b> Other notes and loans receivable (attach schedule) . . . . .	<b>51a</b> <b>0</b>		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>51b</b> <b>0</b>	<b>0</b>	<b>51c</b> <b>0</b>
	<b>52</b> Inventories for sale or use . . . . .		<b>536,319</b>	<b>52</b> <b>525,169</b>
	<b>53</b> Prepaid expenses and deferred charges . . . . .		<b>111,270</b>	<b>53</b> <b>992,984</b>
	<b>54a</b> Investments—publicly-traded securities . . . . .	▶ <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	<b>18,993,261</b>	<b>54a</b> <b>12,516,668</b>
	<b>b</b> Investments—other securities (attach schedule) . . . . .	▶ <input type="checkbox"/> Cost <input type="checkbox"/> FMV	<b>0</b>	<b>54b</b> <b>0</b>
	<b>55a</b> Investments—land, buildings, and equipment: basis . . . . .	<b>55a</b> <b>0</b>		
	<b>b</b> Less: accumulated depreciation (attach schedule) . . . . .	<b>55b</b> <b>0</b>	<b>0</b>	<b>55c</b> <b>0</b>
	<b>56</b> Investments—other (attach schedule) . . . . .		<b>0</b>	<b>56</b> <b>0</b>
	<b>57a</b> Land, buildings, and equipment: basis . . . . .	<b>57a</b> <b>54,945,441</b>		
	<b>b</b> Less: accumulated depreciation (attach schedule) <b> Stmt 9</b> . . . . .	<b>57b</b> <b>7,995,226</b>	<b>40,004,108</b>	<b>57c</b> <b>46,950,215</b>
<b>58</b> Other assets, including program-related investments (describe ▶ <b> See Statement 10</b> ) . . . . .		<b>50,392,470</b>	<b>58</b> <b>50,481,202</b>	
<b>59</b> <b>Total assets</b> (must equal line 74). Add lines 45 through 58 . . . . .		<b>131,720,937</b>	<b>59</b> <b>151,124,972</b>	
<b>Liabilities</b>	<b>60</b> Accounts payable and accrued expenses . . . . .	<b>6,675,816</b>	<b>60</b>	<b>8,346,641</b>
	<b>61</b> Grants payable . . . . .	<b>0</b>	<b>61</b>	<b>0</b>
	<b>62</b> Deferred revenue . . . . .	<b>0</b>	<b>62</b>	<b>0</b>
	<b>63</b> Loans from officers, directors, trustees, and key employees (attach schedule) . . . . .	<b>0</b>	<b>63</b>	<b>0</b>
	<b>64a</b> Tax-exempt bond liabilities (attach schedule) . . . . .	<b>0</b>	<b>64a</b>	<b>0</b>
	<b>b</b> Mortgages and other notes payable (attach schedule) <b> Stmt 11</b> . . . . .	<b>9,169,540</b>	<b>64b</b>	<b>7,603,293</b>
	<b>65</b> Other liabilities (describe ▶ . . . . .)	<b>0</b>	<b>65</b>	<b>0</b>
<b>66</b> <b>Total liabilities.</b> Add lines 60 through 65 . . . . .		<b>15,845,356</b>	<b>66</b> <b>15,949,934</b>	
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> <b> and complete lines 67 through 69 and lines 73 and 74.</b>			
	<b>67</b> Unrestricted . . . . .	<b>48,914,191</b>	<b>67</b>	<b>67,848,300</b>
	<b>68</b> Temporarily restricted . . . . .	<b>25,075,918</b>	<b>68</b>	<b>18,037,242</b>
	<b>69</b> Permanently restricted . . . . .	<b>41,885,472</b>	<b>69</b>	<b>49,289,496</b>
	<b>Organizations that do not follow SFAS 117, check here</b> <input type="checkbox"/> <b> and complete lines 70 through 74.</b>			
	<b>70</b> Capital stock, trust principal, or current funds . . . . .		<b>70</b>	
	<b>71</b> Paid-in or capital surplus, or land, building, and equipment fund . . . . .		<b>71</b>	
	<b>72</b> Retained earnings, endowment, accumulated income, or other funds . . . . .		<b>72</b>	
<b>73</b> <b>Total net assets or fund balances.</b> Add lines 67 through 69 <b> or</b> lines 70 through 72. (Column (A) <b> must</b> equal line 19 and column (B) <b> must</b> equal line 21) . . . . .		<b>115,875,581</b>	<b>73</b> <b>135,175,038</b>	
<b>74</b> <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73 . . . . .		<b>131,720,937</b>	<b>74</b> <b>151,124,972</b>	





<b>Part VI Other Information (continued)</b>		Yes	No
<b>82a</b>	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?		✓
	<b>b</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.)		
	<b>82b</b>		
<b>83a</b>	Did the organization comply with the public inspection requirements for returns and exemption applications?	✓	
	<b>b</b> Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	✓	
<b>84a</b>	Did the organization solicit any contributions or gifts that were not tax deductible?		✓
	<b>b</b> If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
	<b>84b</b>		
<b>85</b>	<b>501(c)(4), (5), or (6) organizations. a</b> Were substantially all dues nondeductible by members?		
	<b>b</b> Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, <b>do not</b> complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		
	<b>c</b> Dues, assessments, and similar amounts from members		
	<b>85c</b>		
	<b>d</b> Section 162(e) lobbying and political expenditures		
	<b>85d</b>		
	<b>e</b> Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		
	<b>85e</b>		
	<b>f</b> Taxable amount of lobbying and political expenditures (line 85d less 85e)		
	<b>85f</b>		
	<b>g</b> Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		
	<b>85g</b>		
	<b>h</b> 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?		
	<b>85h</b>		
<b>86</b>	<b>501(c)(7) orgs.</b> Enter: <b>a</b> Initiation fees and capital contributions included on line 12		
	<b>86a</b>		
	<b>b</b> Gross receipts, included on line 12, for public use of club facilities		
	<b>86b</b>		
<b>87</b>	<b>501(c)(12) orgs.</b> Enter: <b>a</b> Gross income from members or shareholders		
	<b>87a</b>		
	<b>b</b> Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)		
	<b>87b</b>		
<b>88a</b>	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.		✓
	<b>b</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		✓
<b>89a</b>	<b>501(c)(3) organizations.</b> Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ <u>0</u> ; section 4912 ▶ <u>0</u> ; section 4955 ▶ <u>0</u>		
	<b>b</b> <b>501(c)(3) and 501(c)(4) orgs.</b> 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		✓
	<b>c</b> Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ <u>0</u>		
	<b>d</b> Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ <u>0</u>		
	<b>e</b> <i>All organizations.</i> At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		✓
	<b>f</b> <i>All organizations.</i> Did the organization acquire a direct or indirect interest in any applicable insurance contract?		✓
	<b>g</b> <i>For supporting organizations and sponsoring organizations maintaining donor advised funds.</i> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		✓
	<b>89g</b>		
<b>90a</b>	List the states with which a copy of this return is filed ▶ <u>AL,AK,AZ,AR,CA,CO,CT,DE,DC,FL,GA,HI,ID,IL,IN,IA,KS,KY,LA,I</u>		
	<b>b</b> Number of employees employed in the pay period that includes March 12, 2007 (See instructions.)	<b>90b</b>	357
<b>91a</b>	The books are in care of ▶ <u>Heifer Project International</u> Telephone no. ▶ <u>501-907-2600</u> Located at ▶ <u>1 World Avenue, Little Rock, AR</u> ZIP + 4 ▶ <u>72202</u>		
	<b>b</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)?		
	<b>91b</b>	✓	
	If "Yes," enter the name of the foreign country ▶ <u>See Statement 15</u>		
	See the instructions for exceptions and filing requirements for <b>Form TD F 90-22.1</b> , Report of Foreign Bank and Financial Accounts.		

**Part VI Other Information (continued)**

c At any time during the calendar year, did the organization maintain an office outside of the United States? **91c**  Yes  No  
 If "Yes," enter the name of the foreign country ▶ **See Statement 16**

**92** Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041—Check here   
 and enter the amount of tax-exempt interest received or accrued during the tax year ▶ **92**

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

**Note:** Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
<b>93</b> Program service revenue:					
<b>a</b> <b>Education Revenue</b>					<b>977,193</b>
<b>b</b> <b>Other</b>					<b>266,320</b>
<b>c</b> <b>Conference Center Revenue</b>					<b>98,437</b>
<b>d</b>					
<b>e</b>					
<b>f</b> Medicare/Medicaid payments . . . . .					
<b>g</b> Fees and contracts from government agencies					
<b>94</b> Membership dues and assessments . . . . .					
<b>95</b> Interest on savings and temporary cash investments			<b>14</b>	<b>747,043</b>	
<b>96</b> Dividends and interest from securities . . . . .			<b>14</b>	<b>31,148</b>	
<b>97</b> Net rental income or (loss) from real estate:					
<b>a</b> debt-financed property . . . . .	<b>531390</b>	<b>4,235</b>			
<b>b</b> not debt-financed property . . . . .					
<b>98</b> Net rental income or (loss) from personal property					
<b>99</b> Other investment income . . . . .					
<b>100</b> Gain or (loss) from sales of assets other than inventory			<b>18</b>	<b>-9,292</b>	
<b>101</b> Net income or (loss) from special events . . . . .			<b>01</b>	<b>29,188</b>	
<b>102</b> Gross profit or (loss) from sales of inventory			<b>12</b>	<b>159,302</b>	
<b>103</b> Other revenue: <b>a</b> <b>Miscellaneous</b>			<b>01</b>	<b>116,703</b>	
<b>b</b> <b>Advertising</b>	<b>511120</b>	<b>5,150</b>			
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>104</b> Subtotal (add columns (B), (D), and (E)) . . . . .		<b>9,385</b>		<b>1,074,092</b>	<b>1,341,950</b>
<b>105</b> <b>Total</b> (add line 104, columns (B), (D), and (E)) . . . . . ▶					<b>2,425,427</b>

**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).
▼	<b>See Statement 17</b>

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

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
	%			
	%			
	%			

**Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See the instructions.)**

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No

**Note:** If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

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

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

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

**108** Did the organization have a binding written contract in effect on August 17, 2007, covering the interest, rents, royalties, and annuities described in question 107 above?

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.

**Please Sign Here**

Signature of officer: \_\_\_\_\_ Date: \_\_\_\_\_

**James Neal, CFO**  
Type or print name and title

**Paid Preparer's Use Only**

Preparer's signature: \_\_\_\_\_ Date: \_\_\_\_\_ Check if self-employed:

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

Preparer's SSN or PTIN (See Gen. Inst. X): \_\_\_\_\_ Phone no.: \_\_\_\_\_



**SCHEDULE A**  
(Form 990 or 990-EZ)

Department of the Treasury  
Internal Revenue Service

**Organization Exempt Under Section 501(c)(3)**

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n),  
or 4947(a)(1) Nonexempt Charitable Trust

**Supplementary Information—(See separate instructions.)**

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

OMB No. 1545-0047

**2007**

Name of the organization <b>HEIFER PROJECT INTERNATIONAL INC</b>	Employer identification number <b>35 1019477</b>
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**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**  
(See page 2 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
<b>Michael Matchett</b> 1 World Avenue, Little Rock, AR 72202-3815, U	<b>Sr Dir of Marketing 40</b>	<b>97,218</b>	<b>22,159</b>	<b>0</b>
<b>Dianne Forte</b> 1 World Avenue, Little Rock, AR 72202-2863, U	<b>Director Advocacy 40</b>	<b>96,847</b>	<b>14,643</b>	<b>0</b>
<b>Eileen Oldag</b> 1 World Avenue, Little Rock, AR 72202-3815, U	<b>Dir Found Relations 40</b>	<b>94,882</b>	<b>18,617</b>	<b>0</b>
<b>Christy Moore</b> 1 World Avenue, Little Rock, AR 72202-2863, U	<b>Sr Dir Direct Mktg 40</b>	<b>87,951</b>	<b>19,129</b>	<b>0</b>
<b>Leesa Ferguson</b> 1 World Avenue, Little Rock, AR 72202-2863, U	<b>VP of Human Resource</b>	<b>87,807</b>	<b>10,756</b>	<b>0</b>
Total number of other employees paid over \$50,000 ▶	<b>85</b>			

**Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services**  
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
<b>Craver Mathews Smith Co</b> 4121 Wilson Blvd, Arlington, VA 22203, US	<b>Fundraising Consultant</b>	<b>322,490</b>
<b>Cognitive Data Inc</b> 300 South Rodney Parham Road, Little Rock, AR 72205-4776, US	<b>Fundraising Consultant</b>	<b>292,340</b>
<b>Polk Stanley Rowland Curzon Porter Architects Inc</b> 700 South Schiller, Little Rock, AR 72201, US	<b>Architectural Design</b>	<b>267,589</b>
<b>Cambridge Seven Associates</b> 1050 Massachusetts Avenue, Cambridge, MA 02138, US	<b>Architecture and Exhibit Design</b>	<b>219,343</b>
<b>Direct Advantage Marketing</b> 2100 Wharton Street, Pittsburgh, PA 15203, US	<b>Telemarketing</b>	<b>199,431</b>
Total number of others receiving over \$50,000 for professional services ▶	<b>7</b>	

**Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services**  
(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
<b>Blackbuad</b> 2000 Daniel Island Drive, Charleston, SC 29492, US	<b>Donor Systems Consulting</b>	<b>1,041,588</b>
<b>Beaconfire Consulting Inc</b> 2300 Clarendon Blvd, Arlington, VA 22201, US	<b>Internet Consulting</b>	<b>517,284</b>
<b>Hawthorne Direct Inc</b> 300 North 16th Street, Fairfield, IA 52556, US	<b>DRTV Consultant</b>	<b>358,991</b>
<b>Office Team Inc</b> 12400 Collections Center Drive, Chicago, IL 60693, US	<b>Temporary Staffing</b>	<b>269,104</b>
<b>Carpenters Associates</b> 12455 Wood Manor, Dallas, TX 75234, US	<b>Marketing Consultant</b>	<b>213,159</b>
Total number of other contractors receiving over \$50,000 for other services ▶	<b>22</b>	

**Part III Statements About Activities** (See page 2 of the instructions.)

	Yes	No
<b>1</b> 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 ▶ \$ <u>0</u> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)	<b>1</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.		
<b>2</b> 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.)		
<b>a</b> Sale, exchange, or leasing of property?	<b>2a</b>	✓
<b>b</b> Lending of money or other extension of credit?	<b>2b</b>	✓
<b>c</b> Furnishing of goods, services, or facilities?	<b>2c</b>	✓
<b>d</b> Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	<b>2d</b>	✓
<b>e</b> Transfer of any part of its income or assets?	<b>2e</b>	✓
<b>See Form 990, Pt. V</b>		
<b>3a</b> 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.)	<b>3a</b>	✓
<b>b</b> Did the organization have a section 403(b) annuity plan for its employees?	<b>3b</b>	✓
<b>c</b> 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	<b>3c</b>	✓
<b>d</b> Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	<b>3d</b>	✓
<b>4a</b> Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	<b>4a</b>	✓
<b>b</b> Did the organization make any taxable distributions under section 4966?	<b>4b</b>	✓
<b>c</b> Did the organization make a distribution to a donor, donor advisor, or related person?	<b>4c</b>	✓
<b>d</b> Enter the total number of donor advised funds owned at the end of the tax year ▶ _____		
<b>e</b> Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ _____		
<b>f</b> 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 ▶ _____		<b>0</b>
<b>g</b> Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶ _____		<b>0</b>

**Part IV Reason for Non-Private Foundation Status** (See pages 4 through 7 of the instructions.)

I certify that the organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8  A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state** ▶ .....
- 10  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12  An organization that normally receives: **(1) more than 33½%** 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 33½%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13  An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:  
 Type I       Type II       Type III-Functionally Integrated       Type III-Other

**Provide the following information about the supported organizations.** (See page 7 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
<b>Total</b> . . . . .					<b>0</b>

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 7 of the instructions.)

**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting.*

**Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.) . . . . .	<b>104,550,995</b>	<b>92,220,423</b>	<b>76,221,815</b>	<b>62,557,123</b>	<b>335,550,356</b>
<b>16</b> Membership fees received . . . . .	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>17</b> 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 . . . . .	<b>1,973,233</b>	<b>1,677,044</b>	<b>1,863,007</b>	<b>1,446,694</b>	<b>6,959,978</b>
<b>18</b> 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 . . . . .	<b>2,123,386</b>	<b>1,084,614</b>	<b>386,162</b>	<b>95,448</b>	<b>3,689,610</b>
<b>19</b> Net income from unrelated business activities not included in line 18. . . . .	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf . . . . .	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>21</b> 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 . . . . .	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets . . . . .	<b>54,569</b>	<b>201,255</b>	<b>13,577</b>	<b>14,348</b>	<b>283,749</b> Stmt 18
<b>23</b> Total of lines 15 through 22 . . . . .	<b>108,702,183</b>	<b>95,183,336</b>	<b>78,484,561</b>	<b>64,113,613</b>	<b>346,483,693</b>
<b>24</b> Line 23 minus line 17 . . . . .	<b>106,728,950</b>	<b>93,506,292</b>	<b>76,621,554</b>	<b>62,666,919</b>	<b>339,523,715</b>
<b>25</b> Enter 1% of line 23 . . . . .	<b>1,087,022</b>	<b>951,833</b>	<b>784,846</b>	<b>641,136</b>	
<b>26 Organizations described on lines 10 or 11:</b> a Enter 2% of amount in column (e), line 24 . . . . . ▶					<b>26a 6,790,474</b>
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2003 through 2006 exceeded the amount shown in line 26a. <b>Do not file this list with your return.</b> Enter the total of all these excess amounts ▶					<b>26b 0</b>
c Total support for section 509(a)(1) test: Enter line 24, column (e) . . . . . ▶					<b>26c 339,523,715</b>
d Add: Amounts from column (e) for lines: 18 <u>3,689,610</u> 19 <u>0</u> 22 <u>283,749</u> 26b <u>0</u> . . . . . ▶					<b>26d 3,973,359</b>
e Public support (line 26c minus line 26d total) . . . . . ▶					<b>26e 335,550,356</b>
f <b>Public support percentage (line 26e (numerator) divided by line 26c (denominator))</b> . . . . . ▶					<b>26f 99 %</b>
<b>27 Organizations described on line 12:</b> 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." <b>Do not file this list with your return.</b> Enter the sum of such amounts for each year:  (2006) _____ (2005) _____ (2004) _____ (2003) _____  b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) <b>Do not file this list with your return.</b> After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:  (2006) _____ (2005) _____ (2004) _____ (2003) _____  c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____ . . . . . ▶					<b>27c</b>
d Add: Line 27a total _____ and line 27b total _____ . . . . . ▶					<b>27d</b>
e Public support (line 27c total minus line 27d total) . . . . . ▶					<b>27e</b>
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) . . . . . ▶					<b>27f</b>
g <b>Public support percentage (line 27e (numerator) divided by line 27f (denominator))</b> . . . . . ▶					<b>27g %</b>
h <b>Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))</b> . . . . . ▶					<b>27h %</b>
<b>28 Unusual Grants:</b> For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. <b>Do not file this list with your return.</b> Do not include these grants in line 15.					

**Part V Private School Questionnaire** (See page 9 of the instructions.)  
**(To be completed ONLY by schools that checked the box on line 6 in Part IV)**

		Yes	No
<b>29</b>	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? . . . . .		
<b>30</b>	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? . . . . .		
<b>31</b>	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.) ----- ----- -----		
<b>32</b>	Does the organization maintain the following:		
<b>a</b>	Records indicating the racial composition of the student body, faculty, and administrative staff? . . . . .		
<b>b</b>	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis? . . . . .		
<b>c</b>	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships? . . . . .		
<b>d</b>	Copies of all material used by the organization or on its behalf to solicit contributions? . . . . .		
	If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
<b>33</b>	Does the organization discriminate by race in any way with respect to:		
<b>a</b>	Students' rights or privileges? . . . . .		
<b>b</b>	Admissions policies? . . . . .		
<b>c</b>	Employment of faculty or administrative staff? . . . . .		
<b>d</b>	Scholarships or other financial assistance? . . . . .		
<b>e</b>	Educational policies? . . . . .		
<b>f</b>	Use of facilities? . . . . .		
<b>g</b>	Athletic programs? . . . . .		
<b>h</b>	Other extracurricular activities? . . . . .		
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
<b>34a</b>	Does the organization receive any financial aid or assistance from a governmental agency? . . . . .		
<b>b</b>	Has the organization's right to such aid ever been revoked or suspended? . . . . . If you answered "Yes" to either 34a or b, please explain using an attached statement.		
<b>35</b>	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 . . . . .		

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 10 of the instructions.)  
(To be completed **ONLY** by an eligible organization that filed Form 5768)

Check **a**  if the organization belongs to an affiliated group. Check **b**  if you checked "a" and "limited control" provisions apply.

<b>Limits on Lobbying Expenditures</b>		(a) Affiliated group totals	(b) To be completed for <b>all</b> electing organizations
(The term "expenditures" means amounts paid or incurred.)			
<b>36</b>	Total lobbying expenditures to influence public opinion (grassroots lobbying) . . . . .	<b>36</b>	
<b>37</b>	Total lobbying expenditures to influence a legislative body (direct lobbying) . . . . .	<b>37</b>	
<b>38</b>	Total lobbying expenditures (add lines 36 and 37) . . . . .	<b>38</b>	
<b>39</b>	Other exempt purpose expenditures . . . . .	<b>39</b>	
<b>40</b>	Total exempt purpose expenditures (add lines 38 and 39) . . . . .	<b>40</b>	
<b>41</b>	Lobbying nontaxable amount. Enter the amount from the following table—		
	<b>If the amount on line 40 is—</b> <b>The lobbying nontaxable amount is—</b>		
	Not over \$500,000 . . . . . 20% of the amount on line 40 . . . . .	} <b>41</b>	
	Over \$500,000 but not over \$1,000,000 . . . . . \$100,000 plus 15% of the excess over \$500,000		
	Over \$1,000,000 but not over \$1,500,000 . . . . . \$175,000 plus 10% of the excess over \$1,000,000		
	Over \$1,500,000 but not over \$17,000,000 . . . . . \$225,000 plus 5% of the excess over \$1,500,000		
	Over \$17,000,000 . . . . . \$1,000,000 . . . . .		
<b>42</b>	Grassroots nontaxable amount (enter 25% of line 41) . . . . .	<b>42</b>	
<b>43</b>	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36. . . . .	<b>43</b>	
<b>44</b>	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38. . . . .	<b>44</b>	

**Caution:** If there is an amount on either line 43 or line 44, you must file Form 4720.

**4-Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

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

**Part VI-B Lobbying Activity by Nonelecting Public Charities**  
(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
<b>a</b> Volunteers . . . . .		✓	
<b>b</b> Paid staff or management (Include compensation in expenses reported on lines <b>c</b> through <b>h</b> .) . . . . .		✓	
<b>c</b> Media advertisements . . . . .		✓	
<b>d</b> Mailings to members, legislators, or the public . . . . .		✓	
<b>e</b> Publications, or published or broadcast statements . . . . .		✓	
<b>f</b> Grants to other organizations for lobbying purposes . . . . .		✓	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body . . . . .		✓	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means . . . . .		✓	
<b>i</b> Total lobbying expenditures (Add lines <b>c</b> through <b>h</b> .) . . . . .			<b>0</b>

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



**Statement 1**

Form: 990

Page: 1

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Question: 8

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

---

**Sales of Assets Other than Inventory**

---

**Publicly Traded Securities**

**Description:**

**Sold To:**

<b>Sales Price:</b>	\$1,882,133.00	<b>Date Sold:</b>
<b>Expense of Sale:</b>	\$0.00	<b>Date acquired:</b>
<b>Cost or value when acquired:</b>	\$1,891,425.00	<b>How acquired:</b>
<b>Depreciation since acquisition:</b>	\$0.00	
<b>Net Sale:</b>	<b>-\$9,292.00</b>	

---

**Statement 2**

Form: 990

Page: 1

Part: I

Question: 9

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Schedule of Special Events**

<b>Description</b>	<b>Gross Receipts</b>	<b>Contributions</b>	<b>Gross Revenue</b>	<b>Direct Costs</b>	<b>Net Income (Loss)</b>
Harvest Festival	\$7,202.00	\$0.00	\$7,202.00	\$0.00	\$7,202.00
Other	\$70,773.00	\$54,428.00	\$16,345.00	\$45,403.00	-\$29,058.00
Quilt Auction	\$44,555.00	\$1,000.00	\$43,555.00	\$210.00	\$43,345.00
International Fair	\$7,699.00	\$0.00	\$7,699.00	\$0.00	\$7,699.00
<b>Total:</b>	<b>\$130,229.00</b>	<b>\$55,428.00</b>	<b>\$74,801.00</b>	<b>\$45,613.00</b>	<b>\$29,188.00</b>

**Statement 3**

Form: 990

Page: 1

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Question: 10

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Sales of Inventory**

<b>Description</b>	<b>Gross Sales</b>	<b>COGS</b>	<b>Gross Profit</b>
Promotional Items	\$660,343.00	\$501,533.00	\$158,810.00
Resource Material	\$492.00	\$0.00	\$492.00
<b>Total:</b>	<b>\$660,835.00</b>	<b>\$501,533.00</b>	<b>\$159,302.00</b>

**Statement 4**

Form: 990

Page: 1

Part: I

Question: 20

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Other changes in Net Assets or Fund Balances**

<b>Explanation</b>	<b>Amount</b>
Change in Interest in Net Assets of Heifer International Foundation	\$1,820,926.00
Unrealized Gains/Losses from Securities	-\$2,241.00
<b>Total:</b>	<b>\$1,818,685.00</b>

**Statement 5**

Form: 990

Page: 2

Part: II

Question: 22b

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Grants and Allocations****Classification** Sustainable Development

Heifer Poland

**Date:****Type:** Cash**Address:** Sandomierska Street 18 m 5**Grant Amt** \$932,731.00Warsaw, None 00000  
Poland**Purp of payment to affiliate****Relationship:** None**Description of Property:****How Determined****Book Value of Property:****FMV of Property:****Classification** Sustainable Development

Heifer Romania

**Date:****Type:** Cash**Address:** Mihai Romanul str Nr 19**Grant Amt** \$940,092.00Cluj Napoca, None 00000  
Romania**Purp of payment to affiliate****Relationship:** None**Description of Property:****How Determined****Book Value of Property:****FMV of Property:****Classification** Sustainable Development

Heifer Senegal

**Date:****Type:** Cash**Address:** 1 World Avenue**Grant Amt** \$332,398.00Little Rock, AR 72202  
Senegal**Purp of payment to affiliate****Relationship:** None**Description of Property:****How Determined****Book Value of Property:****FMV of Property:****Classification** Sustainable Development

Heifer Slovakia

**Date:****Type:** Cash**Address:** Stary Trh 53**Grant Amt** \$276,340.00Kezmarok, None 00000  
Slovakia**Purp of payment to affiliate****Relationship:** None**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Sri Lanka

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$56,971.00

Little Rock, AR 72202  
Sri Lanka

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Ukraine

**Date:**

**Type:** Cash

**Address:** 14 Vasylykivska St Floor 7

**Grant Amt** \$1,606,720.00

Kyiv, None 00000  
Ukraine

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Albania

**Date:**

**Type:** Cash

**Address:** Pall i Ri prane Hotel Doro Sh 2

**Grant Amt** \$503,304.00

Tirana, None AL  
Albania

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Cambodia

**Date:**

**Type:** Cash

**Address:** PO Box 2447

**Grant Amt** \$863,764.00

Phnom Penh, None CA  
Cambodia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development Heifer Kosovo  
**Date:**  
**Type:** Cash **Address:** Ulpiana U1 H6/5  
**Grant Amt** \$658,961.00 Prishtina, None 00000  
Albania  
**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development Heifer Thailand  
**Date:**  
**Type:** Cash **Address:** PO Box 15  
**Grant Amt** \$978,913.00 Chiang Mai, None 00000  
Thailand  
**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development Heifer Azerbaijan  
**Date:**  
**Type:** Cash **Address:** 14 Nizami str apt 5  
**Grant Amt** \$102,148.00 Baku, None AZ  
Azerbaijan  
**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development Heifer Bangladesh  
**Date:**  
**Type:** Cash **Address:** 1 World Avenue  
**Grant Amt** \$51,717.00 Little Rock, AR 72202  
Bangladesh  
**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development Heifer Ghana  
**Date:**  
**Type:** Cash **Address:** 10 Ako Adjei St 7107

**Grant Amt** \$1,045,452.00

Accra, None c343  
Ghana

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Haiti

**Date:**

**Type:** Cash

**Address:** BP 211 HT 8110

**Grant Amt** \$513,029.00

Les Cayes, None 00000  
Haiti

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Latvia

**Date:**

**Type:** Cash

**Address:** S Konarskio str 49

**Grant Amt** \$22,240.00

Vilnius, None 00000  
Latvia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Lithuania

**Date:**

**Type:** Cash

**Address:** S Konarskio str 49

**Grant Amt** \$521,250.00

Vilnius, None 00000  
Lithuania

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Nepal

**Date:**

**Type:** Cash

**Address:** GPO Box 6043

**Grant Amt** \$2,443,550.00

Kathmandu, None 00000  
Nepal

**Purp of payment to affiliate**

**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Nicaragua

**Date:**

**Type:** Cash

**Address:** Rubenia C 15 Contiguo al la escuela

**Grant Amt** \$567,027.00

Managua, None 00000  
Nicaragua

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Strengthening Grants

Heifer Strengthening Grants

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$2,227,699.00

Little Rock, AR 72202  
United States

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Education and Training Material

Heifer International

**Date:** 06/30/2008

**Type:** NonCash

**Address:** 1 World Avenu

**Grant Amt** \$65,450.00

Little Rock, AR 72202  
United States

**Purp of payment to affiliate**

**Relationship:** Heifer Country Programs

**Description of Property:** Education and Training Material Support

**How Determined**

**Book Value of Property:** \$65,450.00

Receipt

**FMV of Property:** \$65,450.00

Receipt

---

**Classification** Sustainable Development

Heifer China

**Date:**

**Type:** Cash

**Address:** No 10 Section 4 South Yi Huan

**Grant Amt** \$1,412,989.00

Chengdu Sichuan, None 00000  
China

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Indonesia

**Date:**

**Type:** Cash

**Address:** Jl Sei Bahorok No 17 B/88

**Grant Amt** \$1,434,987.00

North Sumatra, None 00000  
Indonesia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Field Office Material Support

Heifer International Field Offices

**Date:** 06/30/2008

**Type:** NonCash

**Address:** 1 World Avenue

**Grant Amt** \$460,287.00

Little Rock, AR 72202  
United States

**Purp of payment to affiliate**

**Relationship:** Field Offices

**Description of Property:** Material Support

**How Determined**

**Book Value of Property:** \$460,287.00

Receipt

**FMV of Property:** \$460,287.00

Receipt

---

**Classification** Sustainable Development

Heifer Estonia

**Date:**

**Type:** Cash

**Address:** S Konarskio str 49

**Grant Amt** \$11,448.00

Vilnius, None 00000  
Estonia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Kenya

**Date:**

**Type:** Cash

**Address:** PO Box 76478

**Grant Amt** \$1,159,984.00

Nairobi, None 00000  
Kenya

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Malawi

**Date:**

**Type:** Cash

**Grant Amt** \$548,960.00

**Address:** PO Box 31508

Lilongwe, 3 00000  
Malawi

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Mexico

**Date:**

**Type:** Cash

**Grant Amt** \$441,344.00

**Address:** Cerrada 23 poniente No 1508 5

Puebla, Pue 00000  
Mexico

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Russia

**Date:**

**Type:** Cash

**Grant Amt** \$670,206.00

**Address:** Bolshoi Tishinski Per 38

Moscow, None 00000  
Russia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Vietnam

**Date:**

**Type:** Cash

**Grant Amt** \$977,028.00

**Address:** An Binh Ward Ninh Kieu District

Can Tho City, None 00000  
Vietnam

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Zambia

**Date:**

**Type:** Cash

**Grant Amt** \$1,078,186.00

**Address:** Katopola Road Plot 1223  
Rhodes Park



**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Zimbabwe

**Date:**

**Type:** Cash

**Address:** 84 10th Street PO Box 855

**Grant Amt** \$421,523.00

Gweru, None 00000  
Zimbabwe

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Bolivia

**Date:**

**Type:** Cash

**Address:** Casilla de correos 1439

**Grant Amt** \$503,176.00

Santa Cruz, None BO  
Bolivia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Honduras

**Date:**

**Type:** Cash

**Address:** Bloque 53 Casa 1623

**Grant Amt** \$868,956.00

Tegucigalpa, None 00000  
Honduras

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Mozambique

**Date:**

**Type:** Cash

**Address:** CP 144 Av Eduardo Mondlane

**Grant Amt** \$726,311.00

Quelimane, None 00000  
Mozambique

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Pakistan

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$20,280.00

Little Rock, AR 72202  
Pakistan

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Bulgaria

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$88,500.00

Little Rock, AR 72202  
Bulgaria

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer International Field Offices

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$9,025,858.00

Little Rock, AR 72202  
United States

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Georgia

**Date:**

**Type:** Cash

**Address:** 60 Kostava St

**Grant Amt** \$202,966.00

Tbilisi, None 00000  
Georgia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Armenia

**Date:**

**Type:** Cash

**Grant Amt** \$1,117,240.00

**Address:** Tumanyan Street 38-17

Tirana, None AM  
Armenia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Rwanda

**Date:**

**Type:** Cash

**Grant Amt** \$560,729.00

**Address:** PO Box 4785

Kigali, None 00000  
Rwanda

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Ethiopia

**Date:**

**Type:** Cash

**Grant Amt** \$263,629.00

**Address:** 1 World Avenue

Little Rock, AR 72202  
Ethiopia

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Argentina

**Date:**

**Type:** Cash

**Grant Amt** \$195,850.00

**Address:** Rua da Graca 164

Salvador bahia Brasil  
Salvador, None BR  
Argentina

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Ecuador

**Date:**

**Type:** Cash

**Grant Amt** \$1,664,585.00

**Address:** Tamayo 1313 y Colon



**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Tanzania

**Date:**

**Type:** Cash

**Address:** Mianzini Road PO Box 1648

**Grant Amt** \$1,415,351.00

Arusha, None 00000  
Tanzania

**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Guatemala

**Date:**

**Type:** Cash

**Address:** 4a Avenida A 13-93 Zona 13

**Grant Amt** \$619,621.00

Guatemala City, None 00000  
Guatemala

**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer India

**Date:**

**Type:** Cash

**Address:** 1 World Avenue

**Grant Amt** \$371,602.00

Little Rock, AR 72205  
India

**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Uganda

**Date:**

**Type:** Cash

**Address:** PO Box 28491

**Grant Amt** \$1,465,881.00

Kampala, None 00000  
Uganda

**Purp of payment to affiliate**  
**Relationship:** None  
**Description of Property:**

**How Determined**

**Book Value of Property:**  
**FMV of Property:**

---

**Classification** Sustainable Development

Heifer Brazil

**Date:**

**Type:** Cash

**Address:** Rua da Graca 164

**Grant Amt** \$454,175.00

Salvador, Bahia BR  
Brazil

**Purp of payment to affiliate**

**Relationship:** None

**Description of Property:**

**How Determined**

**Book Value of Property:**

**FMV of Property:**

---

**Total Grants:** \$54,141,009.00

**Statement 6**

Form: 990

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**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Depreciation and Depletion**

<b>Asset</b>	<b>Current Deprec.</b>
Equipment	\$1,034,984.00
Land Improvement	\$73,654.00
Buildings	\$905,540.00
<b>Total</b>	<b>\$2,014,178.00</b>

**Statement 7**

Form: 990

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Part: II

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**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Attachment listing other expenses for Part II**

<b>Description</b>	<b>Total:</b>	<b>Pgm Services</b>	<b>Mgt and General</b>	<b>Fundrasing</b>
Other Professional Fees	\$6,189,266.00	\$3,366,203.00	\$291,260.00	\$2,531,803.00
Marketing and Promotion Expenses	\$1,522,743.00	\$683,761.00	\$78,991.00	\$759,991.00
Other Expenses	\$1,343,195.00	\$161,872.00	\$120,558.00	\$1,060,765.00
Other Personnel Expenses	\$668,568.00	\$347,094.00	\$162,778.00	\$158,696.00
Property and Casualty Insurance	\$471,865.00	\$278,912.00	\$115,868.00	\$77,085.00
Volunteer Expenses	\$233,025.00	\$228,241.00	\$285.00	\$4,499.00
<b>Total:</b>	<b>\$10,428,662.00</b>	<b>\$5,066,083.00</b>	<b>\$769,740.00</b>	<b>\$4,592,839.00</b>

**Statement 8**

Form: 990

Page: 3

Part: III

Question:

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Program Services**

<b>Achievement</b>	<b>Pgm. Svc. Exp.</b>
International Development Programs: International Development: to provide food and income producing animals and related assistance to families and communities while assisting in the sustainable self-development of people and the resources of their communities (1300000 families) <b>Grants and Allocations: \$53,615,272.00 This amount includes foreign grants: Yes</b>	\$71,015,030.00
International Development Programs: Education: To educate people about the root causes of hunger, the links between hunger, injustice, nutrition & peace and inspiring others to take action to break the cycle of poverty. (0 Families) <b>Grants and Allocations: \$525,737.00 This amount includes foreign grants: No</b>	\$16,885,358.00
<b>Total:</b>	<b>\$87,900,388.00</b>

**Statement 9**

Form: 990

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Part: IV

Question: 57

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Schedule of Land, Buildings and Equipment**

<b>Description</b>	<b>Cost</b>	<b>Depreciation</b>	<b>Book Value</b>
Land	\$8,824,028.00	\$0.00	\$8,824,028.00
Land Improvements	\$2,306,605.00	\$184,035.00	\$2,122,570.00
Furnishings, Fixtures and Equipment	\$5,620,830.00	\$3,658,537.00	\$1,962,293.00
Buildings	\$38,193,978.00	\$4,152,654.00	\$34,041,324.00
<b>Total:</b>	<b>\$54,945,441.00</b>	<b>\$7,995,226.00</b>	<b>\$46,950,215.00</b>

**Statement 10**

Form: 990

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Part: IV

Question: 58

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Other Assets**

<b>Asset Description</b>	<b>BOY Amount</b>	<b>EOY Amount</b>
Interest in Net Assets of Heifer Int Foundation	\$50,392,470.00	\$50,481,202.00
<b>Total:</b>	<b>\$50,392,470.00</b>	<b>\$50,481,202.00</b>

**Statement 11**

Form: 990

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Part: IV

Question: 64b

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Mortgages and Other Notes Payable**

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<b>Type:</b>	Mortgage
<b>Lender's Name:</b>	
<b>Original Amount:</b>	\$19,500,000.00
<b>Balance Due:</b>	\$7,603,293.00
<b>Date of Note:</b>	
<b>Maturity Date:</b>	
<b>Repayment Terms:</b>	
<b>Interest Rate:</b>	
<b>Security Provided by Borrower:</b>	
<b>Purpose of Loan:</b>	
<b>Description of Consideration:</b>	
<b>FMV of Consideration:</b>	
<b>Relationship:</b>	

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<b>Total Due:</b>	<b>\$7,603,293.00</b>
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**Statement 12**

Form: 990

Page: 5

Part: IV-A

Question: b(4)

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Revenue Audit Line b(4)**

<b>Description</b>	<b>Amount</b>
Change in interest in net assets of Heifer International Foundation	\$1,820,926.00
<b>Total:</b>	<b>\$1,820,926.00</b>

**Statement 13**

Form: 990

Page: 5

Part: V

Question:

**HEIFER PROJECT INTERNATIONAL INC****35-1019477****Officers, Directors, Trustees, and Key Employees**

<b>Name and Address</b>	<b>Ave. Hrs/week</b>	<b>Comp.</b>	<b>Benefits</b>	<b>Expenses</b>
Jo Luck	40	\$258,246.00	\$30,666.00	\$0.00
Title: President/CEO Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Tanya Wright	40	\$160,189.00	\$28,720.00	\$0.00
Title: Senior V.P. Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
James Neal	40	\$158,471.00	\$21,064.00	\$0.00
Title: CFO Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
James DeVries	40	\$149,349.00	\$24,324.00	\$0.00
Title: Senior V.P. Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Donna Jared	40	\$141,504.00	\$23,500.00	\$0.00
Title: Senior V.P. Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Thomas Peterson	40	\$140,099.00	\$26,627.00	\$0.00
Title: Senior V.P. Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				

<b>Name and Address</b>	<b>Ave. Hrs/week</b>	<b>Comp.</b>	<b>Benefits</b>	<b>Expenses</b>
Sahr Lebbie Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States	40	\$107,245.00	\$23,169.00	\$0.00
Mahendra Lohani Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States	40	\$105,619.00	\$23,000.00	\$0.00
Anne Harper Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States	40	\$103,446.00	\$15,337.00	\$0.00
Rafal Laski Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States	40	\$102,744.00	\$19,462.00	\$0.00
Oscar Castaneda Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States	40	\$102,244.00	\$19,415.00	\$0.00
Sue Bertrand Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States	40	\$98,892.00	\$14,882.00	\$0.00
Phyllis Parrish Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202	40	\$95,683.00	\$16,206.00	\$0.00

<b>Name and Address</b>	<b>Ave. Hrs/week</b>	<b>Comp.</b>	<b>Benefits</b>	<b>Expenses</b>
Country: United States				
Hilary Haddigan	40	\$93,245.00	\$14,267.00	\$0.00
Title: Vice President Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Steve Mondora	1	\$0.00	\$0.00	\$0.00
Title: Chair Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Douglas Smith	1	\$0.00	\$0.00	\$0.00
Title: Vice Chair Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Charles Stewart	1	\$0.00	\$0.00	\$0.00
Title: Past Chair Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Efrain Diaz Arrivillaga	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Florence Asaa Awasom	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Andrew Kang Bartlett	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2:				

<b>Name and Address</b>	<b>Ave. Hrs/week</b>	<b>Comp.</b>	<b>Benefits</b>	<b>Expenses</b>
CSZ: Little Rock, AR 72202 Country: United States				
Alejandra Caballero	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Kathleen Campanella	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Fu Changxiu	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Miller Davis	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Susan B Fulton	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Dr Donald Hammond	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Ladislav Hetenyi Phd	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue				

<b>Name and Address</b>	<b>Ave. Hrs/week</b>	<b>Comp.</b>	<b>Benefits</b>	<b>Expenses</b>
Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
James Howell	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Franklin Ishida	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Susan Sanders	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Gary Tabasinske	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202 Country: United States				
Julia Hall Wilson DVM	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
Arlene Withers	1	\$0.00	\$0.00	\$0.00
Title: Board Member Addr 1: 1 World Avenue Addr 2: CSZ: Little Rock, AR 72202-2863 Country: United States				
<b>TOTALS</b>		<b>\$1,816,976.00</b>	<b>\$300,639.00</b>	<b>\$0.00</b>

**Statement 14**

Form: 990

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Part: VI

Question: 80 b

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Related Organizations**

<b>Description</b>	<b>Exempt</b>
Heifer International Foundation	Yes

**Statement 15**

Form: 990

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Part: VI

Question: 91b

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Foreign Accounts**

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**Foreign Account List**

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Albania  
Armenia  
Bolivia  
Cambodia  
Cameroon  
Canada  
China  
Ghana  
Guatemala  
Haiti  
Honduras  
Indonesia  
Kenya  
Mexico  
Mozambique  
Nepal  
Nicaragua  
Peru  
Philippines  
Poland  
Russia  
Rwanda  
Tanzania  
Thailand  
Uganda  
Vietnam  
Zambia  
Zimbabwe

**Statement 16**

Form: 990

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Part: VI

Question: 91c

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

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**Foreign Offices**

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**Foreign Office List**

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Albania  
Armenia  
Bolivia  
Cambodia  
Cameroon  
Canada  
China  
Ghana  
Guatemala  
Haiti  
Honduras  
Indonesia  
Kenya  
Mexico  
Mozambique  
Nepal  
Nicaragua  
Peru  
Philippines  
Poland  
Russia  
Rwanda  
Tanzania  
Thailand  
Uganda  
Vietnam  
Zambia  
Zimbabwe

**Statement 17**

Form: 990

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Part: VIII

Question:

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Relationship of Activities**

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**Line No      Relationship of Activities to the Accomplishment of Exempt Purposes**

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93 a	Provides educational programs on world hunger issues.
93 c	Provides facilities for training, employee development and workshops.
93 b	Benefits other programs of the organization.

**Statement 18**  
Form: Schedule A  
Page: 4  
Part: IV-A  
Question: 22

**HEIFER PROJECT INTERNATIONAL INC**  
**35-1019477**

**Other Income**

<b>Description</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
Miscellaneous	\$54,569.00	\$201,255.00	\$13,577.00	\$14,348.00
<b>Total:</b>	<b>\$54,569.00</b>	<b>\$201,255.00</b>	<b>\$13,577.00</b>	<b>\$14,348.00</b>

**Schedule B - Part I**  
**Contributors**

**HEIFER PROJECT INTERNATIONAL INC**

**35-1019477**

**Organization Type:**

**Filers of:**

- Form 990 or 990-EZ       501(c)( 3 ) Organization  
                                   4947(a)(1) nonexempt charitable trust not treated as a private foundation  
                                   527 Political Organization
- Form 990PF                501(c)(3) exempt private foundation  
                                   4947(a)(1) nonexempt charitable trust treated as a private foundation  
                                   501(c)(3) taxable private foundation

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Check if your organization is covered by the General Rule or a Special Rule. Note: only section 501(c)(7), (8), (10) organizations can check boxes for both the General Rule and a Special Rule -- see instructions.)

**General Rule--**

- For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

**Special Rules--**

- For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3 % support test under Regulations sections 1.509(a)-3/1.170A-9(e) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)
- For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use exclusively for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)
- For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use exclusively for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. (If this box is checked, enter here the total contributions that were received during the year for an exclusively religious, charitable, etc., purpose. Do not complete any of the Parts unless the General Rule applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year.)

**\$0.00**

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they must check the box in the heading of their Form 990, Form 990-EZ, or on line 1 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

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**Schedule B - Part I**  
**Contributors**

HEIFER PROJECT INTERNATIONAL INC

35-1019477

	Name and Address	Contribution	Type	Yes	No
1	Bill and Milinda Gates Foundation PO Box 23350 Seattle, WA 98102 United States	\$17,193,595.00	<b>Individual</b> <b>Payroll</b> <b>Noncash</b>	Yes	No No