

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 **5/1/2007**, and ending **4/30/2008**

- 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
NORTH SOUTH FOUNDATION

Number and street (or P O box if mail is not delivered to street address) Room/suite
2 Marissa Ct

City or town, state or country, and ZIP + 4
Burr Ridge, IL 60527-6864

D Employer identification number
36 3659998

E Telephone number
(**630**) **323-1966**

F Accounting method: Cash Accrual
 Other (specify) ▶

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

H and **I** are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? Yes No

H(b) If "Yes," enter number of affiliates ▶

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

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

G Website: ▶ <http://www.northsouth.org>

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

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

I Group Exemption Number ▶

M Check if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

L Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **736,154**

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

Revenue	1 Contributions, gifts, grants, and similar amounts received					
	a Contributions to donor advised funds	1a		0		
	b Direct public support (not included on line 1a)	1b		421,525		
	c Indirect public support (not included on line 1a)	1c		0		
	d Government contributions (grants) (not included on line 1a)	1d		0		
	e Total (add lines 1a through 1d) (cash \$ 390,646 noncash \$ 30,879)	1e				421,525
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2				142,253
	3 Membership dues and assessments	3				0
	4 Interest on savings and temporary cash investments	4				138
	5 Dividends and interest from securities	5				59,689
	6a Gross rents	6a		0		
	b Less: rental expenses	6b		0		
c Net rental income or (loss). Subtract line 6b from line 6a	6c				0	
7 Other investment income (describe ▶)	7				0	
8a Gross amount from sales of assets other than inventory	(A) Securities		(B) Other			
	112,549	8a	0			
	30,879	8b	0			
	81,670	8c	0			
d Net gain or (loss). Combine line 8c, columns (A) and (B)	8d				81,670	
9 Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>						
a Gross revenue (not including \$ 0 of contributions reported on line 1b)	9a		0			
b Less: direct expenses other than fundraising expenses	9b		0			
c Net income or (loss) from special events. Subtract line 9b from line 9a	9c				0	
10a Gross sales of inventory less returns and allowances	10a		0			
	b Less: cost of goods sold	10b		0		
	c Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	10c				0
11 Other revenue (from Part VII, line 103)	11				0	
12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12				705,275	
Expenses	13 Program services (from line 44, column (B))	13			276,518	
	14 Management and general (from line 44, column (C))	14			0	
	15 Fundraising (from line 44, column (D))	15			0	
	16 Payments to affiliates (attach schedule)	16			0	
	17 Total expenses. Add lines 13 through 16	17				276,518
Net Assets	18 Excess or (deficit) for the year. Subtract line 17 from line 12	18			428,757	
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19			2,332,828	
	20 Other changes in net assets or fund balances (attach explanation)	20			0	
	21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21				2,761,585

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a 0	0		
22b Other grants and allocations (attach schedule) (cash \$ <u>195,000</u> noncash \$ <u>0</u>) If this amount includes foreign grants, check here <input checked="" type="checkbox"/>	22b 195,000	195,000		
23 Specific assistance to individuals (attach schedule)	23 0	0		
24 Benefits paid to or for members (attach schedule)	24 0	0		
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	25a 0	0	0	0
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b 0	0	0	0
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	25c 0	0	0	0
26 Salaries and wages of employees not included on lines 25a, b, and c	26 0	0	0	0
27 Pension plan contributions not included on lines 25a, b, and c	27 0	0	0	0
28 Employee benefits not included on lines 25a - 27	28 0	0	0	0
29 Payroll taxes	29 0	0	0	0
30 Professional fundraising fees	30 0	0	0	0
31 Accounting fees	31 500	500	0	0
32 Legal fees	32 0	0	0	0
33 Supplies	33 0	0	0	0
34 Telephone	34 0	0	0	0
35 Postage and shipping	35 0	0	0	0
36 Occupancy	36 0	0	0	0
37 Equipment rental and maintenance	37 0	0	0	0
38 Printing and publications	38 10,327	10,327	0	0
39 Travel	39 0	0	0	0
40 Conferences, conventions, and meetings	40 0	0	0	0
41 Interest	41 0	0	0	0
42 Depreciation, depletion, etc (attach schedule)	42 0	0	0	0
43 Other expenses not covered above (itemize) a See Statement 3	43a 70,691	70,691		
b _____	43b			
c _____	43c			
d _____	43d			
e _____	43e			
f _____	43f			
g _____	43g			
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44 276,518	276,518	0	0

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____,
 (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part IV Balance Sheets (See the instructions.)

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

		(A) Beginning of year		(B) End of year		
Assets	45	Cash—non-interest-bearing	0	45	0	
	46	Savings and temporary cash investments	822,498	46	713,858	
	47a	Accounts receivable	47a	0		
	b	Less: allowance for doubtful accounts	47b	0	47c	0
	48a	Pledges receivable	48a	0		
	b	Less: allowance for doubtful accounts	48b	0	48c	0
	49	Grants receivable		0	49	0
	50a	Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		0	50a	0
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		0	50b	0
	51a	Other notes and loans receivable (attach schedule)	51a	0		
	b	Less: allowance for doubtful accounts	51b	0	51c	0
	52	Inventories for sale or use		0	52	0
	53	Prepaid expenses and deferred charges		0	53	0
	54a	Investments—publicly-traded securities <input checked="" type="checkbox"/> Cost <input type="checkbox"/> FMV		1,510,330	54a	2,047,727
	b	Investments—other securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV		0	54b	0
	55a	Investments—land, buildings, and equipment, basis	55a	0		
	b	Less: accumulated depreciation (attach schedule)	55b	0	55c	0
	56	Investments—other (attach schedule)		0	56	0
	57a	Land, buildings, and equipment: basis	57a	0		
	b	Less: accumulated depreciation (attach schedule)	57b	0	57c	0
58	Other assets, including program-related investments (describe ►)		0	58	0	
59	Total assets (must equal line 74). Add lines 45 through 58		2,332,828	59	2,761,585	
Liabilities	60	Accounts payable and accrued expenses		0	60	0
	61	Grants payable		0	61	0
	62	Deferred revenue		0	62	0
	63	Loans from officers, directors, trustees, and key employees (attach schedule)		0	63	0
	64a	Tax-exempt bond liabilities (attach schedule)		0	64a	0
	b	Mortgages and other notes payable (attach schedule)		0	64b	0
	65	Other liabilities (describe ►)		0	65	0
66	Total liabilities. Add lines 60 through 65		0	66	0	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.					
	67	Unrestricted			67	
	68	Temporarily restricted			68	
	69	Permanently restricted			69	
	Organizations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 70 through 74.					
	70	Capital stock, trust principal, or current funds		2,332,828	70	2,761,585
	71	Paid-in or capital surplus, or land, building, and equipment fund		0	71	0
	72	Retained earnings, endowment, accumulated income, or other funds		0	72	0
73	Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)		2,332,828	73	2,761,585	
74	Total liabilities and net assets/fund balances. Add lines 66 and 73		2,332,828	74	2,761,585	

Part VI Other Information (continued)

		Yes	No
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)		
82b	2,000		
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
83b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
84b	b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	<input type="checkbox"/>	<input type="checkbox"/>
85a	85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?	<input type="checkbox"/>	<input type="checkbox"/>
85b	b Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.	<input type="checkbox"/>	<input type="checkbox"/>
85c	c Dues, assessments, and similar amounts from members	<input type="checkbox"/>	<input type="checkbox"/>
85d	d Section 162(e) lobbying and political expenditures	<input type="checkbox"/>	<input type="checkbox"/>
85e	e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	<input type="checkbox"/>	<input type="checkbox"/>
85f	f Taxable amount of lobbying and political expenditures (line 85d less 85e)	<input type="checkbox"/>	<input type="checkbox"/>
85g	g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	<input type="checkbox"/>	<input type="checkbox"/>
85h	h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	<input type="checkbox"/>	<input type="checkbox"/>
86a	86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12	<input type="checkbox"/>	<input type="checkbox"/>
86b	b Gross receipts, included on line 12, for public use of club facilities	<input type="checkbox"/>	<input type="checkbox"/>
87a	87 501(c)(12) orgs. Enter: a Gross income from members or shareholders	<input type="checkbox"/>	<input type="checkbox"/>
87b	b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	<input type="checkbox"/>	<input type="checkbox"/>
88a	88a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
88b	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	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89a	89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <input type="checkbox"/> 0; section 4912 <input type="checkbox"/> 0; section 4955 <input type="checkbox"/> 0	<input type="checkbox"/>	<input type="checkbox"/>
89b	b 501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89c	c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 <input type="checkbox"/> 0	<input type="checkbox"/>	<input type="checkbox"/>
89d	d Enter: Amount of tax on line 89c, above, reimbursed by the organization <input type="checkbox"/> 0	<input type="checkbox"/>	<input type="checkbox"/>
89e	e All organizations At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89f	f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89g	g For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
90a	90a List the states with which a copy of this return is filed <input type="checkbox"/> IL		
90b	b Number of employees employed in the pay period that includes March 12, 2007 (See instructions.)	<input type="checkbox"/>	<input type="checkbox"/>
91a	91a The books are in care of <input type="checkbox"/> Ratnam Chitturi Telephone no. <input type="checkbox"/> 630-323-1966 Located at <input type="checkbox"/> 2 Marissa Ct, Burr Ridge, IL ZIP + 4 <input type="checkbox"/> 60527-6864		
91b	b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country <input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts		

Part VI Other Information (continued)

Yes No

c At any time during the calendar year, did the organization maintain an office outside of the United States? **91c**
 If "Yes," enter the name of the foreign country ▶

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

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

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a Spelling, Vocabulary, Math and other Conte					142,253
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	138	
96 Dividends and interest from securities			14	59,689	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	81,670	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		141,497	142,253
105 Total (add line 104, columns (B), (D), and (E))					283,750

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).
▼	See Statement 6

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	----- ----- -----			
Totals				

107 Did the reporting organization **receive** any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

Yes	No

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

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

Yes	No

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: Ratnam Chitturi Date: 11/26/08

Type or print name and title: Ratnam Chitturi, President

Paid Preparer's Use Only

Preparer's signature: _____ Date: _____

Check if self-employed

Preparer's SSN or PTIN (See Gen. Inst. X): _____

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

EIN: _____ 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

NORTH SOUTH FOUNDATION

Employer identification number

36 3659998

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
None				
Total number of other employees paid over \$50,000 ▶		0		

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

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over \$50,000 for professional services ▶		0

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

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
None		
Total number of other contractors receiving over \$50,000 for other services ▶		0

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

Yes No

1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ \$ 0 (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)

1 Yes No

Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.

2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)

2a Yes No

a Sale, exchange, or leasing of property?

2b Yes No

b Lending of money or other extension of credit?

2c Yes No

c Furnishing of goods, services, or facilities?

2d Yes No

d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?

2e Yes No

e Transfer of any part of its income or assets?

3a Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.) **Stmt 7**

3a Yes No

b Did the organization have a section 403(b) annuity plan for its employees?

3b Yes No

c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement

3c Yes No

d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?

3d Yes No

4a Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g

4a Yes No

b Did the organization make any taxable distributions under section 4966?

4b Yes No

c Did the organization make a distribution to a donor, donor advisor, or related person?

4c Yes No

d Enter the total number of donor advised funds owned at the end of the tax year ▶ 1

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ 864,537

f Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶ 0

g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶ 0

Part IV Reason for Non-Private Foundation Status (See 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 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization:
 - Type I
 - Type II
 - Type III-Functionally Integrated
 - Type III-Other

Provide the following information about the supported organizations. (See 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	
Total					0

- 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
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	387,576	531,614	350,643	187,880	1,457,713
16 Membership fees received	0	0	0	0	0
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	94,690	82,992	74,547	100,295	352,524
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	57,049	35,570	19,398	8,928	120,945
19 Net income from unrelated business activities not included in line 18.	0	0	0	0	0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf	0	0	0	0	0
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge	0	0	0	0	0
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets	0	0	0	0	0
23 Total of lines 15 through 22	539,315	650,176	444,588	297,103	1,931,182
24 Line 23 minus line 17	444,625	567,184	370,041	196,808	1,578,658
25 Enter 1% of line 23	5,393	6,502	4,446	2,971	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					31,573
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2003 through 2006 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					358,647
c Total support for section 509(a)(1) test. Enter line 24, column (e)					1,578,658
d Add Amounts from column (e) for lines: 18 <u>120,945</u> 19 <u>0</u> 22 <u>0</u> 26b <u>358,647</u>					479,592
e Public support (line 26c minus line 26d total)					1,099,066
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					70 %
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: (2006) (2005) (2004) (2003)					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2006) (2005) (2004) (2003)					
c Add. Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____					27c _____
d Add. Line 27a total _____ and line 27b total _____					27d _____
e Public support (line 27c total minus line 27d total)					27e _____
f Total support for section 509(a)(2) test. Enter amount from line 23, column (e)					27f _____
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g _____ %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h _____ %
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					

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

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement)		

32	Does the organization maintain the following.		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	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.)			

33	Does the organization discriminate by race in any way with respect to.		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities?		
If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			

34a	Does the organization receive any financial aid or assistance from a governmental agency?		
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.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation		

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.

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

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
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 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
a Volunteers	✓		
b Paid staff or management (Include compensation in expenses reported on lines c through h.)	✓		
c Media advertisements	✓		
d Mailings to members, legislators, or the public	✓		
e Publications, or published or broadcast statements	✓		
f Grants to other organizations for lobbying purposes	✓		
g Direct contact with legislators, their staffs, government officials, or a legislative body	✓		
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means	✓		
i Total lobbying expenditures (Add lines c through h.)			0

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

Statement 8
Form Schedule A
Page 7
Part VII
Question 52 b

NORTH SOUTH FOUNDATION
36-3659998

Relationships with Noncharitable Exempt Organizations

Name of Organization	Type
Indima Foundation	501(c)(3) Private FN

Ratnam Chitturi is a common director on each Board

CAPGAINS

Statement 1
 North South Foundation
 2007 Form 990 Line 8C

Tax ID: 36-3659998

Schedule of Capital Gains and Losses

Shares	Name	Date Sold	Net Sales	Date Acquired	Cost of Acquisition	Short-Term Gain	Long-Term Gain	Total Gain
160.000	Apple Shares	01/15/08	28,006	01/14/08	28,605	(599)		(599)
15.000	Apple Shares	04/04/08	2,414	04/03/08	2,274	140		140
	Capital Gains Distributions		82,129				82,129	82,129
	Total		112,549		30,879	(459)	82,129	81,670

Statement 2
North South Foundation
2007 Form 990, Part II, Line 22
Grants and Allocations
Tax ID. 36-3659998

Receiving Organization	Purpose	Date	Amount
Jesuit Province Society	School Construction	05/02/07	20,000
Shelter Associates	Toilets	05/08/07	10,000
Duke University	Scholarships	07/25/07	500
NSF India	Scholarships	08/08/07	10,000
University of California, Berkeley	Scholarships	08/10/07	1,000
Marquett University	Scholarships	08/28/07	1,000
BISWA	Tribal Schools	09/17/07	5,000
KIS Trust	School Construction	10/02/07	9,000
Kuru Om	School Construction	10/21/07	30,000
NSF India	Scholarships	10/23/07	10,000
NSF India	Scholarships	11/02/07	10,000
Jesuit Province Society	School Construction	11/11/07	20,000
NSF India	Scholarships	11/19/07	10,000
Zilla Parishad, Krishna Dt	School Construction	01/22/08	26,500
Sri Aurobindo Educational Society	Poor Children Education	01/29/08	2,000
T. Muniswamppa Trust	Scholarships	02/28/08	10,000
T. Muniswamppa Trust	Scholarships	03/07/08	10,000
T. Muniswamppa Trust	Scholarships	03/19/08	10,000
Total			195,000

Statement 3

Form 990

Page 2

Part II

Question 43

NORTH SOUTH FOUNDATION

36-3659998

Attachment listing other expenses for Part II

Description	Total:	Pgm Services	Mgt and General	Fundraising
Contests and Related Expenses	\$70,691 00	\$70,691 00	\$0 00	\$0 00
Total:	\$70,691.00	\$70,691.00	\$0.00	\$0.00

Statement 4

Form 990

Page 3

Part III

Question

NORTH SOUTH FOUNDATION

36-3659998

Program Services

Achievement	Pgm. Svc. Exp.
Scholarship Programs Granted Scholarships to students and other activities (400 Number of Students)	\$205,827 00
Grants and Allocations: \$195,000.00 This amount includes foreign grants: Yes	
Educational Programs Conducted educational contests such as spelling, vocabulary, math, essay writing, geography and brain bee Purpose is to encourage excellence in education (0 number of children)	\$70,691 00
Grants and Allocations: \$0.00 This amount includes foreign grants: N/A	
Total:	\$276,518.00

Statement 5

Form 990

Page 5

Part V

Question

NORTH SOUTH FOUNDATION

36-3659998

Officers, Directors, Trustees, and Key Employees

Name and Address	Ave. Hrs/week	Comp.	Benefits	Expenses
Ratnam Chitturi	0	\$0 00	\$0 00	\$0 00
Title President				
Addr 1 2 Manssa Ct				
Addr 2				
CSZ Burr Ridge, IL 60527-6864				
Country United States				
Samit Bhattacharya	0	\$0 00	\$0 00	\$0 00
Title Secretary				
Addr 1 23A Manwanng Rd				
Addr 2				
CSZ Niantic, CT 06357				
Country United States				
Radhakrishna Reddy Marreddy	0	\$0 00	\$0 00	\$0 00
Title Treasurer				
Addr 1 1816 Eaton Dr				
Addr 2				
CSZ Woodndge, IL 60517				
Country United States				
Raghavendra Rao Patun	0	\$0 00	\$0 00	\$0 00
Title Board Member				
Addr 1. 845 Musket Dr				
Addr 2 Apt M305				
CSZ Colorado Sprngs, CO 80906				
Country United States				
Ramdev Jagarlamudi	0	\$0 00	\$0 00	\$0 00
Title Treasurer				
Addr 1 5030 Castaway				
Addr 2				
CSZ Hoffman Estates, IL 60010				
Country United States				
Ratnam Chittun	0	\$0 00	\$0 00	\$0 00
Title Board Member				
Addr 1 2 Manssa Ct				
Addr 2				
CSZ Burr Ridge, IL 60527-6864				
Country United States				

Name and Address	Ave. Hrs/week	Comp.	Benefits	Expenses
Vidhyadhara Rao Chalasani	0	\$0 00	\$0 00	\$0 00
Title Board Member Addr 1 11175 Lakeland Cir Addr 2 CSZ Fort Myers, FL 33913 Country United States				
Raghvendra Paturi	0	\$0 00	\$0 00	\$0 00
Title Vice President Addr 1 845 Musket Dr Addr 2 Apt M305 CSZ Colorado Springs, CO 80906 Country United States				
TOTALS		\$0.00	\$0.00	\$0.00

Statement 6
Form 990
Page 8
Part VIII
Question

NORTH SOUTH FOUNDATION
36-3659998

Relationship of Activities

Line No	Relationship of Activities to the Accomplishment of Exempt Purposes
93 a	Spelling Bee and vocabulary contests are sponsored for promoting excellence among children in the community

**NORTH SOUTH FOUNDATION
Programs**

Origin: North South Foundation (NSF) was incorporated in 1989 as a not-for-profit entity in Illinois. The IRS subsequently granted tax-exempt status under the 501(c)(3) section.

Mission: Promote excellence in human endeavor. Develop human resources in areas that have the most potential in improving the lot of the common man, as well as achieving a full and enriched life, regardless of religion, gender, caste or geographic origin. Give hope for those who may not have any.

1) Scholarship Program for the Gifted Students among the poor in India: Since 1990, more than 4,000 scholarships were awarded to college students. They were divided among the engineering, medicine, and other specialties. The target for 2008 is 500 scholarships. North South Foundation of India administers this program.

Qualifications: a) The student should achieve 90/95 percent or above rank in the qualifying examination. b) Annual family income must be less than Rs 45,000 or roughly \$1,000.

Renewals: For renewals, recipients should demonstrate continued academic excellence.

Selection: The availability of scholarships is announced during June and July in major news media. Students are asked to submit academic scores and evidence of need for financial assistance from relevant revenue officers. The most qualified candidates and their parents are invited for a personal interview. Final selection is made based on the facts presented and the deliberations at the interview. Awards cover roughly 100 percent of tuition. Scholarship awards average \$250 per year per student.

2) Educational Contests for Youth in the US: These were designed to promote academic excellence. The spelling bee was begun in 1993, and the vocabulary bee in 1994. A brain bee contest was added in 2000, while math bee was added in 2004. The essay writing and geography bees were introduced in 2005, while public speaking was added during early 2006. The contests are open to the children of Indian origin. Most of the contests are conducted at multiple levels based on grades, ranging generally from 1 through 12.

The contests are conducted every year in two steps. First, children participate in the regional contests, which are conducted among nearly 70 centers in the US. The top scorers in the regional contests are then invited to participate in the national finals. The 1st, 2nd, and 3rd place winners of each of the major contests are awarded \$1,000 to \$250 in merit scholarships, which are redeemable in the winners' freshman year of college.

Since inception, nearly 40,000 contestants benefited from the Foundation's activities. Many of the NSF children also participate in and benefit from the standard mainstream competitions such as Scripps National Spelling Bee, Math Olympiad, MATHCOUNTS and National Geography Bee.

3) Role Model Award: The Foundation has awarded its inaugural Role Model Award, 'Vishwa Jyothi' to Rajiv Vinnakota in 2003 and to Nipun Mehta in 2004. It helps to showcase good human values and academic excellence to the children of Indian American community.