



**HUTCHINSON and**  
**BLOODGOOD LLP**  
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

101 N. Brand Blvd., Suite 1600  
Glendale, CA 91203  
t 818.637.5000 f 818.240.0949  
[www.hbllp.com](http://www.hbllp.com)

OPERATION HOPE, INC.  
707 WILSHIRE BLVD. Suite 3030  
LOS ANGELES, CA 90017

Enclosed is your 2011 Federal Return of Organization Exempt from Income Tax. The original should be signed at the bottom of page one. No tax is payable with the filing of this return. Mail your Federal return on or before November 15, 2012 to:

DEPARTMENT OF TREASURY  
INTERNAL REVENUE SERVICE  
OGDEN, UT 84201-0027

Enclosed is your 2011 California Exempt Organization Annual Information Return. The original should be signed at the bottom of page one. There is a balance due of \$10 payable by November 15, 2012. Mail the California return on or before November 15, 2012 and make the check payable to:

FRANCHISE TAX BOARD  
P.O. BOX 942857  
SACRAMENTO, CA 94257-0701

Enclosed is your California Registration/Renewal Fee Report to the Attorney General. The original should be signed at the bottom of page one. There is a fee due of \$150 payable by November 15, 2012. Make the check or money order payable to "Department of Justice" and mail your California report on or before November 15, 2012 to:

REGISTRY OF CHARITABLE TRUSTS  
P.O. BOX 903447  
SACRAMENTO, CA 94203-4470

Please be sure to call us if you have any questions.

Sincerely,

ELIZABETH MOORE

## Return of Organization Exempt From Income Tax

2011

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

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

Open to Public  
Inspection

## A For the 2011 calendar year, or tax year beginning

, 2011, and ending

,

B Check if applicable:

Address change  
 Name change  
 Initial return  
 Terminated  
 Amended return  
 Application pending

C

OPERATION HOPE, INC.  
707 WILSHIRE BLVD. #3030  
LOS ANGELES, CA 90017

D Employer Identification Number

95-4378084

E Telephone number

(213) 891-2901

G Gross receipts \$ 9,096,713.

Yes  No  
 Yes  No

F Name and address of principal officer:

SAME AS C ABOVE

H(a) Is this a group return for affiliates?

H(b) Are all affiliates included?  
If 'No,' attach a list. (see instructions)I Tax-exempt status  501(c)(3)  501(c) ( ) ▶ (insert no.)  4947(a)(1) or  527J Website: ► [HTTP://WWW.OPERATIONHOPE.ORG/](http://WWW.OPERATIONHOPE.ORG/)

H(c) Group exemption number ►

K Form of organization:  Corporation  Trust  Association  Other ► L Year of Formation: 1992 M State of legal domicile: CA

## Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: <u>OPERATION HOPE, INC. (HOPE) IS A NON-PROFIT, PUBLIC BENEFIT ORGANIZATION FOUNDED IN LOS ANGELES IN APRIL, 1992. HOPE IS AMERICA'S LEADING PROVIDER OF ECONOMIC TOOLS AND SERVICES. HOPE SEEKS TO BRING TRUE AND SUSTAINING "HOPE" TO THOSE LIVING IN UNDER-SERVED AREAS OF AMERICA.</u>		
	2 Check this box ► <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3 Number of voting members of the governing body (Part VI, line 1a).....	3 40	
	4 Number of independent voting members of the governing body (Part VI, line 1b).....	4 40	
	5 Total number of individuals employed in calendar year 2011 (Part V, line 2a).....	5 106	
	6 Total number of volunteers (estimate if necessary).....	6 3,500	
	7a Total unrelated business revenue from Part VIII, column (C), line 12.....	7a 0.	
	b Net unrelated business taxable income from Form 990-T, line 34.....	7b 0.	

Revenue	8 Contributions and grants (Part VIII, line 1h).....	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g).....	14,562,725.	8,983,152.
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d).....	7,142.	2,342.
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e).....	120,917.	111,219.
	12 Total revenue – add lines 8 through 11 (must equal Part VIII, column (A), line 12).....	14,690,784.	9,096,713.
	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3).....	21,219.	
	14 Benefits paid to or for members (Part IX, column (A), line 4).....		

Expenses	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10).....	6,867,587.	6,577,202.
	16a Professional fundraising fees (Part IX, column (A), line 11e).....		
	b Total fundraising expenses (Part IX, column (D), line 25) ► 1,485,836.		
	17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e).....	4,302,874.	3,764,966.
	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25).....	11,191,680.	10,342,168.
	19 Revenue less expenses. Subtract line 18 from line 12.....	3,499,104.	-1,245,455.

Net Assets or Fund Balances	Beginning of Current Year	End of Year
	20 Total assets (Part X, line 16).....	11,208,581.
	21 Total liabilities (Part X, line 26).....	1,483,425.
	22 Net assets or fund balances. Subtract line 21 from line 20.....	9,725,156.

## Part II Signature Block

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.

Sign Here	► Signature of officer	Date
	► <u>ROCHELLE ZAWODNY</u>	SR VPCONTROLLER

Type or print name and title.

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	ELIZABETH MOORE		11/21/12		P00735660
	Firm's name ► HUTCHINSON AND BLOODGOOD, LLP				

Firm's address ► 101 N. BRAND BLVD STE 1600  
GLENDALE, CA 91203

Firm's EIN ► 95-0858589

Phone no. (818) 637-5000

May the IRS discuss this return with the preparer shown above? (see instructions)  Yes  No

**Part III Statement of Program Service Accomplishments**Check if Schedule O contains a response to any question in this Part III..... 1 Briefly describe the organization's mission:SEE SCHEDULE O

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ?.....  Yes  No  
If 'Yes,' describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services?.....  Yes  No  
If 'Yes,' describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: [REDACTED]) (Expenses \$ 2,097,944. including grants of \$ \_\_\_\_\_) (Revenue \$ \_\_\_\_\_)SEE SCHEDULE O4b (Code: [REDACTED]) (Expenses \$ 1,722,025. including grants of \$ \_\_\_\_\_) (Revenue \$ \_\_\_\_\_)

HOPE COALITION AMERICA (HCA) IS HOPE'S EMERGENCY RESPONSE AND PREPAREDNESS DIVISION.  
HCA IS PART OF A STRONG NETWORK OF FIRST RESPONDERS TO DISASTERS IN THE UNITED STATES  
WHO ADDRESS THE IMMEDIATE FINANCIAL NEEDS OF DISASTER VICTIMS. HCA MOBILIZES IN  
TIMES OF PRESIDENTIAL DECLARED NATURAL DISASTERS LIKE HURRICANE KATRINA, AND AT TIMES  
OF MAN-MADE DISASTERS SUCH AS THE CURRENT MORTGAGE CRISIS. THROUGH OUR DATABASE OF  
PROFESSIONAL HOPE CORPS VOLUNTEERS HCA IS ABLE TO PROVIDE EMERGENCY CASE MANAGEMENT  
TO CLIENTS FACING FINANCIAL CRISIS BY COUNSELING INDIVIDUALS ON MONEY, CREDIT AND  
FORECLOSURE PREVENTION. HCA ALSO PROVIDES LOAN MODIFICATION ASSISTANCE TO HOME OWNERS  
IN CRISIS. IN 2011, HOPE PROVIDED OVER \$450 MILLION IN LOAN MODIFICATIONS TO OVER  
1,400 HOMEOWNERS.

4c (Code: [REDACTED]) (Expenses \$ 1,682,316. including grants of \$ \_\_\_\_\_) (Revenue \$ 9,909.)SEE SCHEDULE O

4d Other program services. (Describe in Schedule O.)

SEE SCHEDULE O(Expenses \$ 1,041,632. including grants of \$ \_\_\_\_\_)

(Revenue \$ \_\_\_\_\_)

4e Total program service expenses ► 6,543,917.

## Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If 'Yes,' complete Schedule A .....	1 X	
2 Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?.....	2 X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If 'Yes,' complete Schedule C, Part I .....	3 X	
4 <b>Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If 'Yes,' complete Schedule C, Part II .....	4 X	
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If 'Yes,' complete Schedule C, Part III.....	5 X	
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If 'Yes,' complete Schedule D, Part I.....	6 X	
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas or historic structures? If 'Yes,' complete Schedule D, Part II.....	7 X	
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If 'Yes,' complete Schedule D, Part III.....	8 X	
9 Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If 'Yes,' complete Schedule D, Part IV.....	9 X	
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If 'Yes,' complete Schedule D, Part V.....	10 X	
11 If the organization's answer to any of the following questions is 'Yes', then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings and equipment in Part X, line 10? If 'Yes,' complete Schedule D, Part VI.....	11a X	
b Did the organization report an amount for investments— other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part VII.....	11b X	
c Did the organization report an amount for investments— program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part VIII.....	11c X	
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part IX.....	11d X	
e Did the organization report an amount for other liabilities in Part X, line 25? If 'Yes,' complete Schedule D, Part X.....	11e X	
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If 'Yes,' complete Schedule D, Part X.....	11f X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? If 'Yes,' complete Schedule D, Parts XI, XII, and XIII.....	12a X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If 'Yes,' and if the organization answered 'No' to line 12a, then completing Schedule D, Parts XI, XII, and XIII is optional.....	12b X	
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If 'Yes,' complete Schedule E.....	13 X	
14a Did the organization maintain an office, employees, or agents outside of the United States?.....	14a X	
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If 'Yes,' complete Schedule F, Parts I and IV.....	14b X	
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If 'Yes,' complete Schedule F, Parts II and IV.....	15 X	
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If 'Yes,' complete Schedule F, Parts III and IV.....	16 X	
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If 'Yes,' complete Schedule G, Part I (see instructions).....	17 X	
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If 'Yes,' complete Schedule G, Part II.....	18 X	
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If 'Yes,' complete Schedule G, Part III.....	19 X	
20 a Did the organization operate one or more hospital facilities? If 'Yes,' complete Schedule H.....	20 X	
b If 'Yes' to line 20a, did the organization attach a copy of its audited financial statements to this return? .....	20b	

## Part IV Checklist of Required Schedules (continued)

		Yes	No
21	Did the organization report more than \$5,000 of grants and other assistance to governments and organizations in the United States on Part IX, column (A), line 1? If 'Yes,' complete Schedule I, Parts I and II.	21	X
22	Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If 'Yes,' complete Schedule I, Parts I and III.	22	X
23	Did the organization answer 'Yes' to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If 'Yes,' complete Schedule J.	23	X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, and that was issued after December 31, 2002? If 'Yes,' answer lines 24b through 24d and complete Schedule K. If 'No,' go to line 25.	24a	X
24b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b	
24c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c	
24d	Did the organization act as an 'on behalf of' issuer for bonds outstanding at any time during the year?	24d	
25a	<b>Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? If 'Yes,' complete Schedule L, Part I.	25a	X
25b	Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If 'Yes,' complete Schedule L, Part I.	25b	X
26	Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If 'Yes,' complete Schedule L, Part II.	26	X
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If 'Yes,' complete Schedule L, Part III.	27	X
28	Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
28a	a A current or former officer, director, trustee, or key employee? If 'Yes,' complete Schedule L, Part IV.	28a	X
28b	b A family member of a current or former officer, director, trustee, or key employee? If 'Yes,' complete Schedule L, Part IV.	28b	X
28c	c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If 'Yes,' complete Schedule L, Part IV.	28c	X
29	Did the organization receive more than \$25,000 in non-cash contributions? If 'Yes,' complete Schedule M.	29	X
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If 'Yes,' complete Schedule M.	30	X
31	Did the organization liquidate, terminate, or dissolve and cease operations? If 'Yes,' complete Schedule N, Part I.	31	X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If 'Yes,' complete Schedule N, Part II.	32	X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Schedule R, Part I.	33	X
34	Was the organization related to any tax-exempt or taxable entity? If 'Yes,' complete Schedule R, Parts II, III, IV, and V, line 1.	34	X
35a	a Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a	X
35b	b Did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If 'Yes,' complete Schedule R, Part V, line 2.	35b	X
36	<b>Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? If 'Yes,' complete Schedule R, Part V, line 2.	36	X
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If 'Yes,' complete Schedule R, Part VI.	37	X
38	Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? <b>Note.</b> All Form 990 filers are required to complete Schedule O.	38	X

BAA

Form 990 (2011)

**Part V Statements Regarding Other IRS Filings and Tax Compliance**Check if Schedule O contains a response to any question in this Part V. 

		Yes	No
1a Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable.....	1a	18	
b Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable.....	1b	0	
c Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?.....	1c	X	
2a Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return.....	2a	106	
b If at least one is reported on line 2a, did the organization file all required federal employment tax returns?.....  <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file. (see instructions)	2b	X	
3a Did the organization have unrelated business gross income of \$1,000 or more during the year?.....	3a	X	
b If 'Yes' has it filed a Form 990-T for this year? If 'No,' provide an explanation in Schedule O. ....	3b		
4a 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)?.....	4a	X	
b If 'Yes,' enter the name of the foreign country: ►  See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.	5a	X	
5a Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?.....	5b	X	
b Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?.....	5c		
c If 'Yes,' to line 5a or 5b, did the organization file Form 8886-T?.....	6a	X	
6a Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible?.....	6b		
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?.....	7a	X	
<b>7 Organizations that may receive deductible contributions under section 170(c).</b>	7b		
a Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?.....	7c	X	
b If 'Yes,' did the organization notify the donor of the value of the goods or services provided?.....	7d		
c Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?.....	7e	X	
d If 'Yes,' indicate the number of Forms 8282 filed during the year.....	7f	X	
e Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?.....	7g		
f Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?.....	7h	X	
g If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?.....	8	X	
h If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?.....	9a		
<b>8 Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?.....	9b		
<b>9 Sponsoring organizations maintaining donor advised funds.</b>	10a		
a Did the organization make any taxable distributions under section 4966?.....	10b		
b Did the organization make a distribution to a donor, donor advisor, or related person?.....	11a		
<b>10 Section 501(c)(7) organizations.</b> Enter:	11b		
a Initiation fees and capital contributions included on Part VIII, line 12.....	12a		
b Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities.....	12b		
<b>11 Section 501(c)(12) organizations.</b> Enter:	13a		
a Gross income from members or shareholders.....	13b		
b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.).....	13c		
<b>12a Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?.....	14a	X	
b If 'Yes,' enter the amount of tax-exempt interest received or accrued during the year.....	14b		
<b>13 Section 501(c)(29) qualified nonprofit health insurance issuers.</b>			
a Is the organization licensed to issue qualified health plans in more than one state?.....			
<b>Note.</b> See the instructions for additional information the organization must report on Schedule O.			
b Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans.....			
c Enter the amount of reserves on hand.....			
<b>14a</b> Did the organization receive any payments for indoor tanning services during the tax year?.....			
b If 'Yes,' has it filed a Form 720 to report these payments? If 'No,' provide an explanation in Schedule O. ....			

**Part VI Governance, Management and Disclosure** For each 'Yes' response to lines 2 through 7b below, and for a 'No' response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response to any question in this Part VI

### Section A. Governing Body and Management

		Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year. .... If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.	1a	40
1b	Enter the number of voting members included in line 1a, above, who are independent ....	1b	40
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee or key employee? ....	2	X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person? ....	3	X
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed? ....	4	X
5	Did the organization become aware during the year of a significant diversion of the organization's assets? ....	5	X
6	Did the organization have members or stockholders? ....	6	X
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body? ....  b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or other persons other than the governing body? ....	7a	X
7b	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following: a The governing body? .... b Each committee with authority to act on behalf of the governing body? ....	7b	X
8a	..... 8b	8a	X
9	Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If 'Yes,' provide the names and addresses in Schedule O. ....	9	X

### Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Did the organization have local chapters, branches, or affiliates? ....  b If 'Yes,' did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes? ....	10a	X
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form? ....  b Describe in Schedule O the process, if any, used by the organization to review this Form 990. SEE SCHEDULE O	11a	X
12a	Did the organization have a written conflict of interest policy? If 'No,' go to line 13. ....  b Were officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts? ....	12a	X
12b	..... c Did the organization regularly and consistently monitor and enforce compliance with the policy? If 'Yes,' describe in Schedule O how this is done .... SEE SCHEDULE O	12b	X
12c	..... 13	12c	X
13	Did the organization have a written whistleblower policy? ....	13	X
14	Did the organization have a written document retention and destruction policy? ....	14	X
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision? a The organization's CEO, Executive Director, or top management official. .... SEE SCHEDULE O b Other officers of key employees of the organization. .... SEE SCHEDULE O If 'Yes' to line 15a or 15b, describe the process in Schedule O. (See instructions.)	15a	X
15b	..... 16a	15b	X
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year? ....  b If 'Yes,' did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements? ....	16a	X
16b	.....	16b	

### Section C. Disclosure

- List the states with which a copy of this Form 990 is required to be filed ► CA
- Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.  
 Own website       Another's website       Upon request
- Describe in Schedule O whether (and if so, how) the organization makes its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.  
SEE SCHEDULE O
- State the name, physical address, and telephone number of the person who possesses the books and records of the organization:  
► ROCHELLE ZAWODNY 707 WILSHIRE BLVD. LOS ANGELES CA 90017 (213) 891-2905

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

Check if Schedule O contains a response to any question in this Part VII. ....

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

**1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of 'key employee.'
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

<b>(A)</b> Name and title	<b>(B)</b> Average hours per week (describe hours for related organizations in Schedule O)	<b>(C)</b> Position (do not check more than one box, unless person is both an officer and a director/trustee)					<b>(D)</b> Reportable compensation from the organization (W-2/1099-MISC)	<b>(E)</b> Reportable compensation from related organizations (W-2/1099-MISC)	<b>(F)</b> Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated			
(1) JOHN BRYANT CEO	40	X		X			440,441.	0.	0.
(2) TIMOTHY R CHRISMAN BOARD MEMBER	0.3	X					0.	0.	0.
(3) CRAIG DEROGY BOARD MEMBER	0.3	X					0.	0.	0.
(4) GEORGE W. HALIGOWSKI BOARD MEMBER	0.3	X					0.	0.	0.
(5) LYNN CARTER BOARD MEMBER	0.3	X					0.	0.	0.
(6) GREGORY A. MITCHELL BOARD MEMBER	0.3	X					0.	0.	0.
(7) WILLIAM HANNA BOARD MEMBER	0.5	X					0.	0.	0.
(8) MICHAEL AROUGHETI BOARD MEMBER	0.3	X					0.	0.	0.
(9) PAUL H. IRVING BOARD MEMBER	0.4	X					0.	0.	0.
(10) DON J. MCGRATH BOARD MEMBER	0.3	X					0.	0.	0.
(11) LYNN PIKE BOARD MEMBER	0.3	X					0.	0.	0.
(12) JOHN ROBINSON BOARD MEMBER	0.3	X					0.	0.	0.
(13) JOHN BLENKE BOARD MEMBER	0.3	X					0.	0.	0.
(14) ROBERT BURTON BOARD MEMBER	0.3	X					0.	0.	0.

## Part VII | Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (cont)

(A) Name and title	(B) Average hours per week (describ- e hours for related organi- zations in Sch O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)				(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee			
(15) JEFF FENDLER BOARD MEMBER	0.3	X				0.	0.	0.
(16) ARLEN W. GELBARD BOARD MEMBER	0.3	X				0.	0.	0.
(17) PIERRE HABIS BOARD MEMBER	0.3	X				0.	0.	0.
(18) RICHARD C. HARTNACK BOARD MEMBER	0.3	X				0.	0.	0.
(19) ROBERTO R. HERENCIA BOARD MEMBER	0.5	X				0.	0.	0.
(20) MS. JULIA T. BROWN, ESQ. BOARD MEMBER	0.3	X				0.	0.	0.
(21) SEAN CLEARY BOARD MEMBER	0.3	X				0.	0.	0.
(22) KRAIG T. KITCHIN BOARD MEMBER	0.3	X				0.	0.	0.
(23) BRIAN LONGE BOARD MEMBER	0.3	X				0.	0.	0.
(24) THOMAS MCINERNEY BOARD MEMBER	0.3	X				0.	0.	0.
(25) MICHAEL J. SHEPHERD BOARD MEMBER	0.3	X				0.	0.	0.
<b>1b Sub-total</b>						<b>440,441.</b>	0.	0.
<b>c Total from continuation sheets to Part VII, Section A</b>						<b>795,364.</b>	0.	0.
<b>d Total (add lines 1b and 1c)</b>						<b>1,235,805.</b>	0.	0.

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization ► 4

		Yes	No
3 Did the organization list any <b>former</b> officer, director or trustee, key employee, or highest compensated employee on line 1a? If 'Yes,' complete Schedule J for such individual.	3	X	
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If 'Yes' complete Schedule J for such individual.	4	X	
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If 'Yes,' complete Schedule J for such person.	5	X	

## Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
BALDWIN HILLS INVESTORS, LTD C/O FORSAT 141 ELCAMINO, SUITE203 BEVERL	LANDLORD HOPE CENTER	
2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 in compensation from the organization ► 0		

## Continuation Sheet for Form 990

2011

Department of the Treasury  
Internal Revenue Service

Name of the Organization

OPERATION HOPE, INC.

Employer Identification number  
95-4378084**Part VII Continuation: Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)			(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Former employee	Highest compensated employee	Key employee			
WALTER J. MIX BOARD MEMBER	0.3	X			0.	0.	0.
DAVID W. MOONEY BOARD MEMBER	0.3	X			0.	0.	0.
CELIE NIEHAUS BOARD MEMBER	0.3	X			0.	0.	0.
MICHAEL CURCIO BOARD MEMBER	0.3	X			0.	0.	0.
CRAIG HUDSON BOARD MEMBER	0.3	X			0.	0.	0.
MICHAEL P. SMITH BOARD MEMBER	0.3	X			0.	0.	0.
MARY LEE WIDENER BOARD MEMBER	0.3	X			0.	0.	0.
ANAND NALLATHAMBI BOARD MEMBER	0.3	X			0.	0.	0.
DUNCAN NIEDERAUER BOARD MEMBER	0.3	X			0.	0.	0.
DAVID SIMON BOARD MEMBER	0.3	X			0.	0.	0.
ESTHER STEARNS BOARD MEMBER	0.3	X			0.	0.	0.
JAMES WELLS III BOARD MEMBER	0.3	X			0.	0.	0.
TIMOTHY WENNES BOARD MEMBER	0.3	X			0.	0.	0.
RACHEL DOFF EVP/CAO	40		X		111,133.	0.	0.
WILLIAM WALBRECHER PRESIDENT & COO	40		X		202,017.	0.	0.
ROCHELLE ZAWODNY SR VPCONTROLLER	40		X		87,100.	0.	0.
KEVIN FLEMING SR. V.P. FIELD OPERATIONS	40			X	88,442.	0.	0.
MARY HAGERTY S.V.P. FINANCIAL LITERACY	40			X	98,373.	0.	0.
LANCE TRIGGS CHIEF OF STAFF HC	40			X	109,926.	0.	0.
JENA ROSCOE S.V.P. GOVERNMENT AFFAIRS	40			X	98,373.	0.	0.

**Part VIII Statement of Revenue**

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
CONTRIBUTIONS, GIFTS, GRANTS AND OTHER SIMILAR AMOUNTS	<b>1a</b> Federated campaigns .....	1a			
	<b>1b</b> Membership dues .....				
	<b>1c</b> Fundraising events .....				
	<b>1d</b> Related organizations .....				
	<b>1e</b> Government grants (contributions) .....				
	<b>1f</b> All other contributions, gifts, grants, and similar amounts not included above .....				
	<b>1g</b> Noncash contributions included in lns 1a-1f: \$ 1,000,527.				
	<b>1h Total.</b> Add lines 1a-1f ► 8,983,152.				
PROGRAM SERVICE REVENUE	<b>2a</b> -----	Business Code			
	<b>b</b> -----				
	<b>c</b> -----				
	<b>d</b> -----				
	<b>e</b> -----				
	<b>f</b> All other program service revenue .....				
	<b>g Total.</b> Add lines 2a-2f ►				
	<b>3</b> Investment income (including dividends, interest and other similar amounts) .....				
<b>4</b> Income from investment of tax-exempt bond proceeds					
<b>5</b> Royalties .....					
<b>6a</b> Gross rents. 100,000.	(i) Real 100,000. (ii) Personal				
<b>b</b> Less: rental expenses.					
<b>c</b> Rental income or (loss) 100,000.					
<b>d</b> Net rental income or (loss) ► 100,000.					
<b>7a</b> Gross amount from sales of assets other than inventory..	(i) Securities (ii) Other				
<b>b</b> Less: cost or other basis and sales expenses .....					
<b>c</b> Gain or (loss) .....					
<b>d</b> Net gain or (loss) ►					
<b>8a</b> Gross income from fundraising events (not including. \$ _____ of contributions reported on line 1c). See Part IV, line 18..... a					
<b>b</b> Less: direct expenses .....					
<b>c</b> Net income or (loss) from fundraising events ►					
<b>9a</b> Gross income from gaming activities. See Part IV, line 19..... a					
<b>b</b> Less: direct expenses .....					
<b>c</b> Net income or (loss) from gaming activities. ►					
<b>10a</b> Gross sales of inventory, less returns and allowances..... a					
<b>b</b> Less: cost of goods sold .....					
<b>c</b> Net income or (loss) from sales of inventory..... ►					
Miscellaneous Revenue	<b>Business Code</b>				
<b>11a</b> CYBER CAFE	8,062.				8,062.
<b>b</b> SEMINAR FEES					
<b>c</b> BOOK SALE					
<b>d</b> All other revenue .....					
<b>e Total.</b> Add lines 11a-11d ► 11,219.					
<b>12 Total revenue.</b> See instructions..... ► 9,096,713.	0.	0.	0.	113,561.	

**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Check if Schedule O contains a response to any question in this Part IX. 

<b>Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.</b>	<b>(A)</b> Total expenses	<b>(B)</b> Program service expenses	<b>(C)</b> Management and general expenses	<b>(D)</b> Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21.....				
2 Grants and other assistance to individuals in the United States. See Part IV, line 22.....				
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16 ..				
4 Benefits paid to or for members.....				
5 Compensation of current officers, directors, trustees, and key employees.....	1,235,805.	840,662.	230,099.	165,044.
6 Compensation 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.
7 Other salaries and wages.....	4,437,412.	3,018,568.	826,218.	592,626.
8 Pension plan accruals and contributions (include section 401(k) and section 403(b) employer contributions).....	23,163.	15,757.	4,313.	3,093.
9 Other employee benefits.....	459,769.	312,760.	85,606.	61,403.
10 Payroll taxes .....	421,053.	281,868.	84,702.	54,483.
11 Fees for services (non-employees):				
a Management .....				
b Legal .....				
c Accounting .....				
d Lobbying.....				
e Professional fundraising services. See Part IV, line 17 .....				
f Investment management fees.....				
g Other.....				
12 Advertising and promotion.....				
13 Office expenses.....	124,578.	49,201.	44,801.	30,576.
14 Information technology.....				
15 Royalties.....				
16 Occupancy .....	753,056.	594,007.	98,264.	60,785.
17 Travel.....	423,511.	183,727.	9,475.	230,309.
18 Payments of travel or entertainment expenses for any federal, state, or local public officials .....				
19 Conferences, conventions, and meetings.....				
20 Interest .....	62,302.		62,302.	
21 Payments to affiliates .....				
22 Depreciation, depletion, and amortization .....	352,055.	238,918.	106,901.	6,236.
23 Insurance.....	150,533.	81,443.	57,034.	12,056.
24 Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.).....				
a PROFESSIONAL FEES .....	305,233.	81,772.	215,747.	7,714.
b COMMUNICATIONS .....	279,897.	187,592.	43,106.	49,199.
c PROGRAM & EVENT EXPENSES .....	210,390.	196,006.	525.	13,859.
d OTHER .....	179,936.	112,770.	35,983.	31,183.
e All other expenses .....	923,475.	348,866.	407,339.	167,270.
25 Total functional expenses. Add lines 1 through 24e.....	10,342,168.	6,543,917.	2,312,415.	1,485,836.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				
Check here ► <input type="checkbox"/> if following SOP 98-2 (ASC 958-720).....				

## Part X Balance Sheet

		(A) Beginning of year		(B) End of year
ASSETS	1 Cash – non-interest-bearing.....		1	
	2 Savings and temporary cash investments.....	1,550,650.	2	1,002,541.
	3 Pledges and grants receivable, net.....	7,731,712.	3	6,642,952.
	4 Accounts receivable, net .....		4	
	5 Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L.....		5	
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions).....		6	
	7 Notes and loans receivable, net.....		7	
	8 Inventories for sale or use.....		8	
	9 Prepaid expenses and deferred charges.....	138,041.	9	147,034.
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D.....	4,914,673.		
	b Less: accumulated depreciation.....	2,861,598.	10c	2,053,075.
	11 Investments – publicly traded securities.....		11	
	12 Investments – other securities. See Part IV, line 11.....		12	
	13 Investments – program-related. See Part IV, line 11.....		13	
	14 Intangible assets.....		14	
	15 Other assets. See Part IV, line 11.....	563,293.	15	661,852.
	<b>16 Total assets.</b> Add lines 1 through 15 (must equal line 34).....	11,208,581.	16	10,507,454.
LIABILITIES	17 Accounts payable and accrued expenses.....	849,835.	17	697,399.
	18 Grants payable.....		18	
	19 Deferred revenue.....		19	150,000.
	20 Tax-exempt bond liabilities.....		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D.....		21	
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L.....		22	
	23 Secured mortgages and notes payable to unrelated third parties.....	600,000.	23	950,000.
	24 Unsecured notes and loans payable to unrelated third parties.....		24	
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D.....	33,590.	25	4,303.
	<b>26 Total liabilities.</b> Add lines 17 through 25.....	1,483,425.	26	1,801,702.
	<b>NET ASSETS OR FUND BALANCES</b>	Organizations that follow SFAS 117, check here ► <input checked="" type="checkbox"/> and complete lines 27 through 29 and lines 33 and 34.		
	27 Unrestricted net assets.....	1,374,556.	27	-132,049.
	28 Temporarily restricted net assets.....	8,350,600.	28	8,837,801.
	29 Permanently restricted net assets.....		29	
	<b>Organizations that do not follow SFAS 117, check here ► <input type="checkbox"/> and complete lines 30 through 34.</b>			
	30 Capital stock or trust principal, or current funds.....		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund.....		31	
	32 Retained earnings, endowment, accumulated income, or other funds.....		32	
	33 Total net assets or fund balances.....	9,725,156.	33	8,705,752.
	<b>34 Total liabilities and net assets/fund balances.</b> .....	11,208,581.	34	10,507,454.

BAA

Form 990 (2011)

**Part XI Reconciliation of Net Assets**Check if Schedule O contains a response to any question in this Part XI. .... 

1 Total revenue (must equal Part VIII, column (A), line 12).....	1	9,096,713.
2 Total expenses (must equal Part IX, column (A), line 25).....	2	10,342,168.
3 Revenue less expenses. Subtract line 2 from line 1.....	3	-1,245,455.
4 Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A)).....	4	9,725,156.
5 Other changes in net assets or fund balances (explain in Schedule O) .. SEE SCHEDULE O.....	5	226,051.
6 Net assets or fund balances at end of year. Combine lines 3, 4, and 5 (must equal Part X, line 33, column (B)).....	6	8,705,752.

**Part XII Financial Statements and Reporting**Check if Schedule O contains a response to any question in this Part XII. .... 

	Yes	No
1 Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____		
If the organization changed its method of accounting from a prior year or checked 'Other,' explain in Schedule O.		
2a Were the organization's financial statements compiled or reviewed by an independent accountant? .....	2a	X
b Were the organization's financial statements audited by an independent accountant? .....	2b	X
c If 'Yes' to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? .....	2c	X
If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.		
d If 'Yes' to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a separate basis, consolidated basis, or both:		
<input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		
3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? .....	3a	X
b If 'Yes,' did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits. ....	3b	X

BAA

Form 990 (2011)

**SCHEDULE A**  
(Form 990 or 990-EZ)Department of the Treasury  
Internal Revenue Service**Public Charity Status and Public Support**

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

**2011****Open to Public  
Inspection**

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I Reason for Public Charity Status** (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

1  A church, convention of churches or association of churches described in **section 170(b)(1)(A)(i)**.  
 2  A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E.)  
 3  A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.  
 4  A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state:  
 5  An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II.)  
 6  A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.  
 7  An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)  
 8  A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)  
 9  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 exempt 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)**. (Complete Part III.)  
 10  An organization organized and operated exclusively to test for public safety. See **section 509(a)(4)**.  
 11  An organization organized and operated exclusively for the benefit of, to perform the functions of, or carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See **section 509(a)(3)**. Check the box that describes the type of supporting organization and complete lines 11e through 11h.  
 a  Type I      b  Type II      c  Type III – Functionally integrated      d  Type III – Other  
 e  By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).  
 f  If the organization received a written determination from the IRS that is a Type I, Type II or Type III supporting organization, check this box .....   
 g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

	Yes	No
11 g (i)		
11 g (ii)		
11 g (iii)		

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section (see instructions))	(iv) Is the organization in column (i) listed in your governing document?		(v) Did you notify the organization in column (i) of your support?		(vi) Is the organization in column (i) organized in the U.S.?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
<b>Total</b>									

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule A (Form 990 or 990-EZ) 2011

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any 'unusual grants.') .....	10703743.	5,432,848.	12711334.	14553432.	8,983,152.	52,384,509.
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf. ....						0.
3 The value of services or facilities furnished by a governmental unit to the organization without charge ...						0.
4 <b>Total.</b> Add lines 1 through 3 ...	10703743.	5,432,848.	12711334.	14553432.	8,983,152.	52,384,509.
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f) ..						13,807,317.
6 <b>Public support.</b> Subtract line 5 from line 4 .....						38,577,192.

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
7 Amounts from line 4 .....	10703743.	5,432,848.	12711334.	14553432.	8,983,152.	52,384,509.
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources .....	3.	1,057.	24,195.	19,659.	2,949.	47,863.
9 Net income from unrelated business activities, whether or not the business is regularly carried on. ....						0.
10 Other income. Do not include gain or loss from the sale of capital assets. (Explain in Part IV.) SEE PART IV ...	31,214.	167,256.	116,069.	130,211.	111,219.	555,969.
11 <b>Total support.</b> Add lines 7 through 10 .....						52,988,341.
12 Gross receipts from related activities, etc (see instructions) .....					12	0.
13 <b>First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and <b>stop here</b> .....						<input type="checkbox"/>

**Section C. Computation of Public Support Percentage**

14 Public support percentage for 2011 (line 6, column (f) divided by line 11, column (f)). .....	14	72.80 %
15 Public support percentage from 2010 Schedule A, Part II, line 14 .....	15	71.18 %
16a <b>33-1/3% support test – 2011.</b> If the organization did not check the box on line 13, and the line 14 is 33-1/3% or more, check this box and <b>stop here</b> . The organization qualifies as a publicly supported organization. ....		<input checked="" type="checkbox"/>
b <b>33-1/3% support test – 2010.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33-1/3% or more, check this box and <b>stop here</b> . The organization qualifies as a publicly supported organization. ....		<input type="checkbox"/>
17a <b>10%-facts-and-circumstances test – 2011.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and <b>stop here</b> . Explain in Part IV how the organization meets the 'facts-and-circumstances' test. The organization qualifies as a publicly supported organization. ....		<input type="checkbox"/>
b <b>10%-facts-and-circumstances test – 2010.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and <b>stop here</b> . Explain in Part IV how the organization meets the 'facts-and-circumstances' test. The organization qualifies as a publicly supported organization. ....		<input type="checkbox"/>
18 <b>Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions... .		<input checked="" type="checkbox"/>

BAA

Schedule A (Form 990 or 990-EZ) 2011

**Part III Support Schedule for Organizations Described in Section 509(a)(2)**

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

**Section A. Public Support**

Calendar year (or fiscal yr beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions and membership fees received. (Do not include any 'unusual grants.') .....						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose. ....						
3 Gross receipts from activities that are not an unrelated trade or business under section 513. ....						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf. ....						
5 The value of services or facilities furnished by a governmental unit to the organization without charge. ....						
<b>6 Total.</b> Add lines 1 through 5. ....						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons. ....						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year. ....						
<b>c</b> Add lines 7a and 7b. ....						
<b>8 Public support</b> (Subtract line 7c from line 6.) ....						

**Section B. Total Support**

Calendar year (or fiscal yr beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
9 Amounts from line 6. ....						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources. ....						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975. ....						
<b>c</b> Add lines 10a and 10b. ....						
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on. ....						
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.) ....						
<b>13 Total support.</b> (Add Ins 9, 10c, 11, and 12.)						
<b>14 First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and <b>stop here</b> .... ► <input type="checkbox"/>						

**Section C. Computation of Public Support Percentage**

15 Public support percentage for 2011 (line 8, column (f) divided by line 13, column (f)).....	15	%
16 Public support percentage from 2010 Schedule A, Part III, line 15.....	16	%

**Section D. Computation of Investment Income Percentage**

17 Investment income percentage for <b>2011</b> (line 10c, column (f) divided by line 13, column (f)).....	17	%
18 Investment income percentage from <b>2010</b> Schedule A, Part III, line 17.....	18	%
<b>19a 33-1/3% support tests – 2011.</b> If the organization did not check the box on line 14, and line 15 is more than 33-1/3%, and line 17 is not more than 33-1/3%, check this box and <b>stop here</b> . The organization qualifies as a publicly supported organization..... ► <input type="checkbox"/>		
<b>b 33-1/3% support tests – 2010.</b> If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33-1/3%, and line 18 is not more than 33-1/3%, check this box and <b>stop here</b> . The organization qualifies as a publicly supported organization.... ► <input type="checkbox"/>		
<b>20 Private foundation.</b> If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions..... ► <input type="checkbox"/>		

## Part IV

**Supplemental Information.** Complete this part to provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12. Also complete this part for any additional information. (See instructions).

2011

**SCHEDULE A, PART IV - SUPPLEMENTAL INFORMATION PAGE 5**

OPERATION HOPE, INC.

95-4378084

**PART II, LINE 10 - OTHER INCOME**

<u>NATURE AND SOURCE</u>	2011	2010	2009	2008	2007
OTHER INCOME	111,219.	130,211.	116,069.	167,256.	31,214.
TOTAL	<u>\$ 111,219.</u>	<u>\$ 130,211.</u>	<u>\$ 116,069.</u>	<u>\$ 167,256.</u>	<u>\$ 31,214.</u>

**Schedule B**  
(Form 990, 990-EZ,  
or 990-PF)Department of the Treasury  
Internal Revenue Service

PUBLIC DISCLOSURE COPY

OMB No. 1545-0047

**Schedule of Contributors**

► Attach to Form 990, Form 990-EZ, or Form 990-PF

**2011**

Name of the organization	Employer identification number
OPERATION HOPE, INC.	95-4378084

**Organization type** (check one):**Filers of:**

Form 990 or 990-EZ

**Section:**

501(c)(3) (enter number) organization  
 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation  
 527 political organization

Form 990-PF

501(c)(3) exempt private foundation  
 4947(a)(1) nonexempt charitable trust treated as a private foundation  
 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.**General Rule**

For an organization 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 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions 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 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not total 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. ► \$ \_\_\_\_\_

**Caution:** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it **must** answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2, of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).**BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990,  
990EZ, or 990-PF.**

Schedule B (Form 990, 990-EZ, or 990-PF) (2011)

Name of organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I** **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1		\$ 900,500	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2		\$ 2,119,917	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
3		\$ 249,734	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
4		\$ 422,791	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
5		\$ 254,200	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
6		\$ 1,000,527	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I** **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
7		\$ 250,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

**Name of organization**

OPERATION HOPE, INC.

**Employer identification number**

95-4378084

**Part II** **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
6	COMPUTER SOFTWARE	\$ 1,000,527	11/18/11

BAA

Schedule **B** (Form 990, 990-EZ, or 990-PF) (2011)

**Name of organization**

Employer identification number  
95-4378084

**Part III** *Exclusively religious, charitable, etc, individual contributions to section 501(c)(7), (8), or (10) organizations that total more than \$1,000 for the year.* Complete cols (a) through (e) and the following line.

**SCHEDULE D**  
**(Form 990)**Department of the Treasury  
Internal Revenue Service

OMB No. 1545-0047

**2011****Open to Public  
Inspection****Supplemental Financial Statements**

► Complete if the organization answered 'Yes,' to Form 990,  
Part IV, lines 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.  
► Attach to Form 990. ► See separate instructions.

Name of the organization

Employer identification number

OPERATION HOPE, INC.

95-4378084

**Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year.....		
2 Aggregate contributions to (during year).....		
3 Aggregate grants from (during year).....		
4 Aggregate value at end of year.....		

5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?.....  Yes  No

6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?.....  Yes  No

**Part II Conservation Easements.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).

Preservation of land for public use (e.g., recreation or education)  Preservation of an historically important land area

Protection of natural habitat  Preservation of a certified historic structure

Preservation of open space

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Tax Year
2a	
2b	
2c	
2d	

a Total number of conservation easements.....

b Total acreage restricted by conservation easements.....

c Number of conservation easements on a certified historic structure included in (a).....

d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register.....

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ► \_\_\_\_\_

4 Number of states where property subject to conservation easement is located ► \_\_\_\_\_

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?.....  Yes  No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year  
► \_\_\_\_\_

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year  
► \$ \_\_\_\_\_

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?.....  Yes  No

9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.**  
Complete if the organization answered 'Yes' to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenues included in Form 990, Part VIII, line 1..... ► \$ \_\_\_\_\_

(ii) Assets included in Form 990, Part X..... ► \$ \_\_\_\_\_

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:

a Revenues included in Form 990, Part VIII, line 1..... ► \$ \_\_\_\_\_

b Assets included in Form 990, Part X..... ► \$ \_\_\_\_\_

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)**

**3** Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

**a**  Public exhibition  
**b**  Scholarly research  
**c**  Preservation for future generations

**d**  Loan or exchange programs  
**e**  Other \_\_\_\_\_

**4** Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.

**5** During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? .....  Yes  No

**Part IV Escrow and Custodial Arrangements.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

**1a** Is the organization an agent, trustee, custodian, or other intermediary for contributions or other assets not included on Form 990, Part X? .....  Yes  No

**b** If 'Yes,' explain the arrangement in Part XIV and complete the following table:

	Amount
<b>1c</b>	
<b>1d</b>	
<b>1e</b>	
<b>1f</b>	

**2a** Did the organization include an amount on Form 990, Part X, line 21? .....  Yes  No

**b** If 'Yes,' explain the arrangement in Part XIV.

**Part V Endowment Funds.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
<b>1a</b> Beginning of year balance.....					
<b>b</b> Contributions.....					
<b>c</b> Net investment earnings, gains, and losses.....					
<b>d</b> Grants or scholarships.....					
<b>e</b> Other expenditures for facilities and programs.....					
<b>f</b> Administrative expenses.....					
<b>g</b> End of year balance.....					

**2** Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

**a** Board designated or quasi-endowment ► \_\_\_\_\_ %

**b** Permanent endowment ► \_\_\_\_\_ %

**c** Temporarily restricted endowment ► \_\_\_\_\_ %

The percentages in lines 2a, 2b, and 2c should equal 100%.

**3a** Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

	Yes	No
<b>3a(i)</b>		
<b>3a(ii)</b>		

**b** If 'Yes' to 3a(ii), are the related organizations listed as required on Schedule R?.....

**4** Describe in Part XIV the intended uses of the organization's endowment funds.

**Part VI Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
<b>1a</b> Land.....				
<b>b</b> Buildings.....				
<b>c</b> Leasehold improvements.....		1,489,190.	822,773.	666,417.
<b>d</b> Equipment.....		3,318,534.	1,979,665.	1,338,869.
<b>e</b> Other.....		106,949.	59,160.	47,789.

**Total.** Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).) ..... ► 2,053,075.

BAA

Schedule D (Form 990) 2011

**Part VII Investments – Other Securities.** See Form 990, Part X, line 12. N/A

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A) _____		
(B) _____		
(C) _____		
(D) _____		
(E) _____		
(F) _____		
(G) _____		
(H) _____		
(I) _____		
<b>Total. (Column (b) must equal Form 990 Part X, column (B) line 12.) ►</b>		

**Part VIII Investments – Program Related.** See Form 990, Part X, line 13. N/A

(a) Description of investment type	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
<b>Total. (Column (b) must equal Form 990, Part X, column (B) line 13.) ►</b>		

**Part IX Other Assets.** See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1) IN-KIND CONTRIBUTION RECEIVABLES	661,852.
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
<b>Total. (Column (b) must equal Form 990, Part X, column (B), line 15.) ►</b>	661,852.

**Part X Other Liabilities.** See Form 990, Part X, line 25.

(a) Description of liability	(b) Book value	
(1) Federal income taxes		
(2) OBLIGATIONS UNDER CAPITAL LEASES	4,303.	
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
(11)		
<b>Total. (Column (b) must equal Form 990, Part X, column (B) line 25.) ►</b>	4,303.	

2 FIN 48 (ASC 740) Footnote. In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). **SEE PART XIV**

**Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements**

1 Total revenue (Form 990, Part VIII, column (A), line 12).....	9,096,713.
2 Total expenses (Form 990, Part IX, column (A), line 25).....	10,342,168.
3 Excess or (deficit) for the year. Subtract line 2 from line 1.....	-1,245,455.
4 Net unrealized gains (losses) on investments.....	
5 Donated services and use of facilities.....	
6 Investment expenses.....	
7 Prior period adjustments.....	
8 Other (Describe in Part XIV.)... SEE PART XIV.....	226,051.
9 Total adjustments (net). Add lines 4 through 8.....	226,051.
10 Excess or (deficit) for the year per audited financial statements. Combine lines 3 and 9.....	-1,019,404.

**Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return**

1 Total revenue, gains, and other support per audited financial statements.....	1	12,069,673.
2 Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a Net unrealized gains on investments.....	2a	
b Donated services and use of facilities.....	2b	2,972,960.
c Recoveries of prior year grants.....	2c	
d Other (Describe in Part XIV.).....	2d	
e Add lines 2a through 2d.....	2e	2,972,960.
3 Subtract line 2e from line 1.....	3	9,096,713.
4 Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a Investment expenses not included on Form 990, Part VIII, line 7b.....	4a	
b Other (Describe in Part XIV.).....	4b	
c Add lines 4a and 4b.....	4c	
5 Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.).....	5	9,096,713.

**Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return**

1 Total expenses and losses per audited financial statements.....	1	13,089,077.
2 Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a Donated services and use of facilities.....	2a	2,746,909.
b Prior year adjustments.....	2b	
c Other losses.....	2c	
d Other (Describe in Part XIV.).....	2d	
e Add lines 2a through 2d.....	2e	2,746,909.
3 Subtract line 2e from line 1.....	3	10,342,168.
4 Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a Investment expenses not included on Form 990, Part VIII, line 7b.....	4a	
b Other (Describe in Part XIV.).....	4b	
c Add lines 4a and 4b.....	4c	
5 Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.).....	5	10,342,168.

**Part XIV Supplemental Information**

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b. Also complete this part to provide any additional information.

**PART X-FIN 48 FOOTNOTE**

HOPE BELIEVES THAT IT HAS APPROPRIATE SUPPORT FOR ANY TAX POSITION TAKEN AND, AS SUCH, DOES NOT HAVE ANY UNCERTAIN TAX POSITIONS THAT WOULD REQUIRE RECOGNITION OR DISCLOSURE AT DECEMBER 31, 2011.

**Part XIV** **Supplemental Information (continued)**

2011

**SCHEDULE D, PART XIV - SUPPLEMENTAL INFORMATION PAGE 6**

OPERATION HOPE, INC.

95-4378084

**SCHEDULE D, PART XI, LINE 8  
OTHER CHANGES IN NET ASSETS OR FUND BALANCES**

EXCESS OF IN-KIND REVENUES OVER IN-KIND EXPENSES.....	\$ 226,051.
<b>TOTAL</b>	<b><u>\$ 226,051.</u></b>

**Schedule F**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Statement of Activities Outside the United States**

► Complete if the organization answered 'Yes' to Form 990, Part IV, line 14b, 15, or 16.  
► Attach to Form 990. ► See separate instructions.

OMB No. 1545-0047

**2011**

**Open to Public  
Inspection**

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I General Information on Activities Outside the United States.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 14b.

**1 For grantmakers.** Does the organization maintain records to substantiate the amount of its grants and other assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance?...  Yes  No

**2 For grantmakers.** Describe in Part V the organization's procedures for monitoring the use of its grants and other assistance outside the United States.

**3 Activities per Region.** (The following Part I, line 3 table can be duplicated if additional space is needed.)

**PART V**

(a) Region	(b) Number of offices in the region	(c) Number of employees, agents, and independent contractors in region	(d) Activities conducted in region (by type) (e.g., fundraising, program services, investments, grants to recipients located in the region)	(e) If activity listed in (d) is a program service, describe specific type of service(s) in region	(f) Total expenditures for and investments in region
(1) GAUTANG PROVINCE	1	1	1 FINANCIAL LITERACY	BOOF PROGRAMS IN SCHOOLS	70,780.
WESTERN CAPE					
(2) PROVINCE	1	1	1 FINANCIAL LITERACY	BOOF PROGRAMS IN SCHOOLS	66,985.
HAITI- CLOSED					
(3) IN AUGUST			1 FINANCIAL LITERACY	BOOF PROGRAMS IN SCH	41,117.
SOUTH AFRICA					
(4) JOHANNESBURG	1	2	2 FINANCIAL LITERACY	BOOF PROGRAMS IN SCH	210,920.
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					
(11)					
(12)					
(13)					
(14)					
(15)					
(16)					
(17)					
3a Sub-total.....	3	5			389,802.
b Total from continuation sheets to Part I.....					
c Totals (add lines 3a and 3b)....	3	5			389,802.

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule F (Form 990) 2011

**Part II Grants and Other Assistance to Organizations or Entities Outside the United States.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 15, for any recipient who received more than \$5,000. Check this box if no one recipient received more than \$5,000...

Part II can be duplicated if additional space is needed.

1	(a) Name of organization	(b) IRS code section and EIN (if applicable)	(c) Region	(d) Purpose of grant	(e) Amount of cash grant	(f) Manner of cash disbursement	(g) Amount of non-cash assistance	(h) Description of non-cash assistance	(i) Method of valuation (book, FMV, appraisal, other)
(1)									
(2)									
(3)									
(4)									
(5)									
(6)									
(7)									
(8)									
(9)									
(10)									
(11)									
(12)									
(13)									
(14)									
(15)									
(16)									

2 Enter total number of recipient organizations listed above that are recognized as charities by the foreign country, recognized as tax-exempt by the IRS, or for which the grantee or counsel has provided a section 50 (c)(3) equivalency letter.....  
 0

3 Enter total number of other organizations or entities.....  
 0

**Part III Grants and Other Assistance to Individuals Outside the United States.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 16. Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Region	(c) Number of recipients	(d) Amount of cash grant	(e) Manner of cash disbursement	(f) Amount of non-cash assistance	(g) Description of non-cash assistance	(h) Method of valuation (book, FMV, appraisal, other)
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							
(10)							
(11)							
(12)							
(13)							
(14)							
(15)							
(16)							
(17)							
(18)							

**Part IV Foreign Forms**

1 Was the organization a U.S. transferor of property to a foreign corporation during the tax year? *If 'Yes,' the organization may be required to file Form 926, Return by a U.S. Transferor of Property to a Foreign Corporation (see Instructions for Form 926)* .....  Yes  No

2 Did the organization have an interest in a foreign trust during the tax year? *If 'Yes,' the organization may be required to file Form 3520, Annual Return To Report Transactions with Foreign Trusts and Receipt of Certain Foreign Gifts, and/or Form 3520-A Annual Information Return of Foreign Trust With a U.S. Owner (see Instructions for Forms 3520 and 3520-A)* .....  Yes  No

3 Did the organization have an ownership interest in a foreign corporation during the tax year? *If 'Yes,' the organization may be required to file Form 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations. (see Instructions for Form 5471)* .....  Yes  No

4 Was the organization a direct or indirect shareholder of a passive foreign investment company or a qualified electing fund during the tax year? *If 'Yes,' the organization may be required to file Form 8621, Information Return by a Shareholder of a Passive Foreign Investment Company or Qualified Electing Fund. (see Instructions for Form 8621)* .....  Yes  No

5 Did the organization have an ownership interest in a foreign partnership during the tax year? *If 'Yes,' the organization may be required to file Form 8865, Return of U.S. Persons With Respect To Certain Foreign Partnerships. (see Instructions for Form 8865)* .....  Yes  No

6 Did the organization have any operations in or related to any boycotting countries during the tax year? *If 'Yes,' the organization may be required to file Form 5713, International Boycott Report (see Instructions for Form 5713)* .....  Yes  No

**Part V Supplemental Information**

Complete this part to provide the information required by Part I, line 2 (monitoring of funds); Part I, line 3, column (f) (accounting method; amounts of investments vs expenditures per region); Part II, line 1 (accounting method); Part III (accounting method); and Part III, column (c) (estimated number of recipients), as applicable. Also complete this part to provide any additional information (see instructions).

**PART I - ADDITIONAL SUPPLEMENTAL INFORMATION**

THE ORGANIZATION USES IT'S OWN CONTROLLED MAS 90 JOB COSTS RECORDS TO MONITOR THE USE OF FUNDS.

**SCHEDULE J**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Compensation Information**

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

OMB No. 1545-0047

**2011**

Open to Public Inspection

Name of the organization

**OPERATION HOPE, INC.**

Employer identification number

**95-4378084**

**Part I Questions Regarding Compensation**

**1 a** Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

**PART III**

- First-class or charter travel
- Travel for companions
- Tax indemnification and gross-up payments
- Discretionary spending account

- Housing allowance or residence for personal use
- Payments for business use of personal residence
- Health or social club dues or initiation fees
- Personal services (e.g., maid, chauffeur, chef)

	<b>Yes</b>	<b>No</b>
<b>1 b</b>	X	
<b>2</b>	X	

**b** If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If 'No,' complete Part III to explain.....

**2** Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?.....

**3** Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director. Explain in Part III.

- Compensation committee
- Independent compensation consultant
- Form 990 of other organizations

- Written employment contract
- Compensation survey or study
- Approval by the board or compensation committee

<b>4</b>	<b>During the year, did any person listed in Form 990, Part VII, Section A, line 1a with respect to the filing organization or a related organization:</b>
<b>4a</b>	X
<b>4b</b>	X
<b>4c</b>	X

**a** Receive a severance payment or change-of-control payment? .....

**b** Participate in, or receive payment from, a supplemental nonqualified retirement plan? .....

**c** Participate in, or receive payment from, an equity-based compensation arrangement?.....

If 'Yes' to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

<b>5</b>	<b>For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:</b>
<b>5a</b>	X
<b>5b</b>	X

**Only section 501(c)(3) and 501(c)(4) organizations must complete lines 5-9.**

**5** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

**a** The organization?.....

**b** Any related organization?.....

If 'Yes' to line 5a or 5b, describe in Part III.

<b>6</b>	<b>For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:</b>
<b>6a</b>	X
<b>6b</b>	X

**6** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

**a** The organization?.....

**b** Any related organization?.....

If 'Yes' to line 6a or 6b, describe in Part III.

<b>7</b>	<b>For persons listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If 'Yes,' describe in Part III.....</b>
<b>8</b>	<b>Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If 'Yes,' describe in Part III.....</b>
<b>9</b>	<b>If 'Yes' to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?.....</b>

**BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990.**

Schedule J (Form 990) 2011

**Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees.** Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported in Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

**Note.** The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable columns (D) and (E) amounts for that individual.

(A) Name	(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation reported as deferred in prior Form 990
	(i) Base compensation	(ii) Bonus and incentive compensation	(iii) Other reportable compensation				
1 JOHN BRYANT	(i) 250,000.0.	(ii) 190,441.0.	(iii) 0.	0.	0.	440,441.0.	0.
2 WILLIAM WALBRECHER	(i) 202,017.0.	(ii) 0.	(iii) 0.	0.	0.	202,017.0.	0.
3	(i)	(ii)	(iii)				
4	(i)	(ii)	(iii)				
5	(i)	(ii)	(iii)				
6	(i)	(ii)	(iii)				
7	(i)	(ii)	(iii)				
8	(i)	(ii)	(iii)				
9	(i)	(ii)	(iii)				
10	(i)	(ii)	(iii)				
11	(i)	(ii)	(iii)				
12	(i)	(ii)	(iii)				
13	(i)	(ii)	(iii)				
14	(i)	(ii)	(iii)				
15	(i)	(ii)	(iii)				
16	(i)	(ii)	(iii)				

**Part III Supplemental Information**

Complete this part to provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 3, 4a, 4b, 4c, 5a, 5b, 6a, 6b, 7, and 8, for Part II. Also complete this part for any additional information.

**PART 1, LINE 1A - RELEVANT INFORMATION REGARDING COMPENSATION BENEFITS**

HOPE'S POLICY IN REGARDS TO TRAVEL OF CEO:

PER THE EMPLOYMENT AGREEMENT ENDED JUNE 30, 2011, THE POLICY WAS TO REIMBURSE HIM FOR ANY TRAVEL AND OTHER EXPENSES REASONABLY AND NECESSARILY INCURRED BY EMPLOYEE IN THE PERFORMANCE OF EMPLOYEE'S DUTIES INCLUDING THE REASONABLE COST OF A SPOUSE OR OTHER COMPANION WHERE THE INCLUSION OF SPOUSE OR OTHER COMPANION IS NECESSARY AND APPROPRIATE TO THE BUSINESS FUNCTION RELATING TO SUCH TRAVEL AND IN THE BEST INTERESTS OF OPERATION HOPE. PER THE EMPLOYMENT AGREEMENT BEGINNING JULY 1, 2010 AND ENDING JUNE 30, 2013, THE TRAVEL AND BUSINESS EXPENSES REIMBURSEMENTS ONLY COVERED THE CEO, NOT TO INCLUDE COSTS OF A SPOUSE OR OTHER COMPANION.

**BAA**

**SCHEDULE M**  
**(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Noncash Contributions**

► Complete if the organizations answered 'Yes'  
on Form 990, Part IV, lines 29 or 30.  
► Attach to Form 990.

OMB No. 1545-0047

**2011**

**Open To Public  
Inspection**

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I Types of Property**

	(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1 Art – Works of art.....				
2 Art – Historical treasures.....				
3 Art – Fractional interests.....				
4 Books and publications.....				
5 Clothing and household goods.....				
6 Cars and other vehicles.....				
7 Boats and planes.....				
8 Intellectual property.....	X	1	1,000,527.	
9 Securities – Publicly traded.....				
10 Securities – Closely held stock.....				
11 Securities – Partnership, LLC, or trust interests.....				
12 Securities – Miscellaneous.....				
13 Qualified conservation contribution – Historic structures.....				
14 Qualified conservation contribution – Other.....				
15 Real estate – Residential.....				
16 Real estate – Commercial.....				
17 Real estate – Other.....				
18 Collectibles.....				
19 Food inventory.....				
20 Drugs and medical supplies.....				
21 Taxidermy.....				
22 Historical artifacts.....				
23 Scientific specimens.....				
24 Archeological artifacts.....				
25 Other ► (COMPUTER EQ SOF.....)	X	1	1,000,527.	FAIR MARKET VAL
26 Other ► (.....)				
27 Other ► (.....)				
28 Other ► (.....)				

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement.....

29

	Yes	No
30a During the year, did the organization receive by contribution any property reported in Part I, lines 1-28 that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period?.....		X
b If 'Yes,' describe the arrangement in Part II.		
31 Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?.....	X	

32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?.....

	Yes	No
32a		X

b If 'Yes,' describe in Part II.

33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II.

**Part II** **Supplemental Information.** Complete this part to provide the information required by Part I, lines 30b, 32b, and 33, and whether the organization is reporting in Part I, column (b), the number of contributions, the number of items received, or a combination of both. Also complete this part for any additional information.

**SCHEDULE R**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

Name of the organization

OPERATION HOPE, INC.

**Related Organizations and Unrelated Partnerships**

- Complete if the organization answered 'Yes' to Form 990, Part IV, line 33, 34, 35, 36, or 37.
- Attach to Form 990. ► See separate instructions.

**Open to Public  
Inspection**

Employer identification number

95-4378084

**2011**

**Part I Identification of Disregarded Entities** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 33.)

(a) Name, address, and EIN of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity
(1) <u>HOPE ADVISORS LLC</u> 707 WILSHIRE BLVD #3030 LOS ANGELES, CA 90017 20-83380765	CONSULTING	CA	0.	0.	OPERATION HOPE INC.
(2) _____	_____	_____	_____	_____	_____
(3) _____	_____	_____	_____	_____	_____
(4) _____	_____	_____	_____	_____	_____

**Part II Identification of Related Tax-Exempt Organizations** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code Section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Sec 512(b)(13) controlled entity?
(1) _____	_____	_____	_____	_____	_____	Yes <input type="checkbox"/> No <input type="checkbox"/>
(2) _____	_____	_____	_____	_____	_____	_____
(3) _____	_____	_____	_____	_____	_____	_____
(4) _____	_____	_____	_____	_____	_____	_____

**Part III Identification of Related Organizations Taxable as a Partnership** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?	(i) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
									Yes	No	
(1) _____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
(2) _____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____
(3) _____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____	_____

**Part IV Identification of Related Organizations Taxable as a Corporation or Trust** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership
(1) _____	_____	_____	_____	_____	_____	_____	_____
(2) _____	_____	_____	_____	_____	_____	_____	_____
(3) _____	_____	_____	_____	_____	_____	_____	_____

**Part V Transactions With Related Organizations** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 34, 35, 35a, or 36.)**Note.** Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

1 During the tax year did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

- a Receipt of **(i)** interest **(ii)** annuities **(iii)** royalties or **(iv)** rent from a controlled entity
- b Gift, grant, or capital contribution to related organization(s)
- c Gift, grant, or capital contribution from related organization(s)
- d Loans or loan guarantees to or for related organization(s)
- e Loans or loan guarantees by related organization(s)

- f Sale of assets to related organization(s)
- g Purchase of assets from related organization(s)
- h Exchange of assets with related organization(s)
- i Lease of facilities, equipment, or other assets to related organization(s)

- j Lease of facilities, equipment, or other assets from related organization(s)
- k Performance of services or membership or fundraising solicitations for related organization(s)
- l Performance of services or membership or fundraising solicitations by related organization(s)
- m Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)
- n Sharing of paid employees with related organization(s)

- o Reimbursement paid to related organization(s) for expenses
- p Reimbursement paid by related organization(s) for expenses

- q Other transfer of cash or property to related organization(s)
- r Other transfer of cash or property from related organization(s)

2 If the answer to any of the above is 'Yes,' see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of other organization	(b) Transaction type (a-r)	(c) Amount involved	(d) Method of determining amount involved
(1)			
(2)			
(3)			
(4)			
(5)			
(6)			

**Part VI Unrelated Organizations Taxable as a Partnership** (Complete if the organization answered 'Yes' to Form 990, Part IV, line 37.)

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

(a) Name, address, and EIN of entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Predominant income (related, unre- lated, excluded from tax under section 512-514)	(e) Are all partners Section 501(c)(3) organizations?	(f) Share of total income	(g) Share of end-of-year assets	(h) Dispropor- tionate allocations?		(i) Code V-UBI amount in box 20 of Schedule K-1 Form (1065)	(j) General or managing partner?	(k) Percentage ownership
							Yes	No			
(1) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(2) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(3) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(4) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(5) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(6) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(7) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(8) -----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----

## **Part VII Supplemental Information**

Complete this part to provide additional information for responses to questions on Schedule R (see instructions).

**Supplemental Information to Form 990 or 990-EZ****2011****Open to Public  
Inspection**

Complete to provide information for responses to specific questions on  
Form 990 or 990-EZ or to provide any additional information.  
► Attach to Form 990 or 990-EZ.

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**FORM 990, PART III, LINE 1 - ORGANIZATION MISSION**

OPERATION HOPE, INC. (HOPE) IS A NON-PROFIT, PUBLIC BENEFIT ORGANIZATION FOUNDED IN LOS ANGELES IN APRIL, 1992. HOPE IS AMERICA'S LEADING PROVIDER OF ECONOMIC TOOLS AND SERVICES. HOPE SEEKS TO BRING TRUE AND SUSTAINING "HOPE" TO THOSE LIVING IN UNDER-SERVED AREAS OF AMERICA, REMINDING THEM ALWAYS THAT THEY ARE IMPORTANT AND NECESSARY. HOPE SEEKS TO CREATE SUSTAINABLE CHANGE WITHIN UNDER-SERVED COMMUNITIES BY CONSISTENTLY PROMOTING OPPORTUNITY, SELF-ESTEEM, SELF LOVE, OPTIMISM AND FUTURE ASPIRATION. THROUGH A SERIES OF PUBLIC/PRIVATE PARTNERSHIPS AND STRATEGIC ALLIANCES, HOPE HAS DEVELOPED AND IMPLEMENTED PROGRAMS FOCUSED ON CONNECTING THE MINORITY COMMUNITY WITH MAINSTREAM, PRIVATE SECTOR RESOURCES, AND EMPOWERING UNDER-SERVED COMMUNITIES.

AMONG THE PROGRAMS OFFERED BY HOPE ARE FINANCIAL COUNSELING, BUSINESS TECHNICAL ASSISTANCE AND THE FACILITATION OF FINANCING FOR INDIVIDUALS AND SMALL GROUPS, PRIMARILY FOR HOMES AND SMALL BUSINESSES.

**FORM 990, PART III, LINE 4A - PROGRAM SERVICE ACCOMPLISHMENTS**

THE BANKING ON OUR FUTURE (BOOF) PROGRAM IS A GLOBAL DELIVERY SYSTEM FOR FINANCIAL EDUCATION FOR YOUTH AGES 9-18 AT NO COST TO SCHOOL DISTRICTS AND COMMUNITY BASED ORGANIZATIONS WITH A FOCUS ON URBAN, UNDER-SERVED COMMUNITIES. THE PROGRAM CONSISTS OF FIVE MODULES, I. A COURSE IN DIGNITY, II. BASICS OF BANKING AND FINANCIAL SERVICES, III. CHECKING & SAVINGS ACCOUNTS, IV. THE POWER OF CREDIT, AND V. BASIC INVESTMENTS, THAT ARE TAUGHT BY VOLUNTEER HOPE CORP MEMBERS WHO ARE TRAINED TO BREAK DOWN THEIR KNOWLEDGE OF BANKING AND CREDIT INTO TERMS THAT YOUTH CAN UNDERSTAND AND UTILIZE IMMEDIATELY. IN ADDITION TO FINANCIAL EDUCATION, THE STUDENTS ARE LEFT WITH A MESSAGE OF EMPOWERMENT, A MESSAGE OF RESPONSIBILITY, AND MOST IMPORTANT, A MESSAGE OF HOPE.

THE PRIMARY UNIQUE ELEMENT OF BOOF IS THAT IT MAKES YOUNG ADULTS THINK DIFFERENTLY

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**FORM 990, PART III, LINE 4A - PROGRAM SERVICE ACCOMPLISHMENTS**

ABOUT THEMSELVES AND THEIR FUTURE AND UNDERSTAND WHY LEARNING ABOUT DIGNITY AND THE LANGUAGE OF MONEY CAN HELP THEM DESIGN AND ACHIEVE THEIR DREAMS.

THE BOOF PROGRAM CURRENTLY OPERATES IN 71 UNITED STATES CITIES AND 4 PROVINCES IN SOUTH AFRICA.

BOOF IS THE RECIPIENT OF THE 11TH JOHN SHERMAN AWARD FOR FINANCIAL EDUCATION GIVEN BY THE UNITED STATES TREASURY DEPARTMENT IN THE HISTORY OF THE UNITED STATES.

**FORM 990, PART III, LINE 4C - PROGRAM SERVICE ACCOMPLISHMENTS**

THE OPERATION HOPE FINANCIAL LITERACY EMPOWERMENT CENTER IS A WORKING "ONE STOP" MODEL LOCATION FOR EMPOWERMENT. THE CENTERS PROVIDE PERSONALIZED SERVICE AND FOCUSED ATTENTION FOR THE PURPOSE OF CREATING COMMUNITY STAKEHOLDERS. BY CONVERTING RENTERS INTO HOME OWNERS AND DREAMERS INTO VIABLE BUSINESS OWNERS, INCREASING NET WORTH, AND IMPROVING THE ECONOMIC QUALITY OF LIFE FOR INDIVIDUALS AND FAMILIES IN EMERGING MARKETS, HOPE WORKS TOWARDS ITS OVERALL MISSION OF ERADICATING POVERTY.

THE HOPE CENTER IS ABLE TO ACCOMPLISH THESE OBJECTIVES BY PROVIDING INNOVATIVE EMPOWERMENT SERVICES THAT CONSIST OF ADULT FINANCIAL LITERACY WORKSHOPS, MONEY MANAGEMENT, BUDGETING COUNSELING, MORTGAGE AND BUSINESS LENDING COUNSELING, INVESTMENT AND RETIREMENT PLANNING, HOME BUYER DOWN PAYMENT ASSISTANCE MATCHING GRANTS, SMALL BUSINESS TECHNICAL ASSISTANCE AND POST FUNDING COUNSELING. OPERATION HOPE HAS 10 HOPE CENTER LOCATIONS INCLUSIVE OF A VIRTUAL HOPE CENTER IN POWAY CALIFORNIA.

PROGRAMS OFFERED:

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**FORM 990, PART III, LINE 4C - PROGRAM SERVICE ACCOMPLISHMENTS**

OFINANCIAL LITERACY WORKSHOPS

OFORECLOSURE PREVENTION COUNSELING

OMONEY MANAGEMENT COUNSELING

OHOMEOWNERSHIP COUNSELING

OSMALL BUSINESS COUNSELING

OLOAN MODIFICATION SERVICES

OCOMPUTER AND INTERNET ACCESS

**FORM 990, PART III, LINE 4D - OTHER PROGRAM SERVICES DESCRIPTION**

PROGRAM SERVICES INCLUDE ECONOMIC EDUCATION, SMALL BUSINESS TECHNICAL

ASSISTANCE, HOMEOWNERSHIP COUNSELING AND EMERGENCY FINANCIAL COUNSELING SERVICES

**FORM 990, PART VI, LINE 11B - FORM 990 REVIEW PROCESS**

THE 990 IS REVIEWED BY THE FOLLOWING GROUPS, IN THIS ORDER, FOR APPROVAL.

1. CONTROLLER

2. PRESIDENT AND CAO

3. CEO

4. THE BOARD OF DIRECTORS' APPROVED AUDIT COMMITTEE MEMBERS

**FORM 990, PART VI, LINE 12C - EXPLANATION OF MONITORING AND ENFORCEMENT OF CONFLICTS**

HOPE HAS A VOLUNTARY BOARD THAT CONTRIBUTES THEIR TIME TO ADVANCE THE PROGRAMS

THROUGH THEIR TIME, TALENT AND TREASURE. ANY TIME A CONFLICT OF INTEREST ARISES IT

IS HANDLED ON A CASE BY CASE BASIS.

**FORM 990, PART VI, LINE 15A - COMPENSATION REVIEW & APPROVAL PROCESS FOR CEO, EXEC. DIR., OR TOP MG**

REVIEW OF COMPENSATION IS PERFORMED BY THE COMPENSATION COMMITTEE OF THE BOARD OF

DIRECTORS FOR THE CEO, PRESIDENT AND COO. CEO HAS A CONTRACT THAT IS REVIEWED AND

RENEWED ON A PERIODIC BASIS BY THE COMPENSATION COMMITTEE OF THE ORGANIZATION. THE

CONTRACT STIPULATES ANNUAL INCREASES BASED ON THE CURRENT CPI. A YEAR AGO HOPE DID

Name of the organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**FORM 990, PART VI, LINE 15A - COMPENSATION REVIEW & APPROVAL PROCESS FOR CEO, EXEC. DIR., OR TOP MC**

AN OUTSIDE INDEPENDENT SALARY SURVEY TO CONFIRM RANGE OF SALARIES FOR THE  
ORGANIZATION.

**FORM 990, PART VI, LINE 15B - COMPENSATION REVIEW & APPROVAL PROCESS FOR OFFICERS & KEY EMPLOYEE**

REVIEW OF COMPENSATION IS PERFORMED BY THE COMPENSATION COMMITTEE OF THE BOARD OF  
DIRECTORS FOR THE CEO, PRESIDENT AND COO. CEO HAS A CONTRACT THAT IS RENEWED BY THE  
COMPENSATION COMMITTEE ON A PERIODIC BASIS. THE CONTRACT STIPULATES ANNUAL  
INCREASES BASED ON THE CURRENT CPI. KEY EMPLOYEE COMPENSATION IS DECIDED AND  
APPROVED BY THE CEO AND PRESIDENT. HOPE PERFOPRMS AN OUTSIDE INDEPENDENT SALARY  
SURVEY TO CONFIRM RANGE OF SALARIES FOR THE ORGANIZATION.

**FORM 990, PART VI, LINE 19 - OTHER ORGANIZATION DOCUMENTS PUBLICLY AVAILABLE**

DOCUMENTS ARE PROVIDED PER REQUESTS FROM INTERESTED PARTIES. FORM 990 IS ACCESSIBLE  
VIA GUIDESTAR.

2011

**SCHEDULE O - SUPPLEMENTAL INFORMATION**

**PAGE 3**

**OPERATION HOPE, INC.**

**95-4378084**

**FORM 990, PART XI, LINE 5**  
**OTHER CHANGES IN NET ASSETS OR FUND BALANCES**

EXCESS OF IN-KIND REVENUES OVER IN-KIND EXPENSES.....	\$ 226,051.
<b>TOTAL</b>	<b><u>\$ 226,051.</u></b>

Depreciation and Amortization  
(Including Information on Listed Property)

2011

Name(s) shown on return

OPERATION HOPE, INC.

Business or activity to which this form relates

FORM 990/990-PF

## Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1 Maximum amount (see instructions).....	1			
2 Total cost of section 179 property placed in service (see instructions).....	2			
3 Threshold cost of section 179 property before reduction in limitation (see instructions).....	3			
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-.....	4			
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions.....	5			
<b>6</b>	<b>(a)</b> Description of property	<b>(b)</b> Cost (business use only)	<b>(c)</b> Elected cost	
<b>7</b> Listed property. Enter the amount from line 29.....	<b>7</b>			
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7.....	8			
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9			
10 Carryover of disallowed deduction from line 13 of your 2010 Form 4562.....	10			
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs).....	11			
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11.....	12			
13 Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12..... ► <b>13</b>				

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

## Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14 Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).....	14	
15 Property subject to section 168(f)(1) election.....	15	
16 Other depreciation (including ACRS).....	16	352,055.

## Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

<b>Section A</b>	
17 MACRS deductions for assets placed in service in tax years beginning before 2011.....	17
18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here. ► <input type="checkbox"/>	

## Section B – Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

<b>(a)</b> Classification of property	<b>(b)</b> Month and year placed in service	<b>(c)</b> Basis for depreciation (business/investment use only — see instructions)	<b>(d)</b> Recovery period	<b>(e)</b> Convention	<b>(f)</b> Method	<b>(g)</b> Depreciation deduction
<b>19a</b> 3-year property.....						
<b>b</b> 5-year property.....						
<b>c</b> 7-year property.....						
<b>d</b> 10-year property.....						
<b>e</b> 15-year property.....						
<b>f</b> 20-year property.....						
<b>g</b> 25-year property.....			25 yrs		S/L	
<b>h</b> Residential rental property.....			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
<b>i</b> Nonresidential real property.....			39 yrs	MM	S/L	
				MM	S/L	

## Section C – Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

<b>20a</b> Class life.....					S/L	
<b>b</b> 12-year.....			12 yrs		S/L	
<b>c</b> 40-year.....			40 yrs	MM	S/L	

## Part IV Summary (See instructions.)

21 Listed property. Enter amount from line 28.....	21	
22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions.....	22	352,055.
23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.....	23	

Calendar Year 2011 or fiscal year beginning month	day	year	, and ending month	day	year
Corporation/Organization Name			California corporation number		
<b>OPERATION HOPE, INC.</b>			C1823697		
Address (suite, room, or PMB no.)			FEIN		
707 WILSHIRE BLVD. #3030			95-4378084		
City			State ZIP Code		
LOS ANGELES, CA 90017					

A First Return.....	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	J If exempt under R&TC Section 23701d, has the organization during the year: (1) participated in any political campaign, or (2) attempted to influence legislation or any ballot measure, or (3) made an election under R&TC Section 23704.5 (relating to lobbying by public charities)? .....	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
B Amended Return.....	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If 'Yes,' complete and attach form FTB 3509.		
C IRC Section 4947(a)(1) trust .....	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
D Final Return .....	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
<p>● <input type="checkbox"/> Dissolved    ● <input type="checkbox"/> Surrendered (Withdrawn)</p> <p>● <input type="checkbox"/> Merged/Reorganized    Enter date: ● _____</p>					
E Check accounting method:	<p>1 <input type="checkbox"/> Cash    2 <input checked="" type="checkbox"/> Accrual    3 <input type="checkbox"/> Other</p>				
F Federal return filed?	<p>1 ● <input type="checkbox"/> 990T    2 ● <input type="checkbox"/> 990 (PF)    3 ● <input type="checkbox"/> Sch H (990)</p>				
G Is this a group filing for the subordinates/affiliates?.....	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
If 'Yes,' attach a roster. See instructions					
H Is this organization in a group exemption?.....	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No			
If 'Yes,' What's the parent's name? _____					
I Did the organization have any changes in its activities, governing instrument, articles of incorporation, or bylaws that have not been reported to the Franchise Tax Board?....	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No			
If 'Yes,' explain, and attach copies of revised documents.					

**Part I Complete Part I unless not required to file this form. See General Instructions B and C.**

<b>Receipts and Revenues</b>	1 Gross sales or receipts from other sources. From Side 2, Part II, line 8.....	<input checked="" type="checkbox"/> 1	113,561.
	2 Gross dues and assessments from members and affiliates.....	<input checked="" type="checkbox"/> 2	
	3 Gross contributions, gifts, grants, and similar amounts received.....	<input checked="" type="checkbox"/> 3	8,983,152.
	4 Total gross receipts for filing requirement test. Add line 1 through line 3.	<input checked="" type="checkbox"/> 4	9,096,713.
<b>This line must be completed.</b> If the result is less than \$25,000, see General Instruction B..			
<b>Expenses</b>	5 Cost of goods sold.....	<input checked="" type="checkbox"/> 5	
	6 Cost or other basis, and sales expenses of assets sold.....	<input checked="" type="checkbox"/> 6	
	7 Total costs. Add line 5 and line 6.....	<input checked="" type="checkbox"/> 7	
	8 Total gross income. Subtract line 7 from line 4.....	<input checked="" type="checkbox"/> 8	9,096,713.
	9 Total expenses and disbursements. From Side 2, Part II, line 18.....	<input checked="" type="checkbox"/> 9	10,342,168.
10 Excess of receipts over expenses and disbursements. Subtract line 9 from line 8.....	<input checked="" type="checkbox"/> 10	-1,245,455.	
<b>Filing Fee</b>	11 Filing fee \$10 or \$25. See General Instruction F.....	<input checked="" type="checkbox"/> 11	10.
	12 Total payments.....	<input checked="" type="checkbox"/> 12	
	13 Penalties and Interest. See General Instruction J.....	<input checked="" type="checkbox"/> 13	
	14 Use tax. See General Instruction K.....	<input checked="" type="checkbox"/> 14	
	15 Balance due. Add line 11, line 13, and line 14. Then subtract line 12 from the result.....	<input checked="" type="checkbox"/> 15	10.

<b>Sign Here</b>	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 taxpayer) is based on all information of which preparer has any knowledge.				
	Signature of officer ►	Title	Date	<input checked="" type="checkbox"/> Telephone (213) 891-2901	
<b>Paid Preparer's Use Only</b>	Preparer's signature ►	Date	Check if self-employed ►	<input type="checkbox"/> Paid PTIN P00735660	
	Firm's name (or yours, if self-employed) and address ►	11/21/12		<input checked="" type="checkbox"/> FEIN 95-0858589	
	HUTCHINSON AND BLOODGOOD, LLP			<input checked="" type="checkbox"/> Telephone (818) 637-5000	
	101 N. BRAND BLVD STE 1600 GLENDALE, CA 91203			<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
May the FTB discuss this return with the preparer shown above? See instructions.....					

**Part II** Organizations with gross receipts of more than \$25,000 and private foundations regardless of amount of gross receipts – complete Part II or furnish substitute information. See Specific Line Instructions.

Receipts from Other Sources	1	Gross sales or receipts from all business activities. See instructions.	●	1	1
	2	Interest	●	2	2,949.
	3	Dividends	●	3	
	4	Gross rents	●	4	100,000.
	5	Gross royalties	●	5	
	6	Gross amount received from sale of assets (See instructions).	●	6	
	7	Other income. Attach schedule	●	7	10,612.
	8	<b>Total</b> gross sales or receipts from other sources. Add line 1 through line 7. Enter here and on Side 1, Part I, line 1.	●	8	113,561.
Expenses and Disbursements	9	Contributions, gifts, grants, and similar amounts paid. Attach schedule	●	9	
	10	Disbursements to or for members	●	10	
	11	Compensation of officers, directors, and trustees. Attach schedule	●	11	1,235,805.
	12	Other salaries and wages	●	12	4,437,412.
	13	Interest	●	13	62,302.
	14	Taxes	●	14	421,053.
	15	Rents	●	15	753,056.
	16	Depreciation and depletion (See instructions)	●	16	352,055.
	17	Other Expenses and Disbursements. Attach schedule	●	17	3,080,485.
	18	<b>Total</b> expenses and disbursements. Add line 9 through line 17. Enter here and on Side 1, Part I, line 9	●	18	10,342,168.

**Schedule L** Balance Sheets

	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash		1,550,650.	●	1,002,541.
2 Net accounts receivable		7,731,712.	●	6,642,952.
3 Net notes receivable			●	
4 Inventories			●	
5 Federal and state government obligations			●	
6 Investments in other bonds			●	
7 Investments in stock			●	
8 Mortgage loans			●	
9 Other investments Attach schedule			●	
10a Depreciable assets	3,734,429.		4,914,673.	
b Less accumulated depreciation	2,509,544.	1,224,885.	2,861,598.	2,053,075.
11 Land			●	
12 Other assets. Attach schedule	STM 4	701,334.	●	808,886.
13 Total assets		11,208,581.		10,507,454.
Liabilities and net worth				
14 Accounts payable		849,835.	●	697,399.
15 Contributions, gifts, or grants payable			●	
16 Bonds and notes payable			●	
17 Mortgages payable		600,000.	●	950,000.
18 Other liabilities. Attach schedule	STM 5	33,590.		154,303.
19 Capital stock or principle fund		9,725,156.	●	8,705,752.
20 Paid-in or capital surplus. Attach reconciliation			●	
21 Retained earnings or income fund			●	
22 Total liabilities and net worth		11,208,581.		10,507,454.

**Schedule M-1** Reconciliation of income per books with income per return

Do not complete this schedule if the amount on Schedule L, line 13, column (d), is less than \$25,000

1	Net income per books	●	-1,019,404.	7	Income recorded on books this year not included in this return.	
2	Federal income tax	●			Attach schedule	●
3	Excess of capital losses over capital gains	●				
4	Income not recorded on books this year.	●		8	Deductions in this return not charged against book income this year.	
	Attach schedule	●			Attach schedule	●
5	Expenses recorded on books this year not deducted in this return. Attach schedule	●		9	Total. Add line 7 and line 8	SEE ST. 6 ● 226,051.
6	Total.	●	-1,019,404.	10	Net income per return.	226,051.
	Add line 1 through line 5				Subtract line 9 from line 6	-1,245,455.

**Schedule B**  
(Form 990, 990-EZ,  
or 990-PF)

Department of the Treasury  
Internal Revenue Service

CA PUBLIC DISCLOSURE COPY

OMB No. 1545-0047

**Schedule of Contributors**

► Attach to Form 990, Form 990-EZ, or Form 990-PF

**2011**

Name of the organization <b>OPERATION HOPE, INC.</b>	Employer identification number <b>95-4378084</b>
<b>Organization type</b> (check one):	
<b>Filers of:</b> Form 990 or 990-EZ	<b>Section:</b> <input checked="" type="checkbox"/> 501(c)( <u>3</u> ) (enter number) organization <input type="checkbox"/> 4947(a)(1) nonexempt charitable trust <b>not</b> treated as a private foundation <input type="checkbox"/> 527 political organization
Form 990-PF	<input type="checkbox"/> 501(c)(3) exempt private foundation <input type="checkbox"/> 4947(a)(1) nonexempt charitable trust treated as a private foundation <input type="checkbox"/> 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

**General Rule**

For an organization 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 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions 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 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not total 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. ► \$ \_\_\_\_\_

**Caution:** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it **must** answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2, of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

**BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990,  
990EZ, or 990-PF.**

Schedule B (Form 990, 990-EZ, or 990-PF) (2011)

Name of organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I** **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1		\$ 900,500	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2		\$ 2,119,917	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
3		\$ 249,734	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
4		\$ 422,791	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
5		\$ 254,200	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
6		\$ 1,000,527	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization

OPERATION HOPE, INC.

Employer identification number

95-4378084

**Part I** **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
7		\$ 250,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

**Name of organization**

OPERATION HOPE, INC.

**Employer identification number**

95-4378084

**Part II** **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
6	COMPUTER SOFTWARE	\$ 1,000,527	11/18/11

BAA

**Schedule B (Form 990, 990-EZ, or 990-PF) (2011)**

**Name of organization**

Employer identification number  
95-4378084

**Part III** *Exclusively religious, charitable, etc, individual contributions to section 501(c)(7), (8), or (10) organizations that total more than \$1,000 for the year.* Complete cols (a) through (e) and the following line.

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
LHI LIVINGSTON A	7/05/02	2,011.	2,011.	S/L	5			
ELRO SIGNS	7/04/05	6,763.	3,718.	S/L	10	676.		
ELRO SIGNS	4/01/05	2,395.	1,380.	S/L	10	240.		
LEO A DALY COMPA	12/20/02	833.	833.	S/L	5			
LEO A DALY COMPA	12/30/03	27,696.	27,696.	S/L	5			
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)		15	352,055.				

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
KFOURY CONST	12/31/04	224,214.	224,214.	S/L	5			
ELRO SIGNS	4/01/05	14,320.	8,234.	S/L	10	1,432.		
LEO A DALY	4/01/05	3,558.	2,047.	S/L	10	356.		
THE STAUBACH CO	4/30/05	30,000.	16,500.	S/L	10	3,000.		
KFOURY CONSTRUCT	4/30/05	7,353.	4,165.	S/L	10	735.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
EXEC OFFICE FURN	12/31/99	5,177.	5,177.	S/L	7			
OFFICER FURNITUR	1/11/01	1,270.	1,270.	S/L	7			
COMPUTER	12/31/01	27,512.	27,512.	S/L	5			
COMPUTER-PRINTER	12/31/02	6,740.	6,740.	S/L	5			
COMPUTERS	5/29/03	1,224.	1,224.	S/L	5			
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1 Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2 Total cost of IRC Section 179 property placed in service.....	2	
3 Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.....	4	
5 Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0.....	5	
<b>6 (a) Description of property</b>	<b>(b) Cost (business use only)</b>	<b>(c) Elected cost</b>
<b>7 Listed property (elected IRC Section 179 cost).....</b>	<b>7</b>	
8 Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9	
10 Carryover of disallowed deduction from prior taxable years.....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12 IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13 Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13	

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
COMPUTERS	12/31/04	376,593.	376,593.	S/L	3			
DELL COMPUTERS	4/30/05	9,400.	9,400.	S/L	5			
DELL COMPUTERS B	8/20/05	3,532.	3,532.	S/L	5			
DELL SERVER FOR	10/04/05	3,675.	3,675.	S/L	5			
DELL NETWORK SER	11/01/05	31,583.	32,583.	S/L	5			
15 Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....				15				

## Part III Summary

16 Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16
17 Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17
18 Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20 Total. Add the amounts in column (g).....					20		
21 Total amortization claimed for federal purposes from federal Form 4562, line 44.....					21		
22 Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....					22		

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
DELL 68794502280	11/01/05	4,100.	4,100.	S/L	5			
DELL ACT 5016195	12/01/05	5,706.	5,706.	S/L	5			
DELL ACT 5016195	12/01/05	4,517.	4,517.	S/L	5			
DELL ORDER 11648	12/01/05	540.	540.	S/L	5			
DELL ORDER 60222	12/01/05	4,632.	4,632.	S/L	5			
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
DELL ORDER 60222	12/01/05	1,695.	1,695.	S/L	5			
DELL ORDER 66717	12/01/05	4,083.	4,083.	S/L	5			
MICROSOFT INKIND	12/01/05	152,895.	160,395.	S/L	5			
EDA05 1625-702-0	12/31/03	1,692.	1,692.	S/L	5			
EDA05 1625-703-0	12/31/03	1,692.	1,692.	S/L	5			
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1 Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2 Total cost of IRC Section 179 property placed in service.....	2	
3 Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.....	4	
5 Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0.....	5	
<b>6 (a) Description of property</b>	<b>(b) Cost (business use only)</b>	<b>(c) Elected cost</b>
<b>7 Listed property (elected IRC Section 179 cost).....</b>	<b>7</b>	
8 Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9	
10 Carryover of disallowed deduction from prior taxable years.....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12 IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13 Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13	

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
COMPUTERS	12/31/03	129.	129.	S/L	5			
FRYS ELECTRONICS	5/31/03	3,125.	3,438.	S/L	5			
ANDY SOUSA LA NO	10/13/03	1,685.	1,685.	S/L	5			
NOTEBOOK	10/16/03	1,562.	1,562.	S/L	5			
SCOTT STEELE REP	12/03/03	1,772.	1,772.	S/L	5			
15 Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....				15				

## Part III Summary

16 Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16
17 Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17
18 Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20 Total. Add the amounts in column (g).....					20		
21 Total amortization claimed for federal purposes from federal Form 4562, line 44.....					21		
22 Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....					22		

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
COMP-HOWARD KOHN	12/03/03	1,179.	1,179.	S/L	5			
COMP-R AMAYA	12/03/03	1,783.	1,783.	S/L	5			
COMP-S WILCOX	12/03/03	1,783.	1,783.	S/L	5			
BROADWAY-CORP OF	11/30/06	4,594.	1,874.	S/L	10	459.		
EQUIPMENT (PHONE)	8/01/06	31,419.	13,877.	S/L	10	3,142.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
CORP OFFICE FURN	8/01/06	113,961.	51,274.	S/L	10	11,396.		
ATMOSPHERE OOC F	11/20/06	22,720.	16,528.	S/L	7	3,246.		
DELL ORDER (2 LA	2/28/06	6,188.	6,087.	S/L	5	101.		
SOL MEDIA PROGRA	4/04/06	24,680.	23,946.	S/L	5	734.		
QQUEST	9/19/06	3,885.	3,367.	S/L	5	518.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
STANHOPE CO, - C	1/31/07	1,389.	556.	S/L	10	139.		
BROADWAY - CORP	2/28/07	7,987.	3,063.	S/L	10	799.		
STANHOPE CO. - C	3/06/07	1,389.	533.	S/L	10	139.		
SUPERIOR CARPET	4/12/07	17,543.	6,578.	S/L	10	1,754.		
SOUTH PAINTING -	4/18/07	2,850.	1,068.	S/L	10	285.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
ELNO SIGNS - LA	8/28/07	2,417.	827.	S/L	10	242.		
WESTERN CONST -	7/30/07	3,400.	1,162.	S/L	10	340.		
ELRO SIGNS - LA	7/30/07	10,330.	3,529.	S/L	10	1,033.		
ACC CONSTRU - HC	1/29/07	21,931.	8,772.	S/L	10	2,193.		
ACC CONSTRU - HC	2/02/07	100,000.	37,167.	S/L	10	10,000.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
ACC CONSTRU - HC	3/14/07	232,351.	85,068.	S/L	10	23,235.		
ACC CONSTRU - HC	3/28/07	50,000.	19,539.	S/L	10	5,000.		
SPACESHITH - HC	3/30/07	22,012.	8,437.	S/L	10	2,201.		
ACC CONSTRU - HC	4/19/07	30,119.	10,436.	S/L	10	3,012.		
LOCKS IN THE CIT	4/19/07	4,652.	1,744.	S/L	10	465.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
ACC CONSTRU - HC	5/31/07	32,624.	10,961.	S/L	10	3,262.		
SPACESHMITH - HC	6/30/07	948.	340.	S/L	10	95.		
ELRO SIGNS - HC	8/31/07	26,000.	7,459.	S/L	10	2,600.		
ACC CONSTRUCTION	12/06/07	15,000.	4,625.	S/L	10	1,500.		
ACC CONSTRUCTION	3/02/07	228,025.	82,411.	S/L	10	22,803.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1 Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2 Total cost of IRC Section 179 property placed in service.....	2	
3 Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.....	4	
5 Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0.....	5	

(a) Description of property	(b) Cost (business use only)	(c) Elected cost	

7 Listed property (elected IRC Section 179 cost).....	7	
8 Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9	
10 Carryover of disallowed deduction from prior taxable years.....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12 IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13 Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13	

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Depreciation method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
ATMOSPHERE - OOC	1/23/07	1,511.	719.	S/L	10	151.	
ATMOSPHERE - CON	1/23/07	5,844.	3,540.	S/L	7	835.	
OFFICE FURNITURE	4/20/07	4,228.	2,265.	S/L	7	604.	
SUPERIOR CARPET	4/20/07	18,248.	10,076.	S/L	7	2,607.	
SUPERIOR CARPET	4/20/07	2,443.	1,309.	S/L	7	349.	

15 Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....

15

16 Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16
17 Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17
18 Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18

## Part IV Amortization

(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20 Total. Add the amounts in column (g).....					20	
21 Total amortization claimed for federal purposes from federal Form 4562, line 44.....					21	
22 Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....					22	

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
SIMPLE LINE FURN	4/30/07	2,090.	1,121.	S/L	7	299.		
SOLMEDIA	1/18/07	25,680.	20,544.	S/L	5	5,136.		
SOLMEDIA 2ND PHA	2/28/07	17,880.	14,228.	S/L	5	3,576.		
DELL (JB LAPTOP)	10/28/07	3,196.	2,077.	S/L	5	639.		
DELL ( STACY LAP	10/28/07	2,572.	2,556.	S/L	3			
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
DELL ( SERVER)	10/28/07	4,875.	4,847.	S/L	3			
JOHN BRYANT SONY	12/17/07	5,245.	3,234.	S/L	5	1,049.		
NX TECHNOLOGY WE	12/31/07	8,500.	5,742.	S/L	5	1,700.		
NX TECHNOLOGU EC	12/31/07	6,500.	4,508.	S/L	5	1,300.		
NX TECHNOLOGY DA	12/31/07	1,680.	1,036.	S/L	5	336.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
MICR HARDWARE/SO	12/03/07	844,893.	874,963.	S/L	3			
NX TECHNOLOGY PH	9/18/07	3,210.	2,140.	S/L	5	642.		
NX TECHNOLOGY PH	9/18/07	3,210.	2,140.	S/L	5	642.		
DELL 20 COMPSETU	10/15/07	27,700.	19,126.	S/L	5	6,540.		
UNIT DESIGN ( BO	1/12/07	3,800.	3,040.	S/L	5	760.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
NX TECHNOLOGY PH	9/18/07	3,210.	2,140.	S/L	5	642.		
BAYTREE LEASING (	2/01/07	24,009.	9,404.	S/L	10	2,401.		
HC NY FURNI (CA	4/07/07	19,900.	7,463.	S/L	10	1,990.		
HC LA BREA (PHO	11/01/07	5,796.	4,030.	S/L	5	1,159.		
DELL ( JB LAPTOP	8/31/07	3,539.	2,419.	S/L	5	708.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost).....	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9		
10	Carryover of disallowed deduction from prior taxable years.....	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
NX TECHNOLOGY HO	10/31/07	3,780.	2,457.	S/L	5	756.		
ELRO SIGNS - LHI	12/30/08	1,191.	238.	S/L	10	119.		
LHI - HC NY	6/30/08	23,094.	5,773.	S/L	10	2,309.		
COMPUTERS/SFTWRE	6/30/08	16,354.	8,677.	S/L	5	3,271.		
COMPUTERS/SFTWRE	6/30/08	30,035.	16,018.	S/L	5	7,007.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....		15					

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g).....				20		
21	Total amortization claimed for federal purposes from federal Form 4562, line 44.....				21		
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....				22		

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
COMPUTERS/SFTWRE	6/30/08	8,745.	4,873.	S/L	5	1,749.		
COMPUTERS/SFTWRE	6/30/08	816.	408.	S/L	5	163.		
COMPUTERS/SFTWRE	6/30/08	12,000.	9,309.	S/L	5	2,400.		
LHI - HC LA BREA	2/25/09	1,000.	183.	S/L	10	100.		
LHI - HC LA BREA	10/15/09	3,101.	388.	S/L	10	310.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
LHI - HC NY	VARIOUS		17,378.	2,607.	S/L	10	1,738.	
LEASE RIGHTS - H	4/01/09		5,116.	2,984.	S/L	3	1,705.	
LEASE RIGHTS - H	4/01/09		5,796.	3,381.	S/L	3	1,932.	
COMPUTERS/SFTWRE	1/01/09		4,703.	1,882.	S/L	5	941.	
COMPUTERS/SFTWRE	1/01/09		4,450.	1,780.	S/L	5	890.	
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)			15				

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)				20		
21	Total amortization claimed for federal purposes from federal Form 4562, line 44				21		
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12				22		

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
COMPUTERS/SFTWRE	1/06/09	4,550.	1,820.	S/L	5	910.		
COMPUTERS/SFTWRE	VARIOUS	15,238.	8,619.	S/L	3	5,079.		
LHI -OOC ATLA E	6/30/10	1,530.	77.	S/L	10	153.		
LHI -OOC ATLA EB	8/20/10	100,000.	3,333.	S/L	10	10,000.		
OOC ATLANTA OFFI	3/31/10	10,883.	2,099.	S/L	7	1,555.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1 Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2 Total cost of IRC Section 179 property placed in service.....	2	
3 Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.....	4	
5 Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0.....	5	
<b>6 (a) Description of property</b>	<b>(b) Cost (business use only)</b>	<b>(c) Elected cost</b>
<b>7 Listed property (elected IRC Section 179 cost).....</b>	<b>7</b>	
8 Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9	
10 Carryover of disallowed deduction from prior taxable years.....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12 IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13 Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13	

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
OOC ATLANTA OFFI	5/31/10	883.	74.	S/L	7	126.		
OOC ATLANTA ATMS	5/31/10	10,000.	833.	S/L	7	1,429.		
OOC ATLANTA ATMS	5/31/10	8,000.	667.	S/L	7	1,143.		
OOC ATLANTA- NFL	6/29/10	2,027.	145.	S/L	7	290.		
OOC ATLANTA ATMS	7/15/10	4,318.	310.	S/L	7	617.		
<b>15</b> Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....					<b>15</b>			

## Part III Summary

16 Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16
17 Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17
18 Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
<b>20</b> Total. Add the amounts in column (g).....						<b>20</b>	
<b>21</b> Total amortization claimed for federal purposes from federal Form 4562, line 44.....						<b>21</b>	
<b>22</b> Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....						<b>22</b>	

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
OOC ATLANTA ATMS	7/15/10	5,280.	377.	S/L	7	754.		
OOC ATLANTA- NFL	8/20/10	2,027.	97.	S/L	7	290.		
EPICENTER WEBSIT	2/19/10	39,500.	10,972.	S/L	3	14,167.		
MACBOOK PRO (JB	8/24/10	12,357.	1,373.	S/L	3	4,119.		
EPICENTER WEBSIT	12/01/10	50,000.	1,389.	S/L	3	17,667.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
BOOF CE CURRICUL	7/30/10	3,574.	1,280.	S/L	3	1,191.		
HTI CONSULTING C	9/10/10	7,300.	811.	S/L	3	2,433.		
HTI CONSULTING C	11/30/10	20,023.	556.	S/L	3	6,674.		
DELL 20 COMPTR S	9/30/10	9,294.	775.	S/L	3	3,098.		
EPICENTER (BOOF	3/18/10	31,275.	7,819.	S/L	3	11,425.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
GALLUP EVALUATIO	4/30/10	62,500.	13,889.	S/L	3	22,833.		
EPICENTER (BOOF	5/19/10	7,700.	1,497.	S/L	3	2,567.		
EPICENTER (BOOF	6/30/10	2,275.	379.	S/L	3	758.		
EPICENTER (BOOF	7/30/10	788.	109.	S/L	3	263.		
GALLUP EVALUATIO	7/30/10	62,500.	8,681.	S/L	3	20,833.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)	15						

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

## 2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

## Part I Election to Expense Certain Property Under IRC Section 179

1	\$25,000			
2				
3	\$200,000			
4				
5				
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
7	Listed property (elected IRC Section 179 cost)	7		
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8		
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9		
10	Carryover of disallowed deduction from prior taxable years	10		
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11		
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12		
13	Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12	13		

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&amp;TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
GALLUP EVALUATIO	10/21/10	62,500.	3,472.	S/L	3	20,833.		
EPICENTER RD CC	10/31/10	3,063.	170.	S/L	3	1,021.		
UNIT COLLECTIVE	10/22/10	3,250.	181.	S/L	3	1,083.		
LHI - HC NY	6/30/11	6,991.		S/L	10	350.		
CORP OFFICE COMP	6/30/11	102,874.		S/L	3	19,224.		
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)		15					

## Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g)	16
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)	20					
21	Total amortization claimed for federal purposes from federal Form 4562, line 44	21					
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12	22					

2011 Corporation Depreciation and Amortization

3885

Attach to Form 100 or Form 100W. FORM 199

---

Corporation name

California corporation number

OPERATION HOPE, INC.

C1823697

---

**Part I Election to Expense Certain Property Under IRC Section 179**

1 Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2 Total cost of IRC Section 179 property placed in service.....	2	
3 Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.....	4	
5 Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0.....	5	

6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost

7 Listed property (elected IRC Section 179 cost).....	7	
8 Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9 Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8.....	9	
10 Carryover of disallowed deduction from prior taxable years .....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12 IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13 Carryover of disallowed deduction to 2012. Add line 9 and line 10, less line 12.....	13	

## Part II Depreciation and Election of Additional First Year Expense Deduction Under R&TC Section 24356

15 Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h). **15**

### Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) <b>or</b> Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) <b>or</b> Depreciation (if no election is made), enter the amount from line 15, column (g).....	16	
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17	
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18	

---

## Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g) .....					20	
21	Total amortization claimed for federal purposes from federal Form 4562, line 44 .....					21	
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.					22	

OPERATION HOPE, INC.

95-4378084

**STATEMENT 1**  
**FORM 199, PART II, LINE 7**  
**OTHER INCOME**

BOOK SALE .....	\$ 1,310.
CYBER CAFE .....	8,062.
OTHER INVESTMENT INCOME .....	-607.
SEMINAR FEES .....	1,847.
<b>TOTAL</b>	<b>\$ 10,612.</b>

**STATEMENT 2**  
**FORM 199, PART II, LINE 11**  
**COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES**

**CURRENT OFFICERS:**

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
JOHN BRYANT 707 WILSHIRE BLVD LOS ANGELES, CA 90017	CEO 40.00	\$ 440,441.	\$ 0.	\$ 0.
RACHEL DOFF 707 WILSHIRE BLVD LOS ANGELES, CA 90017	EVP/CAO 40.00	111,133.	0.	0.
TIMOTHY R CHRISMAN 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
CRAIG DEROUY 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
GEORGE W. HALIGOWSKI 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
WILLIAM WALBRECHER 707 WILSHIRE BLVD LOS ANGELES, CA 90017	PRESIDENT & COO 40.00	202,017.	0.	0.
LYNN CARTER 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
ROCHELLE ZAWODNY 707 WILSHIRE BLVD LOS ANGELES, CA 90017	SR VPCONTROLLER 40.00	87,100.	0.	0.
GREGORY A. MITCHELL 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.

## STATEMENT 2 (CONTINUED)

FORM 199, PART II, LINE 11

## COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

## CURRENT OFFICERS:

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
WILLIAM HANNA 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.50	\$ 0.	\$ 0.	\$ 0.
MICHAEL AROUGHETI 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
PAUL H. IRVING 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.40	0.	0.	0.
DON J. MCGRATH 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
LYNN PIKE 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
JOHN ROBINSON 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
JOHN BLENKE 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
ROBERT BURTON 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
JEFF FENDLER 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
ARLEN W. GELBARD 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
PIERRE HABIS 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
RICHARD C. HARTNACK 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.

## STATEMENT 2 (CONTINUED)

FORM 199, PART II, LINE 11

## COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

## CURRENT OFFICERS:

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
ROBERTO R. HERENCIA 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.50	\$ 0.	\$ 0.	\$ 0.
MS. JULIA T. BROWN, ESQ. 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
SEAN CLEARY 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
KRAIG T. KITCHIN 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
BRIAN LONGE 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
THOMAS MCINERNEY 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
MICHAEL J. SHEPHERD 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
WALTER J. MIX 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
DAVID W. MOONEY 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
CELIE NIEHAUS 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
MICHAEL CURCIO 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
CRAIG HUDSON 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.

OPERATION HOPE, INC.

95-4378084

## STATEMENT 2 (CONTINUED)

FORM 199, PART II, LINE 11

## COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

## CURRENT OFFICERS:

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
MICHAEL P. SMITH 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	\$ 0.	\$ 0.	\$ 0.
MARY LEE WIDENER 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
ANAND NALLATHAMBI 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
DUNCAN NIEDERAUER 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
DAVID SIMON 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
ESTHER STEARNS 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
JAMES WELLS III 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
TIMOTHY WENNES 707 WILSHIRE BLVD LOS ANGELES, CA 90017	BOARD MEMBER 0.30	0.	0.	0.
TOTAL		\$ 840,691.	\$ 0.	\$ 0.

## KEY EMPLOYEES:

NAME	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
KEVIN FLEMING	SR. V.P. FIELD OP 40	88,442.	0.	0.
MARY HAGERTY	S.V.P. FINANCIAL 40	98,373.	0.	0.

OPERATION HOPE, INC.

95-4378084

## STATEMENT 2 (CONTINUED)

FORM 199, PART II, LINE 11

COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

## KEY EMPLOYEES:

NAME	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
LANCE TRIGGS	CHIEF OF STAFF HC 40	\$ 109,926.	\$ 0.	\$ 0.
JENA ROSCOE	S.V.P. GOVERNMENT 40	98,373.	0.	0.
		TOTAL \$ 395,114.	\$ 0.	\$ 0.

## STATEMENT 3

FORM 199, PART II, LINE 17

OTHER EXPENSES

COMMUNICATIONS.....	\$ 279,897.
COMPUTER.....	134,823.
CONTRACT LABOR.....	74,860.
DONATIONS.....	38,945.
EQUIPMENT RENTAL.....	128,170.
INSURANCE.....	150,533.
MILEAGE & PARKING.....	120,304.
OFFICE EXPENSES.....	124,578.
OTHER.....	179,936.
OTHER EMPLOYEE BENEFIT.....	459,769.
PENSION PLAN CONTRIBUTIONS.....	23,163.
POSTAGE AND SHIPPING.....	108,738.
PRINTING AND PUBLICATIONS.....	157,620.
PROFESSIONAL FEES.....	305,233.
PROGRAM & EVENT EXPENSES.....	210,390.
PUBLIC RELATIONS.....	100,235.
REPAIRS & MAINTENANCE.....	59,780.
TRAVEL.....	423,511.
TOTAL \$ 3,080,485.	

## STATEMENT 4

FORM 199, SCHEDULE L, LINE 12

OTHER ASSETS

IN-KIND CONTRIBUTION RECEIVABLES.....	661,852.
PREPAID EXPENSES AND DEFERRED CHARGES.....	147,034.
TOTAL \$ 808,886.	

2011

**CALIFORNIA STATEMENTS**

**PAGE 6**

**OPERATION HOPE, INC.**

**95-4378084**

**STATEMENT 5**  
**FORM 199, SCHEDULE L, LINE 18**  
**OTHER LIABILITIES**

DEFERRED REVENUE.....	150,000.
OBLIGATIONS UNDER CAPITAL LEASES.....	4,303.
<b>TOTAL \$</b>	<b><u>154,303.</u></b>

**STATEMENT 6**  
**FORM 199, SCHEDULE M-1, LINE 8**  
**DEDUCTIONS ON RETURN NOT ON BOOKS**

IN-KIND EXPENSES.....	\$ 226,051.
<b>TOTAL \$</b>	<b><u>226,051.</u></b>

IN  
 MAIL TO:  
 Registry of Charitable Trusts  
 P.O. Box 903447  
 Sacramento, CA 94203-4470  
 Telephone: (916) 445-2021

WEBSITE ADDRESS:  
<http://ag.ca.gov/charities/>

**ANNUAL  
 REGISTRATION RENEWAL FEE REPORT  
 TO ATTORNEY GENERAL OF CALIFORNIA**

Sections 12586 and 12587, California Government Code  
 11 Cal. Code Regs. sections 301-307, 311 and 312

Failure to submit this report annually no later than four months and fifteen days after the end of the organization's accounting period may result in the loss of tax exemption and the assessment of a minimum tax of \$800, plus interest, and/or fines or filing penalties as defined in Government Code Section 12586.1. IRS extensions will be honored.



State Charity Registration Number <u>86293</u>		Check if: <input type="checkbox"/> Change of address <input type="checkbox"/> Amended report	
OPERATION HOPE, INC. Name of Organization		Corporate or Organization No. <u>C1823697</u>	
707 WILSHIRE BLVD. #3030 Address (Number and Street)		Federal Employer ID No. <u>95-4378084</u>	
LOS ANGELES, CA 90017 City or Town		State	ZIP Code

**ANNUAL REGISTRATION RENEWAL FEE SCHEDULE (11 Cal. Code Regs. sections 301-307, 311 and 312)**  
 Make Check Payable to Attorney General's Registry of Charitable Trusts

Gross Annual Revenue	Fee	Gross Annual Revenue	Fee	Gross Annual Revenue	Fee
Less than \$25,000	0	Between \$100,001 and \$250,000	\$50	Between \$1,000,001 and \$10 million	\$150
Between \$25,000 and \$100,000	\$25	Between \$250,001 and \$1 million	\$75	Between \$10,000,001 and \$50 million	\$225

**PART A – ACTIVITIES**

For your most recent full accounting period (beginning 1/01/11 ending 12/31/11) list:  
 Gross annual revenue \$ 9,096,713. Total assets \$ 10,507,454.

**PART B – STATEMENTS REGARDING ORGANIZATION DURING THE PERIOD OF THIS REPORT**

Note: If you answer 'yes' to any of the questions below, you must attach a separate sheet providing an explanation and details for each 'yes' response. Please review RRF-1 instructions for information required.

	Yes	No
1 During this reporting period, were there any contracts, loans, leases or other financial transactions between the organization and any officer, director or trustee thereof either directly or with an entity in which any such officer, director or trustee had any financial interest?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
2 During this reporting period, was there any theft, embezzlement, diversion or misuse of the organization's charitable property or funds?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
3 During this reporting period, did non-program expenditures exceed 50% of gross revenues?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
4 During this reporting period, were any organization funds used to pay any penalty, fine or judgment? If you filed a Form 4720 with the Internal Revenue Service, attach a copy.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
5 During this reporting period, were the services of a commercial fundraiser or fundraising counsel for charitable purposes used? If 'yes,' provide an attachment listing the name, address, and telephone number of the service provider.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
6 During this reporting period, did the organization receive any governmental funding? If so, provide an attachment listing the name of the agency, mailing address, contact person, and telephone number.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
7 During this reporting period, did the organization hold a raffle for charitable purposes? If 'yes,' provide an attachment indicating the number of raffles and the date(s) they occurred.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
8 Does the organization conduct a vehicle donation program? If 'yes,' provide an attachment indicating whether the program is operated by the charity or whether the organization contracts with a commercial fundraiser for charitable purposes.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
9 Did your organization have prepared an audited financial statement in accordance with generally accepted accounting principles for this reporting period?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Organization's area code and telephone number (213) 891-2901

Organization's e-mail address \_\_\_\_\_

I declare under penalty of perjury that I have examined this report, including accompanying documents, and to the best of my knowledge and belief, it is true, correct and complete.

ROCHELLE ZAWODNY

SR VPCONTROLLER

Signature of authorized officer

Printed Name

Title

Date

**STATEMENT 1**  
**FORM RRF-1, PART B, LINE 6**  
**GOVERNMENT AGENCY THAT PROVIDED FUNDING**

1. U.S. DEPARTMENT OF COMMERCE  
ECONOMIC DEVELOPMENT ADMINISTRATION  
PHILADELPHIA REGIONAL OFFICE  
THE CURTIS CENTER, SUITE 140 S., 601 WALNUT, INDEPENDENCE SQUARE WEST  
PHILADELPHIA, PA 19106  
PAUL MATYSKIELA, REGIONAL DIRECTOR  
PHONE (215) 597-8733
2. U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT  
PASS THROUGH TO :  
LOUISIANA ECONOMIC DEVELOPMENT  
TECHNICAL ASSISTANCE TO SMALL FIRMS  
PO BOX 84185  
1051 N. 3RD STREET  
BATON ROUGE, LOUISIANA 70804-9185  
DANIEL WAGUESPACK  
CONTRACT MONITOR  
PHONE (225) 342-5670
3. DEPARTMENT OF TREASURY  
RCAC  
3120 FREEBOARD DRIVE  
STE: 201  
WEST SACRAMENTO, CA 95691  
JUDY HUNTER  
916-447-9832
4. U.S. DEPARTMENT OF COMMERCE  
ECONOMIC DEVELOPMENT ADMINISTRATION  
ATLANTA REGIONAL OFFICE  
401 WEST PEACHTREE STREET, NW, SUITE 1820  
ATLANTA, GEORGIA 30308-3510  
GLORIA HUANG  
PHONE (404) 730-2827
5. STATE OF LOUISIANA  
OFFICE OF COMMUNITY DEVELOPMENT  
DISASTER RECOVERY UNIT  
INNOVATION PROGRAM  
150 NORTH THIRD STREET, 5TH FLOOR  
BATON ROUGE, LA 70801  
GARRETT LIEUX  
PHONE (225) 219-7801