

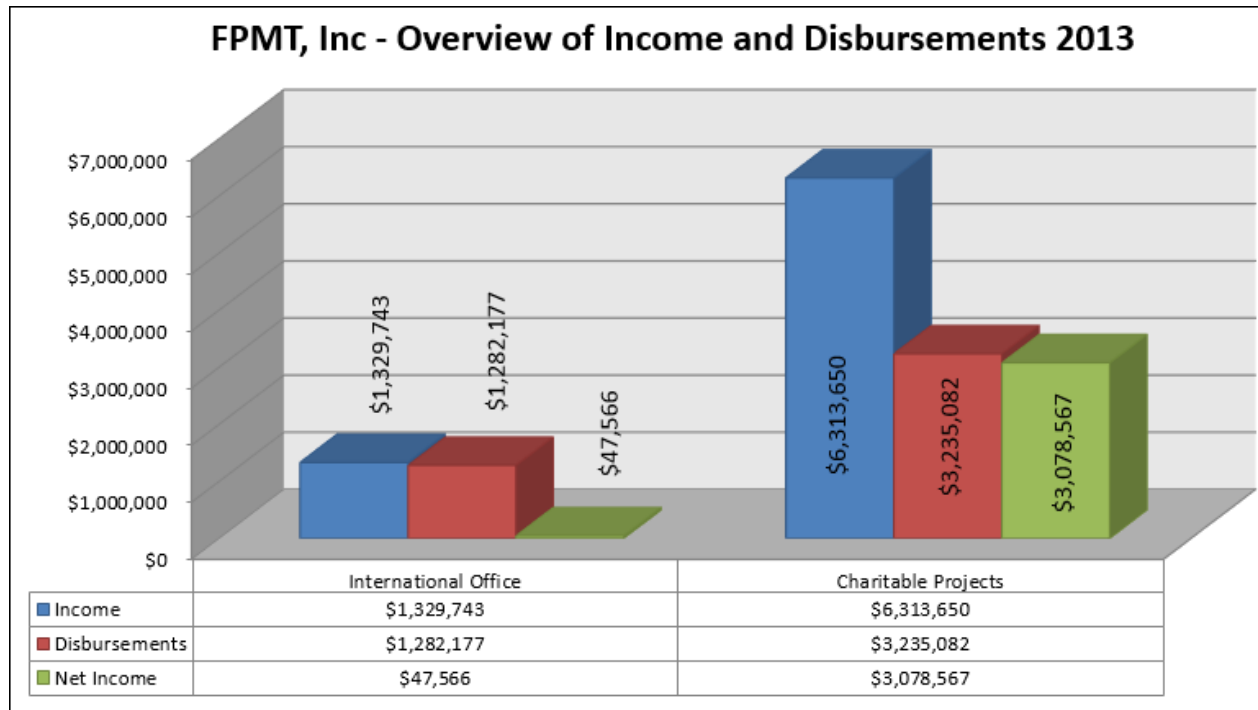
FINANCES - FISCAL YEAR 2013

The CFO and Financial Controller of FPMT International Office are responsible for managing and supervising the finances of the Foundation for the Preservation of the Mahayana Tradition, Inc. (FPMT, Inc.) as directed by its Board of Directors.¹ Finances are divided between general funds (unrestricted), and funds designated for specific charitable projects (restricted funds).²

The chart gives an overview of the total overall income and disbursements for 2013 for the FPMT International Office (unrestricted funds) and for the Charitable Projects (restricted funds).

In 2013, total income for the International Office was US\$1,329,743 and total expenses were US\$1,282,177, resulting in a surplus of US\$47,566. This surplus was allocated towards unrestricted reserves for helping with future year needs and any potential future deficits.

In 2013, the total income for the Charitable Projects was US\$6,313,650 and the total disbursements and expenses were US\$3,235,082 with the surplus primarily being for some endowment restricted funds and for funds with projected disbursements requirements in 2014 and beyond.

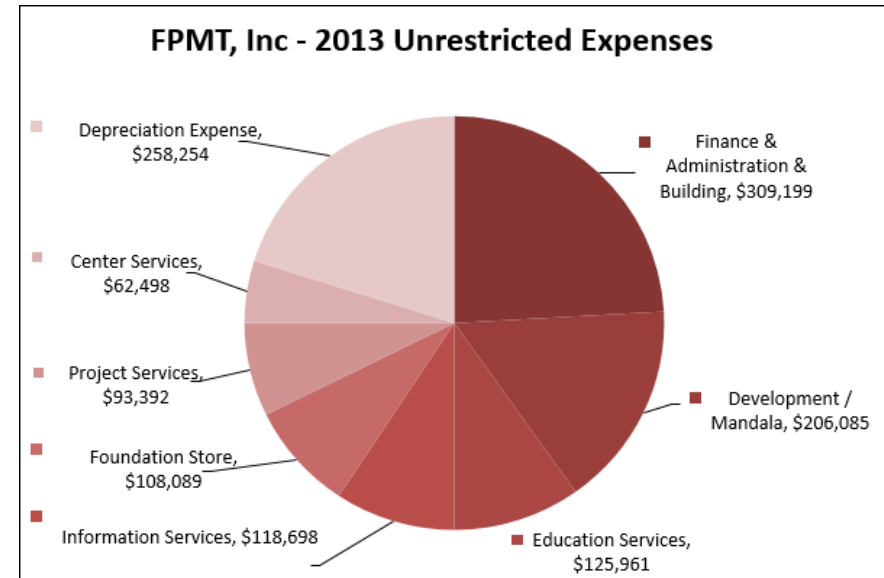
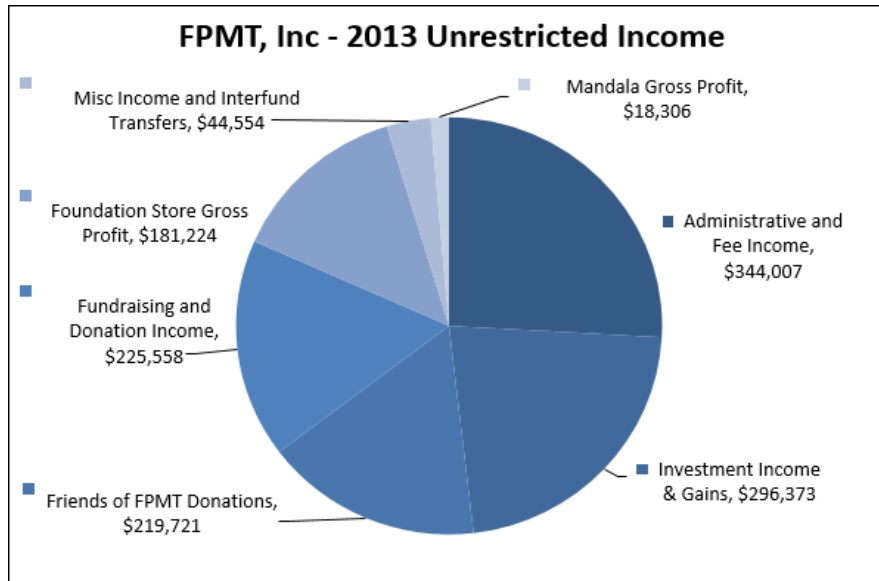


¹ Foundation for the Preservation of the Mahayana Tradition, Inc. (known as FPMT, Inc.) is the legal entity of FPMT International Office. The terms FPMT, Inc. and International Office are interchangeable. In practical terms, the International Office functions and serves as Lama Zopa Rinpoche's office, therefore the guidance of our Spiritual Director is implicit.

² Restricted funds include all the charitable projects of FPMT, Inc. as outlined on our website at <http://fpmt.org/projects/fpmt/> and <http://fpmt.org/projects/other/> in addition to certain other charitable projects as directed by Lama Zopa Rinpoche and the Board of Directors.

UNRESTRICTED FUNDS INCOME AND EXPENSES - FISCAL YEAR 2013

Unrestricted funds have no donor-imposed restrictions, and therefore can be used to fulfill the varying needs of the organization. The following charts give a summary of FPMT, Inc.'s unrestricted income and expenses in 2013. The primary sources of income were administration fees, investment income and gains, fundraising and donation income, Friends of FPMT donations, *Mandala* magazine revenue and profit from The Foundation Store. The primary expenses were the management costs of the International Office, where each department is responsible for helping to carry out the charitable mission of FPMT, Inc.



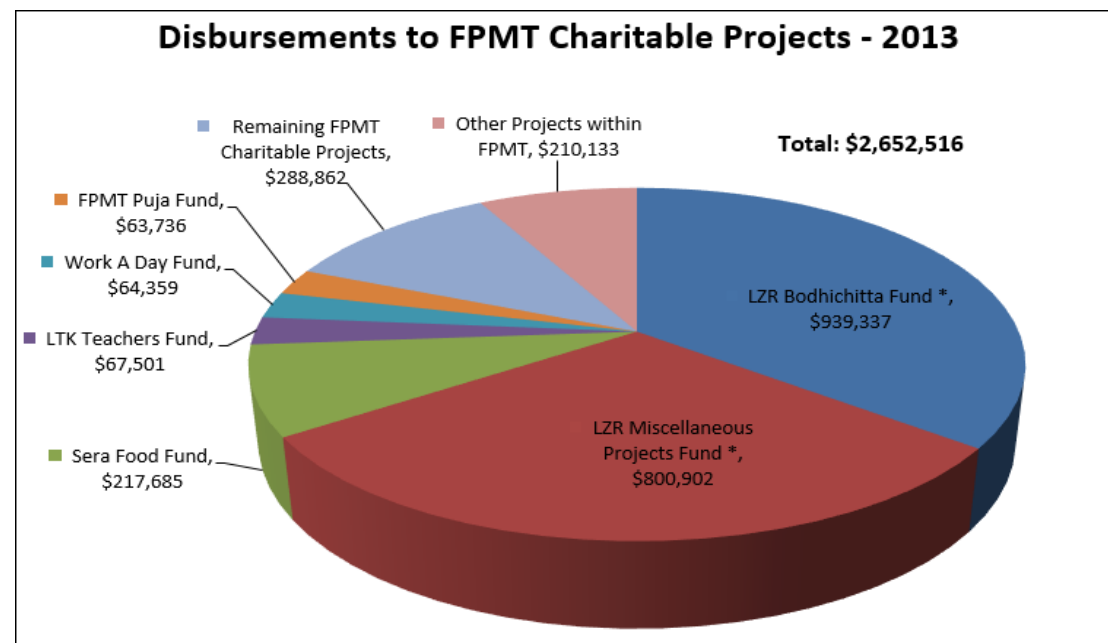
Unrestricted Income 2013	Income US\$
Administrative and Fee Income	\$344,007
Investment Income & Gains	\$296,373
Friends of FPMT Donations	\$219,721
Fundraising and Donation Income	\$225,558
Foundation Store Gross Profit	\$181,224
Misc Income and Interfund Transfers	\$44,554
Mandala Gross Profit	\$18,306
Total Income	\$1,329,743

Unrestricted Expenses 2013	Expenses US\$
Finance & Administration & Building	\$309,199
Development / Mandala	\$206,085
Education Services	\$125,961
Information Services	\$118,698
Foundation Store	\$108,089
Project Services	\$93,392
Center Services	\$62,498
Depreciation Expense	\$258,254
Total Expenses	\$1,282,177

CHARITABLE PROJECTS DISBURSEMENTS - 2013

Disbursements from Charitable Projects during 2013	
In US Dollars	FY 2013
LZR Bodhichitta Fund *	\$939,337
LZR Miscellaneous Projects Fund *	\$800,902
Sera Food Fund	\$217,685
LTK Teachers Fund	\$67,501
Work A Day Fund	\$64,359
FPMT Puja Fund	\$63,736
Remaining FPMT Charitable Projects	\$288,862
Merit Box Fund	\$51,950
Big Love Fund	\$41,398
LZR Long Life Puja	\$40,019
Education Scholarship Fund	\$25,000
LRCM Lamrim Chenmo	\$25,000
HHDL Long Life Puja	\$24,044
Prajnaparamita Project	\$20,101
Prayers for Dead Fund	\$18,697
Stupa Fund	\$12,124
Animal Liberation Fund	\$9,364
Stupa to Minimize Harm	\$7,388
Padmasambhava Project	\$7,000
Translations Fund	\$3,598
Buddha Amitabha Pure Land	\$2,130
Online Learning Fund	\$1,049
Other Projects within FPMT	\$210,133
Maitreya Projects	\$86,427
FPMT Mongolia	\$61,129
Lama Yeshe Sangha Fund	\$23,115
Animal Liberation Sanctuary	\$23,000
Tara Puja Fund	\$13,167
Land of Calm Abiding	\$3,295
TOTAL DISBURSED FROM CHARITABLE PROJECTS	\$2,652,516

This table and chart outline the direct disbursements during 2013 to FPMT's Charitable Projects. The direct disbursements came to a total of US\$2,652,516³



* LZR Bodhichitta Fund disbursements includes offerings to various monasteries and projects in India of US\$372,943; sponsorship of statues, thangkas and other holy objects and Dharma activities of US\$115,974; grants to FPMT centers, projects, services and charitable projects of US\$260,350 (including Root Institute US\$79,750; MAITRI US\$58,800; FPMT Mongolia US\$26,433; Kopan US\$20,425; Preserving the Lineage Fund US\$14,691; Vajrapani Institute US\$10,000, Institut Vajra Yogini US\$9,823; Stupa to Minimize Harm Fund US\$6,203, Others US\$34,225); and sponsorship of Tibetan and Western Sangha, offering practices for the organization, and support and care for our Spiritual Director of US\$190,070.

* LZR Miscellaneous Projects Fund disbursements include offerings to holy objects and projects in India and Nepal of US\$542,808; sponsorship of a stupa project of US\$65,594; and grants and donations to FPMT centers, projects and services of US\$192,500 (FDCW US\$75,000, LCA US\$21,000, LPP US\$50,000 and LYSF US\$46,500).

³ The disbursement figures are inclusive of some interfund disbursements which will be subject to audit adjustments during our annual financial audit, which is conducted by our auditors Gary McGee & Co. LPP. The disbursement figures do not include some internal transfers and expenses for administration fees and credit card merchant fees.