

INTERNAL REVENUE SERVICE  
DISTRICT DIRECTOR  
P. O. BOX 2500  
CINCINNATI, OH 45201

DEPARTMENT OF THE TREASURY

Date: MAR 25 1999

HOME BASED ARTS USA INC  
C/O WILLIAM F BELL  
1446 EARLHAM DRIVE  
DAYTON, OH 45406

Employer Identification Number:  
31-1434722  
DLN:  
17053274001028  
Contact Person:  
D. A. DOWNING ID# 31505  
Contact Telephone Number:  
(877) 329-5500  
Internal Revenue Code  
Section 501(c)(04)  
Accounting Period Ending:  
December 31  
Form 990 Required:  
Yes  
Addendum Applies:  
Yes

Dear Applicant:

Based on information supplied, and assuming your operations will be as stated in your application for recognition of exemption, we have determined you are exempt from Federal income tax under section 501(a) of the Internal Revenue Code as an organization described in the section indicated above.

Unless specifically excepted, you are liable for taxes under the Federal Insurance Contributions Act (social security taxes) for each employee to whom you pay \$100 or more during a calendar year. And, unless excepted, you are also liable for tax under the Federal Unemployment Tax Act for each employee to whom you pay \$50 or more during a calendar quarter if, during the current or preceding calendar year, you had one or more employees at any time in each of 20 calendar weeks or you paid wages of \$1,500 or more in any calendar quarter. If you have any questions about excise, employment, or other Federal taxes, please address them to this office.

If your sources of support, or your purposes, character, or method of operation change, please let us know so we can consider the effect of the change on your exempt status. In the case of an amendment to your organizational document or bylaws, please send us a copy of the amended document or bylaws. Also, you should inform us of all changes in your name or address.

In the heading of this letter we have indicated whether you must file Form 990, Return of Organization Exempt From Income Tax. If Yes is indicated, you are required to file Form 990 only if your gross receipts each year are normally more than \$25,000. However, if you receive a Form 990 package in the mail, please file the return even if you do not exceed the gross receipts test. If you are not required to file, simply attach the label provided, check the box in the heading to indicate that your annual gross receipts are normally \$25,000 or less, and sign the return.

If a return is required, it must be filed by the 15th day of the fifth month after the end of your annual accounting period. A penalty of \$20 a day is charged when a return is filed late, unless there is reasonable cause for the delay. However, the maximum penalty charged cannot exceed \$10,000 or 5

Letter 948 (08/08)

HOME BASED ARTS USA INC

Your exempt status under section 501(c)(4) of the Code is effective from the date of your formation to the effective of your exemption under section 501(c)(3). You were recognized as exempt under section 501(c)(3) beginning September 29, 1998.

Letter 948 (DO/CG)