



Wall Watchers™

The Independent Source for Ministry Ratings

FEDERAL TAX FORM 990 and SCHEDULE A
Fiscal Year Ending June 30, 1

(Public Disclosure Copy)

Return of Organization Exempt From Income Tax
Under section 501(c) of the Internal Revenue Code (except black lung benefit trust or private foundation) or section 4947(a)(1) nonexempt charitable trust

1998

Department of the Treasury Internal Revenue Service

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

This Form is Open to Public Inspection

A For the 1998 calendar year, OR tax year period beginning July 1, 1998, and ending June 30, 19 99

- B Check if:
Change of address
Initial return
Final return
Amended return (required also for state reporting)

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

C Name of organization: Wall Watchers
Number and street (or P.O. box if mail is not delivered to street address): 2518 Plantation Center Drive
Room/suite: Suite B
City or town, state or country, and ZIP+4: Matthews, NC 28105-5298

D Employer identification number: 56 2091339
E Telephone number: (704)-841-7828
F Check if exemption application is pending

G Type of organization: Exempt under section 501(c)(3) (insert number) OR section 4947(a)(1) nonexempt charitable trust
Note: Section 501(c)(3) exempt organizations and 4947(a)(1) nonexempt charitable trusts MUST attach a completed Schedule A (Form 990).

H(a) Is this a group return filed for affiliates? Yes No
(b) If "Yes," enter the number of affiliates for which this return is filed: N/A
(c) Is this a separate return filed by an organization covered by a group ruling? Yes No
I If either box in H is checked "Yes," enter four-digit group exemption number (GEN): N/A
J Accounting method: Cash Accrual Other (specify)

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if it received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

Note: Form 990-EZ may be used by organizations with gross receipts less than \$100,000 and total assets less than \$250,000 at end of year.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See Specific Instructions on page 13.)

Table with 21 rows and multiple columns. Rows include Revenue (1-12), Expenses (13-17), and Net Assets (18-21). Values include 505,002, 3,886, 14,256, 1,920,630, 1,882,193, 38,437, 561,581, 55,008, 53,587, 108,595, 452,986.

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See Specific Instructions on page 17.)

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) (cash \$ _____ noncash \$ _____)	22			
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule).	24			
25	Compensation of officers, directors, etc.	25	56,176	36,514	19,662
26	Other salaries and wages	26	6,210	4,037	2,173
27	Pension plan contributions	27			
28	Other employee benefits	28	837	544	293
29	Payroll taxes	29	5,220	3,393	1,827
30	Professional fundraising fees	30			
31	Accounting fees	31	336		336
32	Legal fees	32	12,470		12,470
33	Supplies	33	1,974		1,974
34	Telephone	34	2,920	1,898	1,022
35	Postage and shipping	35	389	331	58
36	Occupancy	36	2,820	1,833	987
37	Equipment rental and maintenance	37	104		104
38	Printing and publications	38	6,251		6,251
39	Travel	39	3,325	2,273	1,052
40	Conferences, conventions, and meetings	40	1,680	1,680	
41	Interest	41			
42	Depreciation, depletion, etc. (attach schedule)	42	1,940	1,261	679
43	Other expenses (itemize): a	43a	5,943	1,244	4,699
	b See Statement 4	43b			
	c	43c			
	d	43d			
	e	43e			
44	Total functional expenses (add lines 22 through 43) <i>Organizations completing columns (B)-(D), carry these totals to lines 13-15</i>	44	108,595	55,008	53,587

Reporting of Joint Costs.—Did you report in column (B) (Program services) any joint costs from a combined educational campaign and fundraising solicitation? Yes No
 If “Yes,” enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____; (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (See Specific Instructions on page 20.)

What is the organization’s primary exempt purpose? ► See Statement 5		Program Service Expenses
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)		(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a	MinistryWatch - See Statement 6 (Grants and allocations \$ 0)	33,005
b	thegoodsteward.com - See Statement 7 (Grants and allocations \$ 0)	22,003
c (Grants and allocations \$)	
d (Grants and allocations \$)	
e	Other program services (attach schedule) (Grants and allocations \$)	
f	Total of Program Service Expenses (should equal line 44, column (B), Program services)	55,008

Part IV Balance Sheets (See Specific Instructions on page 20.)

		(A) Beginning of year	(B) End of year
Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.			
Assets	45	Cash—non-interest-bearing	45 8,275
	46	Savings and temporary cash investments	46 127,395
	47a	Accounts receivable	47a
	b	Less: allowance for doubtful accounts	47b
			47c
	48a	Pledges receivable	48a
	b	Less: allowance for doubtful accounts	48b
			48c
	49	Grants receivable	49
	50	Receivables from officers, directors, trustees, and key employees (attach schedule)	50
	51a	Other notes and loans receivable (attach schedule).	51a
	b	Less: allowance for doubtful accounts	51b
			51c
	52	Inventories for sale or use	52
53	Prepaid expenses and deferred charges	53 5,498	
54	Investments—securities (attach schedule) See Statement 2b	54 300,000	
55a	Investments—land, buildings, and equipment: basis	55a	
b	Less: accumulated depreciation (attach schedule).	55b	
		55c	
56	Investments—other (attach schedule)	56	
57a	Land, buildings, and equipment: basis	57a 19,545	
b	Less: accumulated depreciation (attach schedule).	57b <1,941>	
		57c 17,604	
58	Other assets (describe ► System Development Capitalized Costs)	58 1,710	
59	Total assets (add lines 45 through 58) (must equal line 74)	59 460,482	
Liabilities	60	Accounts payable and accrued expenses	60 7,496
	61	Grants payable	61
	62	Deferred revenue	62
	63	Loans from officers, directors, trustees, and key employees (attach schedule).	63
	64a	Tax-exempt bond liabilities (attach schedule)	64a
	b	Mortgages and other notes payable (attach schedule)	64b
	65	Other liabilities (describe ► _____)	65
66	Total liabilities (add lines 60 through 65)	66 7,496	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here ► <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67	Unrestricted	67 452,986
	68	Temporarily restricted	68 0
	69	Permanently restricted	69 0
	Organizations that do not follow SFAS 117, check here ► <input type="checkbox"/> and complete lines 70 through 74.		
	70	Capital stock, trust principal, or current funds	70
	71	Paid-in or capital surplus, or land, building, and equipment fund	71
	72	Retained earnings, endowment, accumulated income, or other funds	72
73	Total net assets or fund balances (add lines 67 through 69 OR lines 70 through 72; column (A) must equal line 19 and column (B) must equal line 21)	73 452,986	
74	Total liabilities and net assets / fund balances (add lines 66 and 73)	74 460,482	

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

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See Specific Instructions, page 22.)

a	Total revenue, gains, and other support per audited financial statements . . . ▶	a	580,011
b	Amounts included on line a but not on line 12, Form 990:		
(1)	Net unrealized gains on investments . . \$ 16,680		
(2)	Donated services and use of facilities \$ 1,750		
(3)	Recoveries of prior year grants . . . \$ _____		
(4)	Other (specify): \$ _____		
	Add amounts on lines (1) through (4) ▶	b	18,430
c	Line a minus line b ▶	c	561,581
d	Amounts included on line 12, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 . . . \$ _____		
(2)	Other (specify): \$ _____		
	Add amounts on lines (1) and (2) ▶	d	
e	Total revenue per line 12, Form 990 (line c plus line d) ▶	e	561,581

Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return

a	Total expenses and losses per audited financial statements . . . ▶	a	110,345
b	Amounts included on line a but not on line 17, Form 990:		
(1)	Donated services and use of facilities \$ 1,750		
(2)	Prior year adjustments reported on line 20, Form 990 \$ _____		
(3)	Losses reported on line 20, Form 990 . \$ _____		
(4)	Other (specify): \$ _____		
	Add amounts on lines (1) through (4) ▶	b	1,750
c	Line a minus line b ▶	c	108,595
d	Amounts included on line 17, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 . . . \$ _____		
(2)	Other (specify): \$ _____		
	Add amounts on lines (1) and (2) ▶	d	
e	Total expenses per line 17, Form 990 (line c plus line d) ▶	e	108,595

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see Specific Instructions on page 22.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation	(E) Expense account and other allowances
See Statement 8				

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? Yes No
If "Yes," attach schedule—see Specific Instructions on page 22.

Part VI Other Information (See Specific Instructions on page 23.)

		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity		<input checked="" type="checkbox"/>
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.		<input checked="" type="checkbox"/>
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		<input checked="" type="checkbox"/>
78b	b If "Yes," has it filed a tax return on Form 990-T for this year?		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement		<input checked="" type="checkbox"/>
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?		<input checked="" type="checkbox"/>
80a	b If "Yes," enter the name of the organization ► _____ _____ and check whether it is <input type="checkbox"/> exempt OR <input type="checkbox"/> nonexempt.		
81a	Enter the amount of political expenditures, direct or indirect, as described in the instructions for line 81 81a 0		
81b	b Did the organization file Form 1120-POL for this year?		<input checked="" type="checkbox"/>
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	<input checked="" type="checkbox"/>	
82b	b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions for reporting in Part III.) 82b 1,750		
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	<input checked="" type="checkbox"/>	
83b	b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	<input checked="" type="checkbox"/>	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		<input checked="" type="checkbox"/>
84b	b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
85a	85 <i>501(c)(4), (5), or (6) organizations.</i> —a Were substantially all dues nondeductible by members? N/A		
85b	b Did the organization make only in-house lobbying expenditures of \$2,000 or less? N/A If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		
85c	c Dues, assessments, and similar amounts from members N/A 85c		
85d	d Section 162(e) lobbying and political expenditures N/A 85d		
85e	e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices N/A 85e		
85f	f Taxable amount of lobbying and political expenditures (line 85d less 85e) N/A 85f		
85g	g Does the organization elect to pay the section 6033(e) tax on the amount in 85f? N/A		
85h	h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount in 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A		
86a	86 <i>501(c)(7) organizations.</i> —Enter: a Initiation fees and capital contributions included on line 12 86a		
86b	b Gross receipts, included on line 12, for public use of club facilities 86b		
87a	87 <i>501(c)(12) organizations.</i> —Enter: N/A 87a		
87b	b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b		
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership? If "Yes," complete Part IX		<input checked="" type="checkbox"/>
89a	89a <i>501(c)(3) organizations.</i> —Enter: Amount of tax imposed on the organization during the year under: section 4911 ► 0 ; section 4912 ► 0 ; section 4955 ► 0		
89b	b <i>501(c)(3) and 501(c)(4) organizations.</i> —Did the organization engage in any section 4958 excess benefit transaction during the year? If "Yes," attach a statement explaining each transaction		<input checked="" type="checkbox"/>
	c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ► 0		
	d Enter: Amount of tax on line 89c, above, reimbursed by the organization ► 0		
90a	90a List the states with which a copy of this return is filed ► North Carolina		
90b	b Number of employees employed in the pay period that includes March 12, 1998 (See instructions.) 90b 0		
91	91 The books are in care of ► Chris Hempe Telephone no. ► (704) 841-7828 Located at ► 2518 Plantation Center Drive Suite B Matthews, NC ZIP + 4 ► 28105-5298		
92	92 <i>Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041</i> —Check here ► <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year ► 92 N/A		

Part VII Analysis of Income-Producing Activities (See Specific Instructions on page 27.)

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
Enter gross amounts unless otherwise indicated.					
93 Program service revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	3,886	
96 Dividends and interest from securities			14	14,256	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	38,437	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a _____					
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))				56,579	
105 Total (add line 104, columns (B), (D), and (E))					56,579

Note: (Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.)

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See Specific Instructions on page 28.)

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
	N/A

Part IX Information Regarding Taxable Subsidiaries (Complete this Part if the "Yes" box on line 88 is checked.)

Name, address, and employer identification number of corporation or partnership	Percentage of ownership interest	Nature of business activities	Total income	End-of-year assets
N/A	%			
	%			
	%			
	%			

Please Sign Here

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. (See General Instruction U, on page 12.)

Signature of officer: *Mark Long* | Date: **11/9/99** | Type or print name and title: **Mark Long, President**

Paid Preparer's Use Only

Preparer's signature: _____ | Date: _____ | Check if self-employed: | Preparer's SSN: _____

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



Organization Exempt Under Section 501(c)(3)

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

Supplementary Information

See separate instructions.

1998

Department of the Treasury
Internal Revenue Service

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

Name of the organization Wall Watchers	Employer identification number 56-2091339
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Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See instructions on page 1. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
None				
.....				
.....				
.....				
.....				
.....				
.....				
.....				
.....				
Total number of other employees paid over \$50,000 ▶	0			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See instructions on page 1. List each one (whether individuals or firms). If there are none, enter "None.")

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

Part III Statements About Activities

	Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ <u> N/A </u> Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.		✓
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any of its trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary:		
a Sale, exchange, or leasing of property?		✓
b Lending of money or other extension of credit?		✓
c Furnishing of goods, services, or facilities? See Statement 9	✓	
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? See Statement 9	✓	
e Transfer of any part of its income or assets? If the answer to any question is "Yes," attach a detailed statement explaining the transactions.		✓
3 Does the organization make grants for scholarships, fellowships, student loans, etc.?		✓
4a Do you have a section 403(b) annuity plan for your employees?		✓
b Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs qualify to receive payments. (See instructions on page 2.)		

Part IV Reason for Non-Private Foundation Status (See instructions on pages 2 through 4.) **See Statement 10**

- The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)
- 5** A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
 - 6** A school. Section 170(b)(1)(A)(ii). (Also complete Part V, page 4.)
 - 7** A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
 - 8** A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
 - 9** A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state ►**
 - 10** An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
 - 11a** An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 - 11b** A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 - 12** An organization that normally receives: **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions—subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
 - 13** An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: **(1)** lines 5 through 12 above; or **(2)** section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See instructions on page 4.)

(a) Name(s) of supported organization(s)	(b) Line number from above

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

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting.*
Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) . ▶	(a) 1997	(b) 1996	(c) 1995	(d) 1994	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)					0
16 Membership fees received					0
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is not a business unrelated to the organization's charitable, etc., purpose					0
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975					0
19 Net income from unrelated business activities not included in line 18					0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf.					0
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					0
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					0
23 Total of lines 15 through 22.					0
24 Line 23 minus line 17.					0
25 Enter 1% of line 23					0
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24. . . . ▶					0
b Attach a list (which is not open to public inspection) showing the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1994 through 1997 exceeded the amount shown in line 26a. Enter the sum of all these excess amounts. . . . ▶					0
c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶					0
d Add: Amounts from column (e) for lines: 18 <u>0</u> 19 <u>0</u> 22 <u>0</u> 26b <u>0</u> ▶					0
e Public support (line 26c minus line 26d total) ▶					0
f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) ▶					0 %
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," attach a list to show the name of, and total amounts received in each year from, each "disqualified person." Enter the sum of such amounts for each year: (1997) <u>0</u> (1996) <u>0</u> (1995) <u>0</u> (1994) <u>0</u>					
b For any amount included in line 17 that was received from a nondisqualified person, attach a list to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (1997) <u>0</u> (1996) <u>0</u> (1995) <u>0</u> (1994) <u>0</u>					
c Add: Amounts from column (e) for lines: 15 <u>0</u> 16 <u>0</u> 17 <u>0</u> 20 <u>0</u> 21 <u>0</u> ▶					0
d Add: Line 27a total <u>0</u> and line 27b total <u>0</u> ▶					0
e Public support (line 27c total minus line 27d total). . . . ▶					0
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) . . ▶					0
g Public support percentage (line 27e (numerator) divided by line 27f (denominator)). ▶					0 %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)). ▶					0 %
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1994 through 1997, attach a list (which is not open to public inspection) for each year showing the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not include these grants in line 15. (See instructions on page 4.)					

Part V Private School Questionnaire (See instructions on page 4.)
 (To be completed ONLY by schools that checked the box on line 6 in Part IV) N/A

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)		
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)		
34a	Does the organization receive any financial aid or assistance from a governmental agency?		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation		

Part VI-A Lobbying Expenditures by Electing Public Charities (See instructions on page 6.)
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

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

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

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

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. **N/A**
 See the instructions for lines 45 through 50 on page 7.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 1998	(b) 1997	(c) 1996	(d) 1995	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e)).					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See instructions on page 8.)

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

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

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Statement 1 - Part I 1d

Schedule of Contributors

Information regarding contributions and similar receipts has been furnished to the Internal Revenue Service but is under inspection pursuant to Section 6104(E)(C) of the Internal Revenue Code.

Statement 2a - Part I 8c

Schedule of Investment Gains and Losses

Security	Shares	Bought	Sold	Sales Price	Cost Basis	Gain/Loss
CIA PAR ENERGIA B ADR FCOPEL C	1135	11/4/98	11/5/98	\$ 10,038.74	10,002.19	36.55
CIA PAR ENERGIA B ADR FCOPEL C	5000	11/3/98	11/23/98	\$ 46,098.45	41,250.00	4,848.45
CIA PAR ENERGIA B ADR FCOPEL C	5000	11/3/98	11/23/98	\$ 46,098.45	41,250.00	4,848.45
WARBURG PINCUS JAPAN GROWTH FU	9605.123	11/23/98	11/24/98	\$ 92,060.18	90,000.00	2,060.18
WARBURG PINCUS JAPAN GROWTH FU	1067.236	11/23/98	11/27/98	\$ 10,241.15	10,000.00	241.15
BT PACIFIC BASIN EQUITY FUND	8090.615	1/6/99	1/7/99	\$ 25,465.43	25,000.00	465.43
BT PACIFIC BASIN EQUITY FUND	3236.246	1/6/99	1/7/99	\$ 10,169.26	10,000.00	169.26
MATTHEWS KOREA FUND-CLASS I	4716.981	1/15/99	3/2/99	\$ 17,431.60	20,000.00	(2,568.40)
CIA PAR ENERGIA B ADR FCOPEL C	5000	11/3/98	3/19/99	\$ 35,473.83	41,250.00	(5,776.19)
CIA PAR ENERGIA B ADR FCOPEL C	1250	1/21/99	3/30/99	\$ 9,337.18	5,037.50	4,299.68
JAPAN FUND SCUDDER FUNDS	2096.436	3/29/99	3/31/99	\$ 20,058.07	20,000.00	58.07
SCUDDER GREATER EUROPE GROWTH	783.699	3/29/99	3/31/99	\$ 20,200.00	20,000.00	200.02
CIA PAR ENERGIA B ADR FCOPEL C	3500	11/3/98	4/6/99	\$ 30,518.97	28,875.00	1,643.97
CIA PAR ENERGIA B ADR FCOPEL C	4000	11/3/98	4/6/99	\$ 34,878.83	33,000.00	1,878.83
CIA PAR ENERGIA B ADR FCOPEL C	4800	11/3/98	4/6/99	\$ 41,854.60	39,600.00	2,254.60
CIA PAR ENERGIA B ADR FCOPEL C	6100	11/3/98	4/6/99	\$ 50,140.33	50,325.00	(184.68)
CIA PAR ENERGIA B ADR FCOPEL C	12400	11/3/98	4/6/99	\$ 101,924.55	102,300.00	(375.41)
CIA PAR ENERGIA B ADR FCOPEL C	1500	11/3/98	4/6/99	\$ 12,329.50	12,375.00	(45.42)
CIA PAR ENERGIA B ADR FCOPEL C	12700	11/3/98	4/7/99	\$ 110,740.25	104,775.00	5,965.29
SCUDDER PACIFIC OPPORTUNITIES	26460.86	4/7/99	4/8/99	\$ 242,182.47	240,000.00	2,182.47
SCUDDER GREATER EUROPE GROWTH	9022.556	4/8/99	4/9/99	\$ 240,342.34	240,000.00	342.34
WORLDWIDE HONG KONG INDEX FUND	14858.841	5/26/99	5/27/99	\$ 195,540.52	200,000.00	(4,459.48)
GUINNESS FLIGHT WIRED INDEX FU	7626.602	5/26/99	5/27/99	\$ 121,185.90	125,000.00	(3,814.10)
WARBURG PINCUS JAPAN GROWTH FU	13783.598	6/16/99	6/21/99	\$ 214,962.96	200,000.00	14,962.96
T ROWE PRICE NEW ASIA FD	26259.815	6/16/99	6/22/99	\$ 181,356.32	170,000.00	11,356.32
TOTAL				\$ 1,920,630.03	1,880,039.69	40,590.34
INVESTMENT EXPENSES						
Foreign Taxes						\$ (2,138.38)
Bank Charge						\$ (15.00)
NET GAIN/LOSS						\$ 38,436.96

Statement 2b - Part IV 54

Schedule of Investments @ 6/30/99

Investment Name	Type	Shares	Cost/Share	Book Value
Warburg Pincus Japan Small Fd COM	Mutual Fund	24529.845	\$12.23	\$ 300,000.00
Total				\$ 300,000.00

Investments are listed at cost.

Statement 3- Part II 42

Schedule of Depreciation Expense and Accumulated Depreciation

<u>Asset Description</u>	FY 98-99	6/30/99		
	<u>Depreciation Expense</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Office Equipment	\$ 21	\$ 608	\$ 21	\$ 587
Computers	\$ 1,618	\$ 9,755	\$ 1,618	\$ 8,137
Telephone System	\$ 138	\$ 4,950	\$ 138	\$ 4,812
Office Furniture	\$ 164	\$ 4,232	\$ 164	\$ 4,068
Total Fixed Assets	\$ 1,941	\$ 19,545	\$ 1,941	\$ 17,604

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Statement 4- Part II 43

Schedule of Other Expenses

<u>Description</u>	<u>Total</u>	<u>Program Servi</u>	<u>Management & general</u>	<u>Fundraising</u>
Dues and Subscriptions	823	823		
Insurance	594		594	
Licenses and Permits	600		600	
Miscellaneous	300	74	226	
Recruitment	1,356		1,356	
Technology	1,470	347	1,123	
Consulting	800		800	
Total Other Expenses (line 43a)	<u>5,943</u>	<u>1,244</u>	<u>4,699</u>	<u>-</u>

Statement 5 – Part III

Wall Watchers is a nondenominational research organization whose primary objective is to educate and inform the public in the areas of Biblical stewardship and nonprofit affairs. The primary means of conveying this information is through our freely accessible websites on the Internet.

Statement 6 – Part III a

MinistryWatch – Through the website MinistryWatch.com, Wall Watchers will provide profiles of the nonprofits about which it has obtained information. In fiscal 1999, Wall Watchers developed the infrastructure necessary to support this program. This included setting up the people and processes that will guide the research function, establishing relationships with individual nonprofits, developing a research philosophy and ratings system, and beginning development of the website that will contain the information that will be made publicly available.

Statement 7 – Part III b

thegoodsteward.com – Through the website thegoodsteward.com, Wall Watchers will provide a centralized source of written articles and interactive tools through which the public can be encouraged and educated in the areas of Biblical stewardship. In fiscal 1999, Wall Watchers formulated the strategy and implementation of the program, contracted with an editor to acquire and organize the content, designed and developed the website itself, and began establishing relationships with potential content providers.

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Statement 8 - Part V

Part V - List of Officers, Directors, Trustees, and Key Employees

<u>Name and Address</u>	<u>Title and Hrs/Wk</u>	<u>Compensation</u>	<u>Employee Ben Plan Contrib</u>	<u>Expense Acct</u>
Howard Leonard 2518 Plantation Center Drive Suite B Matthews, NC 28105	Chairman of the Board Part Time	0	0	0
Carolynn Leonard 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Mark Long 2518 Plantation Center Drive Suite B Matthews, NC 28105	President/ Board Member Full Time	56,176	0	0
Warren Smith 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Missy Smith 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Jeff Everett 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Gillian Everett 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Charlie Noble 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Lynn Noble 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Jerry Ledzinski 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Martina Ledzinski 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Bernie Lawrence 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0
Pat Lawrence 2518 Plantation Center Drive Suite B Matthews, NC 28105	Board Member Part Time	0	0	0

Statement 9 – Part III

2c Use of facility – The Chairman of Wall Watchers is the owner of the facility used by Wall Watchers to conduct its activities. This facility is made available at no cost to Wall Watchers.

2d Reimbursement of expenses – During the year, the Chairman advanced funds to and made purchases on behalf of Wall Watchers. These advances and purchases provided Wall Watchers with the funding necessary to support its operations during its formative period. The Chairman was reimbursed a total of approximately \$46,000 for these advances and expenses. No interest or other excess benefit was paid to the Chairman as a part of this reimbursement. As of June 30, 1999, approximately \$970 remained outstanding as a payable to the Chairman for reimbursement of expenses incurred on behalf of Wall Watchers. This payable is included in Accounts Payable and Accrued Expenses in Part IV of Form 990.

Statement 10 – Part III 4b

Wall Watchers does not make grants or loans to individuals or organizations to carry out its exempt purpose.