10h.—The statement must be sufficiently detailed to show that each activity is clearly within the intent of the statute. A restatement of your purposes or a statement that your activities or proposed activities are or will be in furtherance thereof is not sufficient. If you have not operated and are filing this application on the basis of proposed activities, the description of your proposed activities must not only describe the activities in which you expect to engage, but also how you expect to raise your funds, and the nature of your principal contemplated expenditures.

If your proposed activities will encompass more than merely turning over funds to other exempt organizations, the standards, criteria, procedures, or other means adopted or planned by you for carrying them out must be stated.

As to expected sources of funds, state whether support will be from public or private sources, i.e., from the public at large or governmental units or from your creator, members of a family group, or a few interested individuals; and the nature of the support, i.e., contributions, gifts, grants, or other. If income from fund raising events, ticket sales, rentals, or other business or investment sources is anticipated, state the nature of the proposed venture and furnish any pertinent details.

The statement of principal contemplated expenditures should reflect administrative and operating expenses as well as expenditures made directly in furtherance of exempt purposes. If grants, gifts, awards, etc., to individuals are planned, the selection criteria to be followed must be stated.

If you are organized to operate a home for the aged, school, hospital, clinic, or bookstore; or to award scholarships, make loans, engage in or sponsor research, conduct educational activities other than a school; or to expend any part of your funds in foreign countries, the information called for below must be furnished.

Home for aged.—If you are organized to operate a home for the aged, submit: (a) a description of the facilities and services provided or to be provided the residents, including the residential capacity of the home; (b) the criteria for admission to the home; (c) charges for admission (entrance fee and/or monthly charge) and whether payable in a lump sum or on an installment basis; (d) whether all residents are or will be required to pay fees; (e) how charges are or will be determined, i.e., on a profit basis, to recover costs, or at less than cost; (f) whether any residents are or will be accepted without pay and, if so, how many; (g) whether residents are or will be discharged if unable to pay; (h) whether Federal mortgage financing has been applied for and, if so, the type; and (i) copies in duplicate of admission applications and/or any other literature or brochures descriptive of the home, its facilities, and admission requirements.

Scholarships.—If you award or plan to award scholarships, submit: (a) criteria used or to be used for selection, including the rules of eligibility; (b) how and by whom the recipients are or will be selected; (c) if awards are or will be made directly to individuals, whether information is required assuring that the student remains in school; (d) if awards are or will be made to recipients of a particular class, for example, children of employees of a particular employer, whether any preference is or will be accorded an applicant by reason of the parent's position, length of employment, or salary; whether as a condition of the award the recipient must upon graduation accept employment with the company, and whether the award will be continued irrespective of termination of the parent's employment; and (e) copies in duplicate of the scholarship application form and any brochures or literature describing the scholarship program.

Loans.—If you make or plan to make loans for charitable and educational purposes, submit: (a) circumstances under which such loans