Dear Friends,

Too many young people are trapped in unhealthy relationships. In the United States, one in three teens will be a victim of abuse and 80% of girls experiencing physical violence will continue to date their abuser. Abuse is too big of a problem to be handled case-by-case – the movement to end domestic violence needs a leader to succeed. Break the Cycle is proud to embrace that role as a national advocacy organization.

Our most vibrant, effective and sustainable work lies in educating teens about domestic violence, encouraging youth activism and advocating for change. Break the Cycle educates youth so they can recognize the warning signs of abuse and escape unhealthy relationships. By fostering activism, we create a new generation in which domestic and dating violence is not tolerated. And we protect young victims by advocating for laws, policies and practices that help ensure their safety.

This year, we are especially proud to have launched thesafespace.org. The Safe Space is a virtual environment containing all the information young people need to prevent, diagnose and escape unhealthy relationships along with all the support and safety they demand to address dating violence head-on. The Safe Space is the most comprehensive dating violence resource on the web.

On behalf of Break the Cycle’s staff and board and the hundreds of young people we reach every day, we sincerely thank you for your help and support. We look forward to your continued assistance in showing thousands of youth the path to a life of safety, respect and happiness.

Sincerely,

Sam Pryor
President, Board of Directors
IN COLLABORATION

As a leading expert on teen dating violence, Break the Cycle works with a wide variety of partners to create a cohesive system that educates the public, protects victims and holds perpetrators accountable.

In 2007, we jointly applied for federal funding with the Girl Scouts of America in an effort to ensure that all American girls receive violence-prevention education.

We worked with the Institute on Domestic Violence in the African American Community, National Center for Victims of Crime, National Council of Juvenile and Family Court Judges and Pennsylvania Coalition Against Rape to train adults across the country on how to better serve youth experiencing abuse.

We are thankful for our many partners and look forward to continuing our collaborations in the movement against domestic violence.

NEW VOLUNTEER PROGRAM

Break the Cycle is proud to have launched a new, highly successful volunteer program in 2007. Volunteers across the nation can now choose from a variety of fun and creative activities to help Break the Cycle end domestic violence.

We are especially proud to have launched the Valentine’s Anytime Party Package this year, helping supporters raise awareness and funds for Break the Cycle in a festive party setting. February 14th may only come once a year, but Break the Cycle has everything you need to celebrate love and healthy relationships all year round.

NEW STRATEGIC PLAN

Through a new strategic plan, Break the Cycle identified the six goals most crucial to achieving our mission of engaging, educating and empowering youth to build live and communities free from domestic and dating violence.

GOAL: SUSTAIN
Break the Cycle is committed to fiscal responsibility. Despite increasing our staff, we spent 11% less than our projected budget in 2007. Moreover, 83% of all funds went directly to serving youth. Thank you to all our supporters who contribute to Break the Cycle’s mission.

GOAL: PRESERVE
It is with great pride that we increased the prominence, size and role of our Washington, DC office in 2007. With help from our supporters, the DC staff grew from two to seven, a 250% increase!

We are also happy to welcome Joanne Caruso, Mike Catalano, Jennifer Laforcarde and M.C. Sungaila to the Board of Directors. Their talent, passion and diversity of opinion drives Break the Cycle to perform better and achieve more.

We reached nearly 200 million people through free advertising.

GOAL: PROMOTE
Two thousand seven was a banner year for fundraising. Not only did we finish the year in fine financial standing, we received more multi-year grants than ever before. We are starting 2008 with 59% of our budget secured, up from 34% the previous year.

GOAL: MEETING OUR BUDGET

We reached nearly 200 million people through free advertising.
GOAL: EDUCATE
Our evidence-based, prevention education program teaches youth about domestic violence, healthy relationships and the law. We reach youth where they are: online via thesafespace.org and in classrooms, colleges, teen parenting programs, juvenile detention facilities, after-school clubs and community agencies.

In 2007, we completed the user demo of *Ending Violence*, our interactive educational DVD. This innovative tool will democratize violence-prevention education, allowing thousands more youth to benefit from our life-saving information.

GOAL: CHANGE
Break the Cycle is proud to have launched the Teen Dating Violence Technical Assistance Center, or *Teen Center*, in 2007. Through providing resource materials and training programs to youth-serving professionals, we reach thousands more teens in need.

Break the Cycle continues to advocate for greater and improved institutional support for young victims of dating violence. We are working with everyone from high school administrators to federal lawmakers to ensure that everyone, regardless of age, has the right to safe and healthy

Break the Cycle has directly reached more than 200,000 youth with our life-changing programs.

Break the Cycle’s education tools are in 46 states and two countries.
STATEMENT OF FINANCIAL POSITION

ASSETS

CURRENT ASSETS:
- Cash and cash equivalents $16,298 $69,251
- Accounts receivables, no allowance necessary 109,534 63,738
- Current portion of mortgage notes receivable 35,117 42,538
- Prepaid expenses 6,928 8,499
- Total current assets 167,877 184,026

PROPERTY AND EQUIPMENT, net 11,462 6,993

MORTGAGE NOTES RECEIVABLE, less current portion 378,769 490,674

MORTGAGE NOTE INTEREST RECEIVABLE 25,090 15,816

DEPOSITS 6,323 6,323

$589,521 $703,832

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:
- Accounts payable $43,073 $20,456
- Accrued expenses 23,418 153
- Current portion of capital lease 1,874 1,569
- Total current liabilities 68,365 22,178

CAPITAL LEASE, less current portion - 1,876

NET ASSETS:
- Unrestricted 499,467 648,922
- Temporarily restricted 21,689 30,856
- Total net assets 521,156 679,778

$589,521 $703,832

TOTAL INCOME

$854,054 $1,007,182

STATEMENT OF CASH FLOWS

CASH FLOW FROM OPERATING ACTIVITIES:
- Change in net assets $ (158,622) $ 28,076
- Adjustments to reconcile change in net assets to net cash (used in) operating activities:
  - Depreciation 3,883 5,034
  - Changes in assets and liabilities:
    - Accounts receivable (45,796) (56,342)
    - Prepaid expenses 1,751 (454)
    - Accounts payable 22,617 18,017
    - Accrued expenses 23,265 (10,069)
  - Net cash (used in) operating activities (153,082) (21,718)

CASH FLOW FROM INVESTING ACTIVITIES:
- Mortgage notes receivable 110,052 74,313
- Equipment purchases (8,199) (2,105)
- Net cash provided by investing activities 101,853 72,208

CASH FLOW FROM FINANCING ACTIVITIES:
- Proceeds from line of credit 57,000 99,100
- Payments on capital lease (1,724) (1,313)
- Payments on Line of Credit (57,000) (125,100)
- Net cash (used in) provided by financing activities (1,724) (27,313)

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (52,953) 23,177

CASH AND CASH EQUIVALENTS:
- Beginning of year 69,251 46,074
- End of year $16,298 $ 62,251
THANK YOU TO OUR 2007 DONORS

Your donations, large and small, help ensure that everyone has the right to safe and healthy relationships.

$25000+
Blue Shield of California Foundation
DC Coalition Against Domestic Violence
DC Office of Victim Services
The Estate of Clarice Silk
US Department of Health & Human Services
US Department of Justice
Verizon Wireless Hopeline

$10000 - 24999
Anonymous
The Morris and Gwendolyn Cafritz Foundation
DC Department of Human Services
Equal Justice America
Liz Claiborne Foundation
Northrop Grumman
RGK Foundation

$5000 - 9999
Alpha Gamma Chapter - Omega Phi Beta Sorority
Mike Catalano
Cathay Bank
Children's Hospital Los Angeles
Cruise Industry Charitable Foundation Inc.
DC Metro Healthy Marriage & Relationship Coalition
Dreier, Stein & Kahan LLP
Tamara Fritz
Latham & Watkins
Morrison & Foerster
Sheri & Dave Mount
Munger, Tolles & Olson Foundation
Gloria & Bill Newton
Sam & Amy Pryor
The TJX Foundation Inc.

$2500 - 4999
Joanne Caruso
Carol Cheng-Mayer & Brett Mayer
Cohen, Miskei & Mowrey LLP
Cowlitz-Wahkiakum Domestic Violence Consortium
Mitchell & Jacque Gilberg & Giltex LLC
Rosalinde & Arthur Gilbert Foundation
Howrey LLP
Idaho Coalition Against Sexual & Domestic Violence
Allison & Bruce Mellon
New York State Coalition Against Sexual Assault
Sidney Stern Memorial Trust
M.C. Sungaila

$1000 - 2499
Aaroe Associates Charitable Foundation
Katie & Victor Amira
Christopher Ballard & Harvard Westlake School
Computrition
DC Department of Mental Health
Eris & Larry Field Family Foundation
Forest City Development
Michael & Risa Green & Dakota Financial
Greg Gursey
Elizbeth Korte
Jennifer A. Laforcarde
Majestic Realty Co. Foundation
Elsie Pon
Rape & Sexual Abuse Center
John & Mirela Rohan
Victoria Russell
Target
Steven Thomas
Venable Foundation

$500 - 999
1st Century Bank
Alcalde & Fay
Judy & Michael Altman
Jessica Aronoff & Larry Sher
California Coalition Against Sexual Assault
John Chiang
Katie Chin-Jonas & Matthew Jonas
City National Bank
Elizabeth & David Cohen
Susan Downey
Lawrence Frank & Susan Delaney
Esther Garcia
Tracey Garvin
Marjorie Gilberg & Mark Holden
Jodi Groff
Jacqueline & James Hassett
Michael Henderson
Holthouse Carlin & Van Trigt LLP
Cynthia Kittle
Los Angeles Center for Enriched Studies
Sam & Carly Landis
Latimer & Bari Lorenz
Stephanie Luros
Gregory & Jennifer Malins
Rosanna Marino
National Association of Crime Victims
Ohio County Partners in Prevention
John Ragsdale
Halla Shami & Andy Sher
Joan & Paul Sher
Soroptimist International of L.A. West
Paul Swanson
Andrea & Philip Templeton
TriNet
Victim Rights Law Center Inc.
Benton & Darren Weinstock
Anne Marie Wotkyns & Scott Sperber

$250 - 499
Amanda Aronoff & James Keller
Carol Aronoff
Carrie Bagshaw
Shari Beckstrand
Tricia Robertson Bogle & Charles Robert Bogle
Christine Chung
Marianne Churney
Mamie Lee Coleman
Carolyn & John Crosson
Department of Education, NY
Bobbi Elliott
Priscilla Fernandez
Nancy & Jonathan Goodson
Elena Goss & Bob Valentine
Loretta Gruber
Angela Haskins
Louise Hickey-Cadiff
Vicki & Craig Holleman
Marlise Karlin
Sheila Kuehl
Jennifer Leitzes & Jon Hoeber
Los Angeles Junior Chamber of Commerce
Barbara Marx
Darlene & Scott Mowrey
Lawrence Murphy
Notre Dame Academy
Jennifer Roff & Brad Schiff
Malcolm Scott
Carolyn & Eric Shettle
H Doyle Smith
Luis Solares
Natalie Stone
Erin Tenner
Una, LLC
Jimena Vasquez

Gifts were made to Break the Cycle in tribute to:
Max Aronoff-Sher
Henry Cabala
Joanne Caruso Zaccaro
Zoia Dochterman
Claudia Endler
Juley Fulcher
Susan S. Ishida
Joseph Lane
Tamara Longwith
Elizabeth Lorenz
Heather J. Lowe
Caitlin Miller
Jean Oh
Daniel Salazar
Jeanne Thompson
Paul Turner
Justin Warren
Zalia F. Welborn
Jerome Zeffren
Rosalyn Zeffren

Every effort has been made to ensure the accuracy of this listing. Please accept our apologies if there are any errors or omissions and contact our office with corrections. Thank you.

Where the Dollars Go
- 83% PROGRAMS
- 10% FUNDRAISING
- 7% ADMINISTRATION