

Illiana Artists Inc.
P.O.Box 3150
Munster IN 46321

Internal Revenue Service
Exempt Organizations
P.O Box 2508
Cincinnati, Ohio 45201
Attention: Daniel Dragoo Room 5-106

Dear Mr. Dragoo,

In response to your letter 1312(Do) regarding additional information to our Application for Recognition of Exemption under Section 501 (c) (3), we enclose the following:

- a) Articles of Incorporation in the State of Indiana for Illiana Artists, Inc.
- b) Revision of Page 7, item 12a to show 2% of line 8 column (e) , Total of Part IV-A to be \$ 58.97.

Members and non-members art work, if sold at our annual exhibit, would require a 20% donation/commission be given to Illiana Artists. However, sales of artwork is incidental to the exhibit. To date, no artwork by any member artist has been sold at our exhibitions.

The purpose of the exhibit is to reach out to the community of artists and the public to promote art awareness. The exhibit is not limited to Illiana Artists members. Our membership includes about 100 artists. We have sent out 600 entry prospectus for the March 2002 exhibition to artists in the Indiana, Illinois, and Michigan area. We expect a response of about 100-150 entries. The exhibition is juried by a well-respected judge of art. Although there is no absolute guarantee that any of our members will be accepted into the exhibit, in the past about 30 % of those juried into the exhibit have been Illiana Artists.

Our exhibits have been well received by the artists and the community. They have stimulated the growth of the artists. We have lost money on the exhibitions, but have gained new members in our organization because of the exhibitions.

Our Articles of Incorporation do not include part (a) and part (b) of your listed clauses to be included in the Articles of Incorporation. Our amended Articles will include these clauses you have listed. On the matter of distribution of assets part (c) our dissolution statement will read "Upon dissolution, all assets of the Corporation, after payments of any debts or obligations, as provided in the Acts and within the meaning of section 501(c)(3) of the Internal Revenue Code, or corresponding section of any future federal tax code, shall be turned over to another not-for-profit organization recognized as tax-exempt by the United States Internal Revenue Service."

Respectively yours,

Karin Eisermann- President Illiana Artists, Inc.

Enclosures