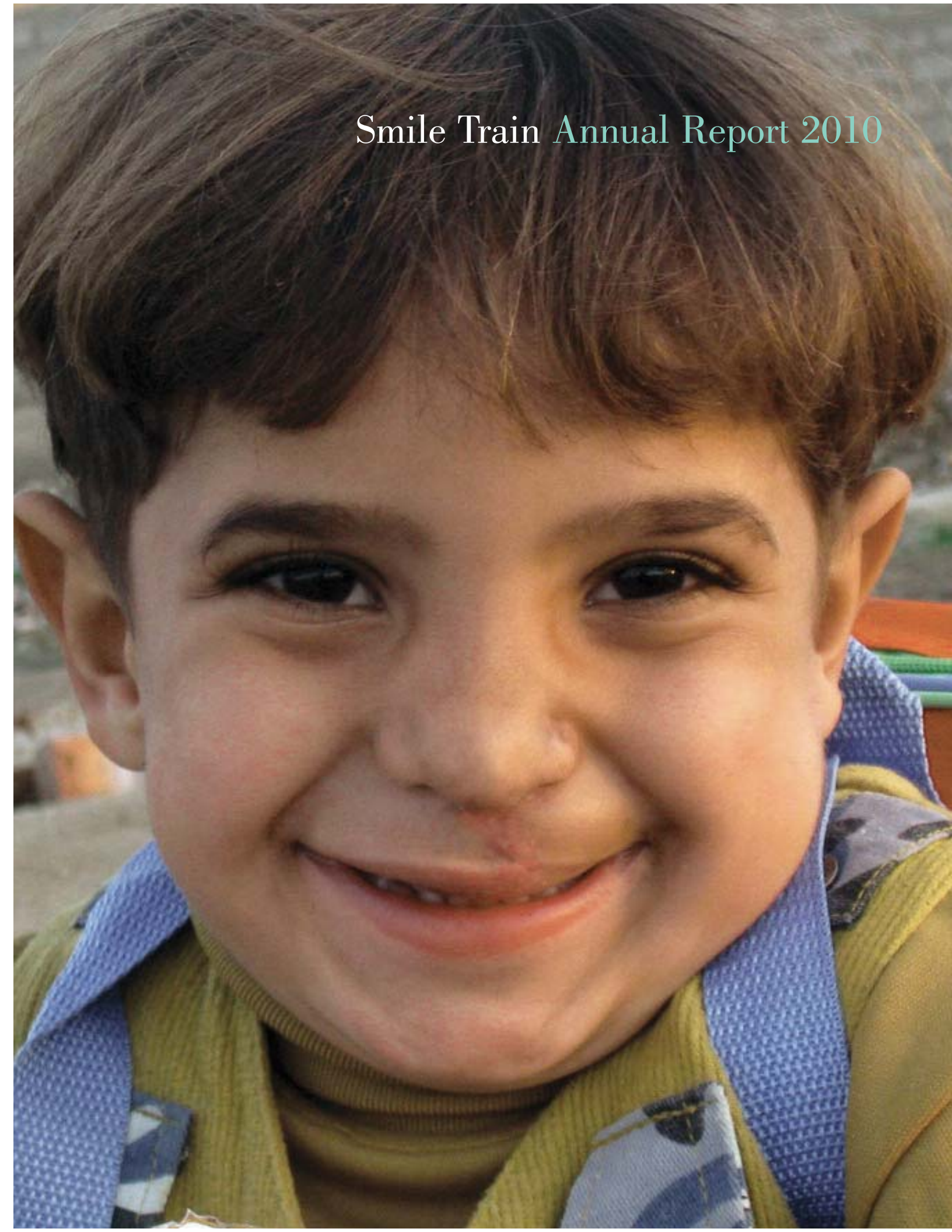
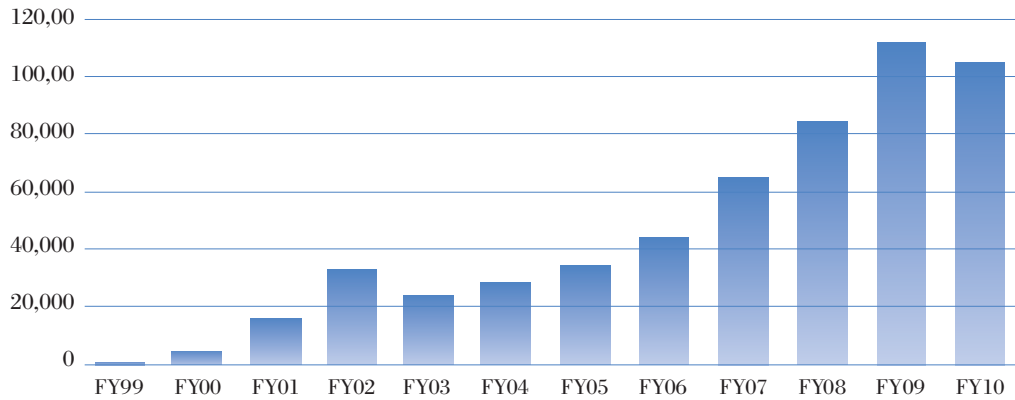


Smile Train Annual Report 2010



Our Results

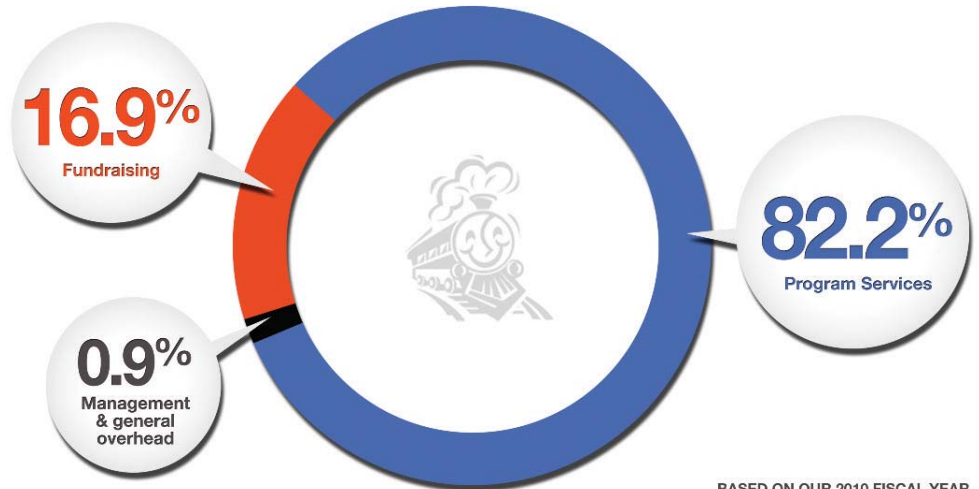
600,000+ surgeries to date.



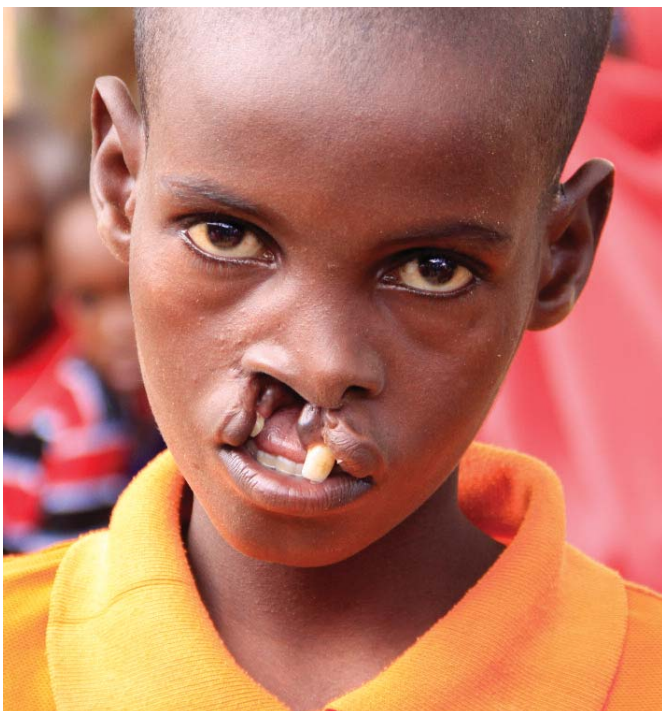
In just eleven years, Smile Train has provided free cleft surgery for more than 600,000 children who would otherwise never have received it.

Our Expenses

Our goal is to be the most well-managed and cost-efficient charity in the world.



BASED ON OUR 2010 FISCAL YEAR



SmileTrain
Changing The World One Smile At A Time.

Dear Friend,

Fiscal Year 2010 gave us plenty of reasons to smile.

We helped more than 100,000 children.

We supported and trained more doctors than ever before.

We earned the trust and support of hundreds of thousands of new donors.



In just eleven years, we have evolved into the world's leading cleft charity with thousands of programs and partners in 75+ countries.

The rapid growth of our treatment programs is a testament to our unique strategy: We empower local doctors to help children every day of the year through free training, free equipment and financial support.

This approach makes our cost per surgery one of the lowest, especially compared to mission groups, as it helps very poor, but very proud, communities become self-sufficient.

The meteoric growth of our donors is a testament to the way we run our organization. Smile Train has the highest productivity of any cleft charity in the world. We have a very active, hands-on board of directors, a world-renowned medical advisory board, experienced, professional management and a small staff. We designed a digital cleft patient chart and web database which is used by thousands of partners to upload Smile Train patient records. This saves millions of dollars a year in shipping, handling and storage expenses as well as enables real-time monitoring of surgical safety and quality.

Our donors love the fact that their donation is used to help children and how a single surgery that costs as little as \$250, and takes as little as 45 minutes, can change a child's life forever.

We're very proud of how far we have come in just eleven years, but we're not resting on our laurels by any means. There are still millions of children in developing countries who have little hope of ever receiving the surgery they so desperately need.

With your support, we will help as many of them as possible as we continue our mission to change the world one smile at a time.

Thank you for helping us help these children.

Handwritten signature of Priscilla Ma.

Priscilla Ma
Executive Director





In 2010, We Helped More Than 100,000 Children In More Countries Than Ever Before.

Free Cleft Surgery For Children.

In 2010, we awarded 1,130 new treatment, training, education, mission group, patient financial aid, ancillary treatment, awareness, medical exchange program, special equipment and start-up grants and expanded into three new countries: Burundi, Djibouti and Jordan.

We expanded our ancillary treatment programs that many children need after their cleft surgery, such as speech therapy and orthodontia. Fixing a child's cleft lip or palate does little good if you don't teach them how to speak properly afterward.

We also operated on more children in India and China (the two countries with the highest number of unrepaired clefts) than were born with cleft this year.

Free Training And Support For Doctors And Medical Professionals.

In 2010, we provided the world's most extensive offering of cleft grant programs, educational opportunities and free resources for tens of thousands of doctors who are involved in helping children with clefts. Our goal was not only to increase the number of poor children who received treatment, but also to increase the quality and safety of care provided.

Tens of thousands of doctors and other medical professionals benefit from Smile Train programs, including our virtual surgery cleft training videos and the world's largest medical cleft-related library, which resides on our Web site. Any doctor who has access to the Web can benefit from the thousands of pages of invaluable cleft-related medical content that we have digitized and made available for free. We have also developed a cleft library for patients and their families that has thousands of useful articles, stories and references.

Our Smile Train Medical Advisory Board is comprised of some of the world's most respected and renowned cleft experts. This board sets the very high standards for safety and quality that all our partners must meet. We systematically review thousands of patient charts and closely monitor the quality of care all our partners provide.

Free Surgery Programs In 75+ Countries.

Smile Train has more free treatment programs in more countries than any other cleft charity.

We focus on the world's poorest countries which have the largest populations of children with unrepaired clefts. We are currently in 75+ of the world's poorest countries.

The vast majority of children with clefts in developing countries never receive the surgery they so desperately need. With average incomes of \$15 a month, their families could never afford surgery. And in most of these countries, there are no government programs or charities that can help.

For millions of these children, Smile Train is their only hope for a normal life.



Smile Train Delivers Smiles In:

- Afghanistan
- Argentina
- Bangladesh
- Benin
- Bolivia
- Brazil
- Bulgaria
- Burundi
- Cambodia
- Cameroon
- Chile
- China
- Colombia
- Congo
- Côte d'Ivoire
- Djibouti
- Dominican Republic
- Ecuador
- Egypt
- Ethiopia
- Georgia
- Ghana
- Guatemala
- Guinea
- Guyana
- Haiti
- India
- Indonesia
- Israel
- Jordan
- Kazakhstan
- Kenya
- Lao PDR
- Malawi
- Mali
- Mexico
- Mongolia
- Myanmar
- Nepal
- Nicaragua
- Nigeria
- Panama
- Peru
- Philippines
- Russian Federation
- Rwanda
- Senegal
- Somalia
- South Africa
- Sri Lanka
- Sudan
- Tanzania
- Thailand
- Togo
- Uganda
- Ukraine
- USA
- Uzbekistan
- Venezuela
- Vietnam
- Zambia



Kobouvi Wuze,
5 years, Togo



Samir,
1 year, Afghanistan



Cheng Cheng,
1 year, China



Kritigya Mohan,
1 year, India



Saed,
10 months, Djibouti



Samnang Tuon,
6 months, Cambodia



Mharnel Palance,
1 year, Philippines



Benito Cortez,
3 years, Mexico

Our Goal: To Be The Leading, Accountable Charity, Dollar For Deed, Worldwide.

At Smile Train, we work hard to earn the trust and confidence of our donors every single day.

It Begins At The Top With Good Governance.

A very small, hands-on board that meets every four months governs Smile Train. These board members are very successful and accomplished professionals who have decades of invaluable experience in areas such as international children's charities, healthcare, medical education, nonprofit management, fund-raising, marketing, accounting, high technology, finance, investment banking and law.

The World's Most Respected Cleft Medical Professionals.

The Smile Train Medical Advisory Board is comprised of the best and the brightest cleft experts in the world. Led by world-renowned surgeon Dr. Court Cutting, this board sets the standards for safety and quality for every Smile Train partner and program.

Smile Train Medical Advisory Board:

Court Cutting, M.D.
Philip Kuo-Ting Chen, M.D.
Linda D'Antonio, Ph.D.
David Dingman, M.D.
Alvaro Figueroa, D.D.S.
Ethylin Jabs, M.D.
Ian Jackson, M.D.
E. Heidi Jerome, M.D.
Jan Lilja, M.D., D.D.S., Ph.D.
M. Samuel Noordhoff, M.D.
Judy O'Young, M.D.
Brian Sommerlad, M.D.
S. Anthony Wolfe, M.D.

Experienced Management, Tight Fiscal Controls And A Small Staff.

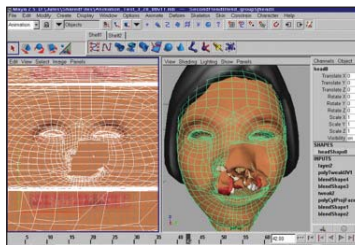
Smile Train is well-managed and strategically driven. Our goal is to enable high-quality cleft treatment for as many poor children as possible, including comprehensive care for our patients and education and training for local medical professionals and partners. All our programs have been designed to most effectively use our donors' funds.

Unlike many charities, we do not waste a nickel on inefficient fund-raising, bloated staffs or poorly executed programs. Our auditing firm specializes in nonprofits. We meet or exceed all of the Better Business Bureau standards and receive high ratings from various charity watchdog groups.

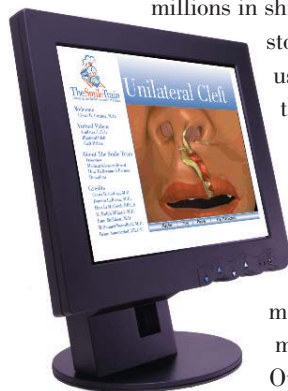
Using Technology To Save Millions.

We use all kinds of proprietary technology to save money and do things faster, cheaper and smarter.

Instead of mailing patient charts all over the world we built a digital patient database that's on



the Web. Our partners upload all of their patient records to us via the Web, which not only saves millions in shipping, handling and storage costs, but allows us to review and monitor the quality of their work.



To train surgeons, we developed special virtual surgery software that has been distributed to more than 38,800 medical professionals. Our Web site is the

world's largest cleft portal and it supports tens of thousands of doctors and cleft patients and their families every month.



Board of Directors

Charles B. Wang
Co-Founder & Chairman

Brian F. Mullaney
Co-Founder

Mark E. Atkinson
Creative Director
Otto Studios

Robert T. Bell
Executive Director
Charles B. Wang Foundation

Donald B. Murphy
Partner
Brown Brothers Harriman & Company

Susannah Schaefer
New York Islanders

Robert K. Smits, Esq.
Salans

Tamsen Ann Ziff
Ziff Brothers Investments
Honorary Board Member
Smile Train

Supporters

Aishwarya Rai Bachchan

Candice Bergen

Christie Brinkley

Tom Brokaw

Helena Bonham Carter

Bob Costas

Jane Kaczmarek

Sir Ben Kingsley

Howie Mandel

Reba McEntire

Bette Midler

Colin Powell

Carly Simon

Lily Tomlin

Alex Trebek

Donald Trump

Bradley Whitford

Robin Williams

Our Finances

Smile Train, Inc. and Affiliate
COMBINED STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
 For the years ended June 30, 2010 and 2009

	2010	2009
	Total	Total
Support and Revenue:		
Contributions	\$ 121,629,452	\$ 91,459,881
Contributions in-kind	27,174,216	26,792,703
Investment Losses	13,195,074	(16,524,246)
Other Income	297,493	452,187
Total Support and Revenue	162,296,235	102,180,525
Expenses:		
Program Services:		
Treatment, Training	81,049,286	72,870,789
Public Education	28,896,759	11,603,280
Management and General	1,187,089	1,384,889
Fundraising	22,583,466	18,883,454
Total Expenses	133,716,600	104,742,412
Change in Net Assets	28,579,635	(2,561,887)
Net Assets, beginning of year	\$ 106,022,003	\$ 108,583,890
Net Assets, end of year	\$ 134,601,638	\$ 106,022,003

Smile Train, Inc. and Affiliate
COMBINED STATEMENTS OF FINANCIAL POSITION
 June 30, 2010 and 2009

	2010	2009
ASSETS		
Cash and cash equivalents	\$ 17,377,866	\$ 12,383,944
Short-term investments	128,390,810	101,730,111
Contributions receivable	347,676	1,548,808
Prepaid and other assets		266,141
Security deposit	3,795	28,449
Furniture and equipment, net	302,195	282,364
Total assets	\$ 146,422,342	\$ 116,239,817
LIABILITIES AND NET ASSETS		
Liabilities:		
Grants and Contracts Payable	\$ 9,495,073	\$ 9,171,325
Accounts Payable and Accrued Expenses	2,325,631	1,046,489
Total Liabilities	\$ 11,820,704	\$ 10,217,814
Net Assets:		
Unrestricted	119,688,068	90,686,727
Temporarily Restricted	14,913,570	15,335,276
Total Net Assets	134,601,638	106,022,003
Total Liabilities and Net Assets	\$ 146,422,342	\$ 116,239,817





For as little as \$250, in as little as 45 minutes,
Smile Train can give a desperate child
not just a new smile—but a second chance at life.

Smile Train Is The World's Leading Cleft Charity With Thousands Of Partners And Programs In 75+ Countries.

We empower local doctors in developing countries.

We have the lowest cost per surgery
and highest productivity of any cleft charity in the world.

We use proprietary technology to save millions of dollars every year.

We are one of the fastest growing charities in America.

To find out more, please visit www.smiletrain.org.



SmileTrain
Changing The World One Smile At A Time.

41 Madison Avenue, 28th Floor, New York, NY 10010
1-800-932-9541 www.smiletrain.org

THIS ANNUAL REPORT...is short and sweet and cheap!
We much prefer to spend money on helping children than producing fancy annual reports.

Smile Train is a 501 (c)(3) nonprofit recognized by the IRS, and all donations to Smile Train are tax deductible in accordance with IRS regulations. © 2010 Smile Train.