

**FOUNDATION FOR SUPERANNUATION
OF THE CANADIAN REFORMED CHURCHES
FINANCIAL STATEMENTS (UNAUDITED)
DECEMBER 31, 2016**

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NOTICE TO READER

The accompanying unaudited financial statements for the year ended December 31, 2016 of Foundation for Superannuation of the Canadian Reformed Churches have been prepared by and are the responsibility of the Foundation's board of governors.

Signed "J. Visscher"
Chairman

Signed "C. Baarda"
Secretary

October 23, 2017

**FOUNDATION FOR SUPERANNUATION
OF THE CANADIAN REFORMED CHURCHES**

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT		
Cash in bank	\$ 32,484	\$ 2,539
Cash in brokerage account	136,510	39,249
Assessments receivable	10,606	1,304
Total current assets	179,600	43,092
INVESTMENTS (note 2)	2,717,519	2,865,987
	\$ 2,897,119	\$ 2,909,079
LIABILITIES		
CURRENT		
Accounts payable	\$ 11,496	\$ 11,192
Total current liabilities	11,496	11,192
NET ASSETS	2,885,623	2,897,887
	\$ 2,897,119	\$ 2,909,079

**FOUNDATION FOR SUPERANNUATION
OF THE CANADIAN REFORMED CHURCHES**

STATEMENT OF OPERATIONS (UNAUDITED)

FOR THE YEAR ENDED DECEMBER 31, 2016

	2016	2015
INCOME		
Assessments	\$ 718,528	\$ 650,673
Investment income (note 3)	86,309	300,787
	804,837	951,460
EXPENSES		
Bank charges	76	29
Benefits	762,299	757,868
Honorarium	5,446	5,392
Investment management fees (note 3)	44,688	45,202
Printing, postage, stationery, website	1,784	451
Travel	2,808	-
	817,101	808,942
NET INCOME (LOSS)	(12,264)	142,518
NET ASSETS, beginning of year	2,897,887	2,755,369
NET ASSETS, end of year	\$ 2,885,623	\$ 2,897,887

**FOUNDATION FOR SUPERANNUATION
OF THE CANADIAN REFORMED CHURCHES**

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

DECEMBER 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Preparation of Financial Statements

These financial statements have been prepared by and are the responsibility of management.

Recognition of Investment Income

The Foundation recognizes investment income as it accrues to the Foundation's benefit. Increases and decreases in the market value of investments are recorded in the accounts at the end of each fiscal year.

Liability for Future Benefits

Under the terms of its constitution and by-laws the Foundation is obligated to make payments to its constituent members in respect of retired ministers or their widows. The Foundation does not record in its accounts the potential liability to its members for such benefit payments because its primary role is as a facilitator on behalf of its members and, as such, considers that it is merely a redistributor of the funds it collects and earns on behalf of its members.

2. INVESTMENTS, at market value

	2016	2015
Marketable securities held in brokerage account:		
Fixed income products, including GIC's	\$ 659,631	\$ 402,547
Common stock and preferred shares	1,634,124	1,788,028
Mutual funds and managed products - Canadian	374,922	675,412
Mutual funds and managed products - foreign	48,842	-
	\$ 2,717,519	\$ 2,865,987

3. ANALYSIS OF INVESTMENT INCOME

	2016	2015
Interest, dividends, foreign exchange and other investment income	\$ 11,684	\$ 244,808
Foreign withholding taxes unrecoverable	(2,026)	(1,317)
Realized and unrealized gains - net	76,651	57,295
	86,309	300,786
Less: Investment management fees	44,688	45,202
	\$ 41,621	\$ 255,584

**FOUNDATION FOR SUPERANNUATION
OF THE CANADIAN REFORMED CHURCHES**

SUMMARY OF OPERATIONS (UNAUDITED)

2010 - 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Income							
Assessments	\$ 718,528	\$ 650,673	\$ 582,566	\$ 525,372	\$ 477,512	\$ 432,751	\$ 405,801
Investment income (note 3)	86,309	300,787	305,440	325,890	125,097	52,276	178,551
	<u>804,837</u>	<u>951,460</u>	<u>888,006</u>	<u>851,262</u>	<u>602,609</u>	<u>485,027</u>	<u>584,352</u>
Expenses							
Bank charges	76	29	69	66	46	21	59
Benefits	762,299	757,868	718,075	658,243	597,575	516,789	494,464
Honorarium	5,446	5,392	5,265	5,229	5,167	5,021	4,903
Investment management fees	44,688	45,202	42,081	39,237	41,776	43,693	41,328
Printing, postage, stationery, website	1,784	452	375	456	403	464	462
Travel	2,808	-	-	1,961	-	-	1,485
	<u>817,101</u>	<u>808,943</u>	<u>765,865</u>	<u>705,192</u>	<u>644,967</u>	<u>565,988</u>	<u>542,701</u>
Net Income (Loss)	<u>\$ (12,264)</u>	<u>\$ 142,517</u>	<u>\$ 122,141</u>	<u>\$ 146,070</u>	<u>\$ (42,358)</u>	<u>\$ (80,961)</u>	<u>\$ 41,651</u>
Total Assets	<u>\$ 2,897,119</u>	<u>\$ 2,909,079</u>	<u>\$ 2,765,765</u>	<u>\$ 2,643,579</u>	<u>\$ 2,497,496</u>	<u>\$ 2,540,847</u>	<u>\$ 2,621,346</u>
Investment income as a percentage of average total assets	3.0%	10.6%	11.3%	12.7%	5.0%	2.0%	6.9%