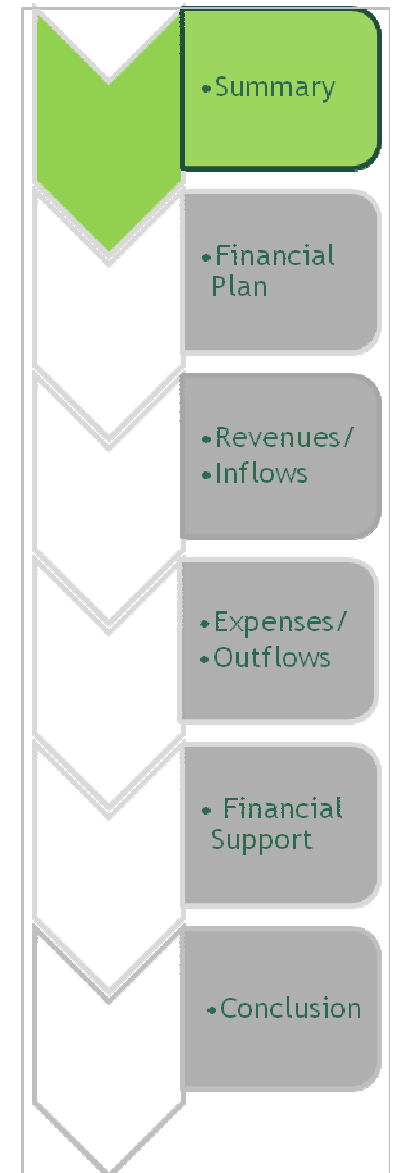

The financial plan for
move to and
renovation of
St. Nicholas de Flue (SNdF)

*JohnXXIII request for additional
financial support from ECR*

Executive Summary - Status January 2011

- ❑ The overall financial plan envisions a total capital expenditure for the move to SNdF of CHF5M
- ❑ The capital expenditure will be funded from a combination of:
 - ❑ Pledges
 - ❑ Bank loan secured by ECR Geneva (“ECR”)
 - ❑ Bridge Loan secured by mortgage (short term to cover renovation costs prior to receipt of all pledge funds)
- ❑ The construction plan has been designed in a phased approach to minimize financing costs and to provide a phased timeline for receipt of funding
- ❑ The plan has the full support and backing of ECR



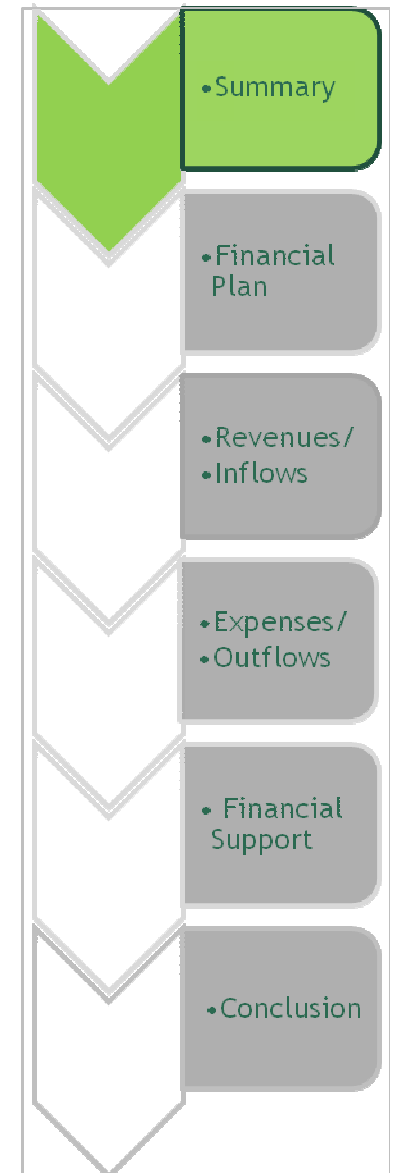
JohnXXIII Request of Vicariate (ECR)

□ Background

- Good progress has been made on the pledge campaign
 - Over CHF 3.8M has been raised for the capital expenditure
- The long term loan with the ECR has been secured
- The loan from the Mission Interieure is pending
- We have approached the banks for a bridge loan but have been denied due primarily to the weak cash flow of the church

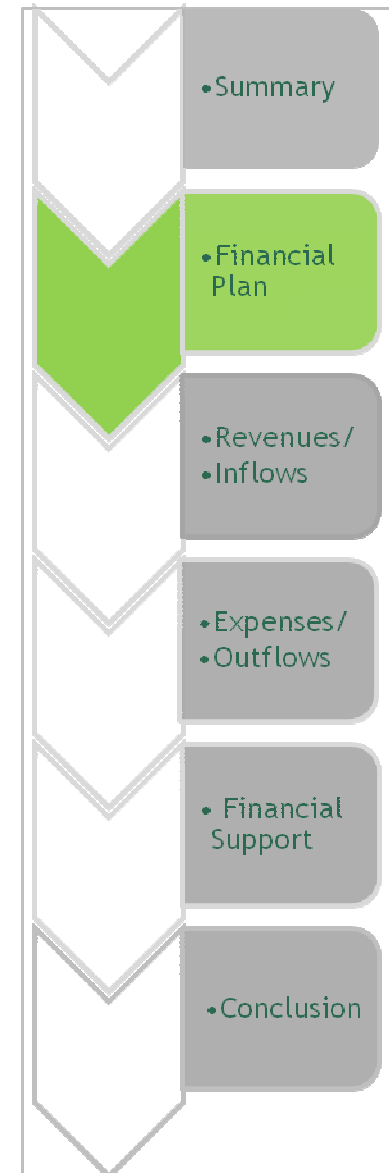
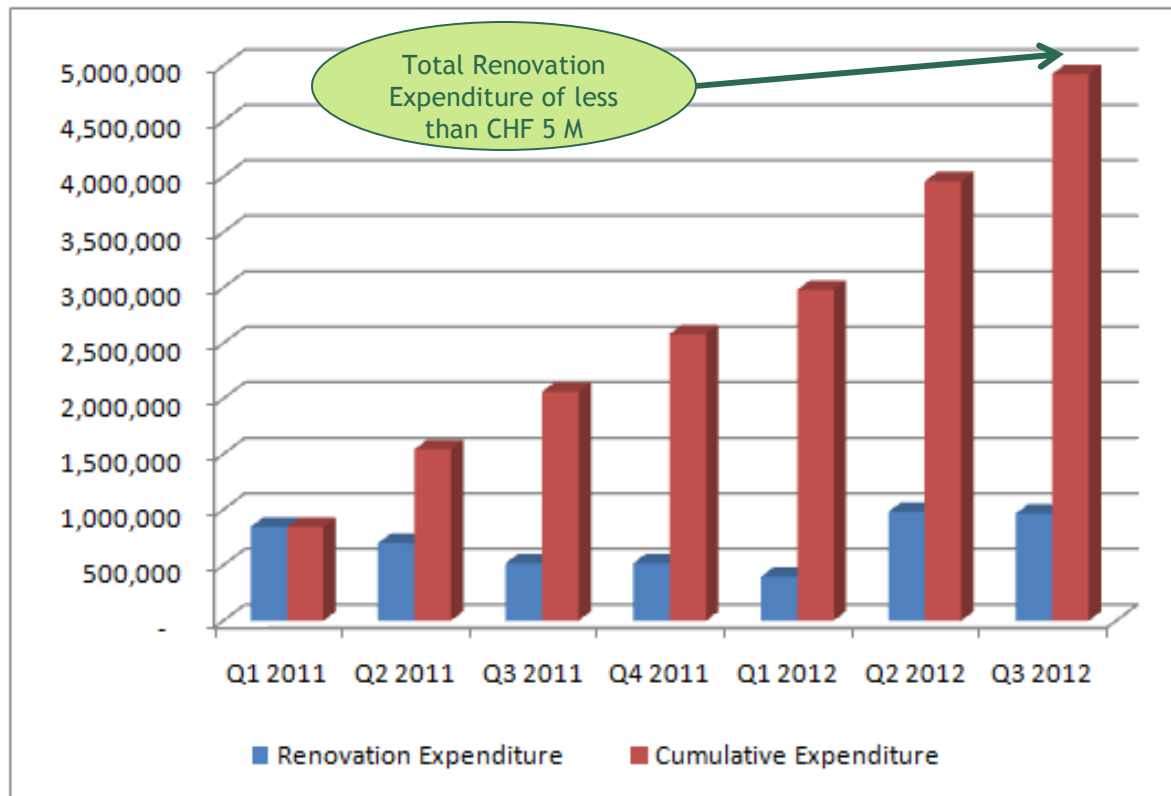
□ Request

- JohnXXIII is requesting additional support in order to secure bridge financing in in the form of a CHF 1M “act du cautionnement”
- JohnXXIII is requesting a grace period on principal repayments for the first years in order to provide better security to the bank and ease the burden on JohnXXIII finances



Financial Plan - Project funding timeline

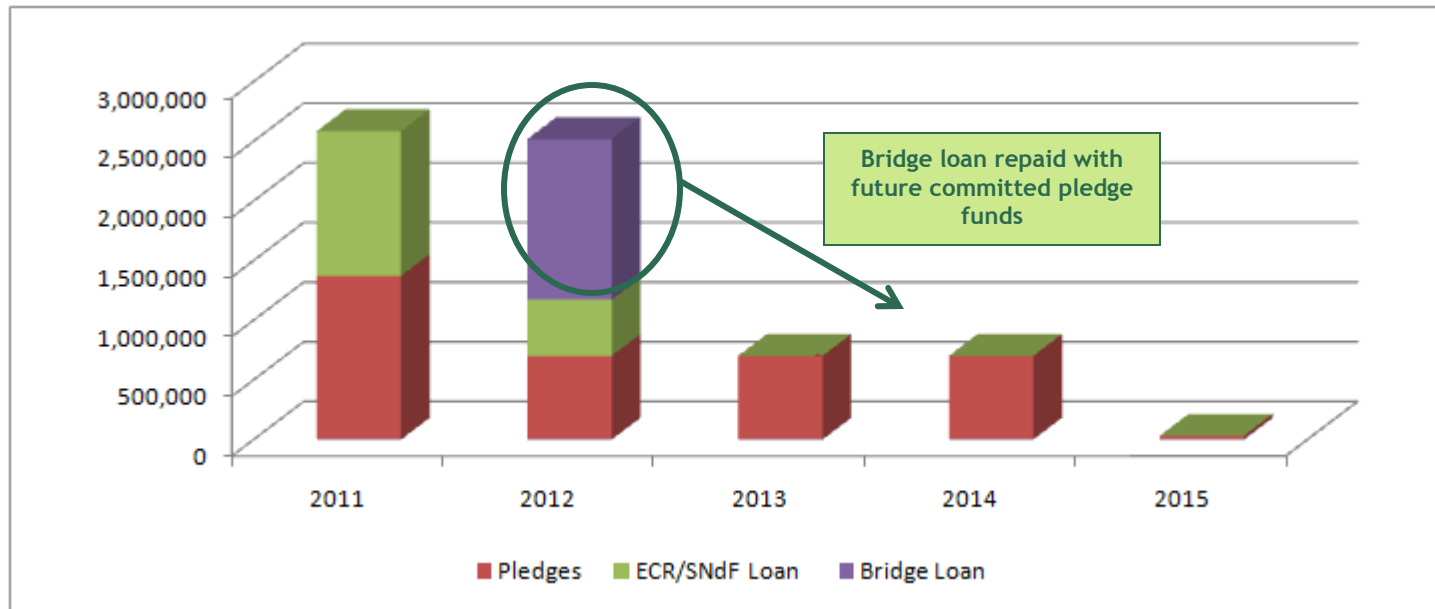
- The Project is expected to be complete in an 18-24 month time frame commencing Q1/Q2 2011



Project phased approach minimizes financial risk

Financial Plan - Project Source of funds

- ❑ 2011 to 2012 - Funds required to complete project
- ❑ 2013 to 2015 - Pledge funds required to repay Bridge Loan



Renovation Phase



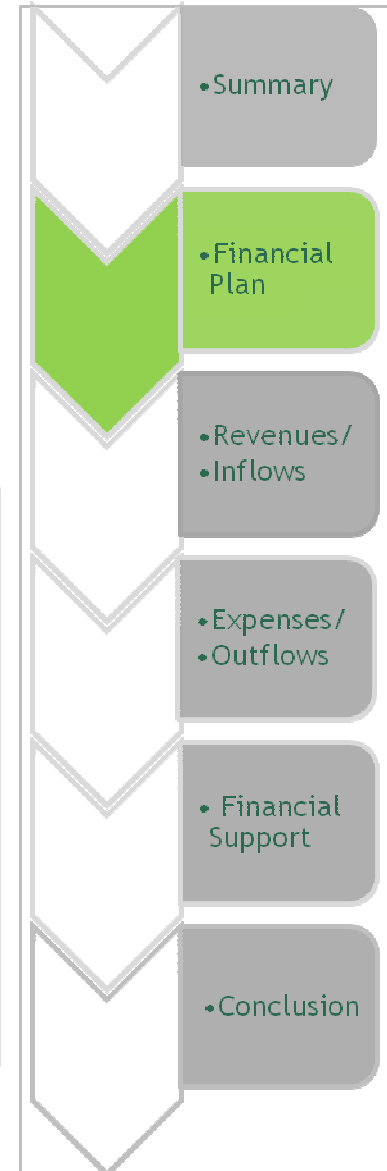
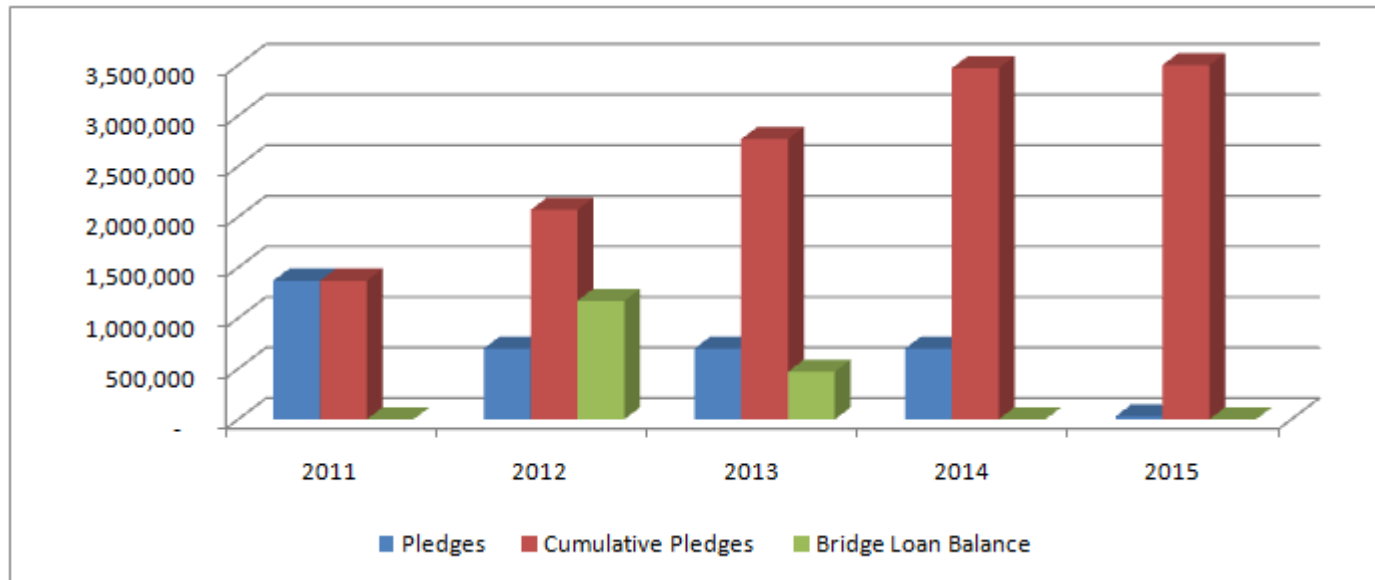
Bridge loan repayment Phase

Project phased approach minimizes financial risk

- Summary
- Financial Plan
- Revenues/ Inflows
- Expenses/ Outflows
- Financial Support
- Conclusion

Financial Plan - Bridge Loan

- ❑ The Bridge loan (currently estimated to be CHF 1.3M) is designed to fund the project in advance of receipt of committed pledges
- ❑ The sooner pledges can be advanced, the lower financing cost for the church
- ❑ The below highlights the current view of the receipt of pledges and the project funding requirement



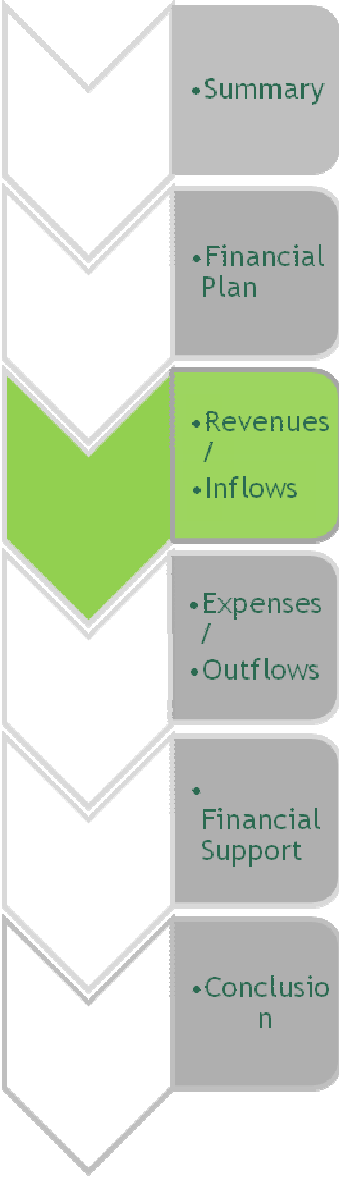
ECR security for bridge loan only required fro 24 months

Financial Plan - Revenue Summary

Projected Source of Funds as at January 2011

Pledges:	CHF 3.8M
Secured Loans:	CHF 1.0 M (ECR)
<u>Loans pending:</u>	<u>CHF 0.300 M (Mission Interuiere)</u>
<u>Total:</u>	<u>CHF 5.1 M</u>
Bridge Loan required:	CHF 1.3M (security required to obtain)

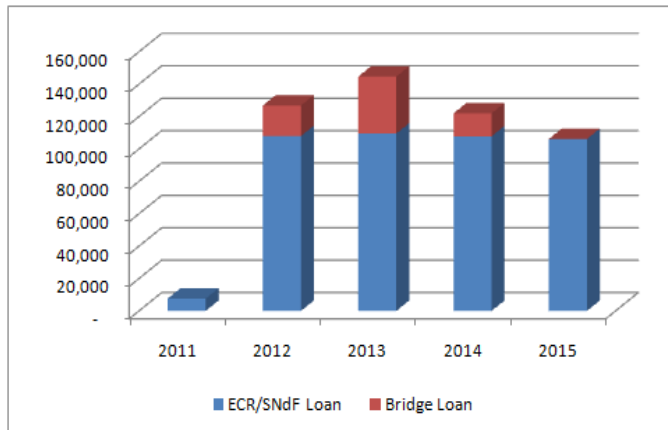
Overall financial fundraising target has been met!



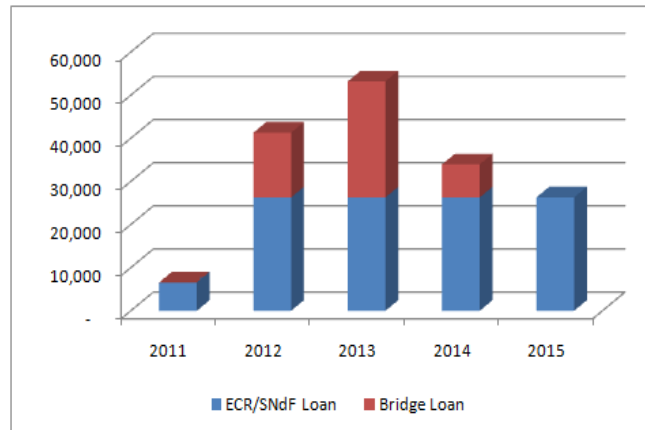
Financial Plan - Minimizing ongoing costs

- ❑ The move to SNdF will give rise to some added costs to be covered through increased offertory and ongoing programmes
- ❑ The bulk of the costs are to service the principal and interest charges related to the ~CHF 1.3M loan secured by the ECR/SNdF(see chart below)
- ❑ The business plan demonstrates ability to cover these increased operational costs

Financial Costs of loan financing
Original Proposal May 2010



Financial Costs of loan financing
Current Proposal Jan 2011



ECR support to defer principal payments eases cash flow burden and help to attract bridge financing

•Summary

•Financial Plan

•Revenues/
•Inflows

•Expenses/
•Outflows

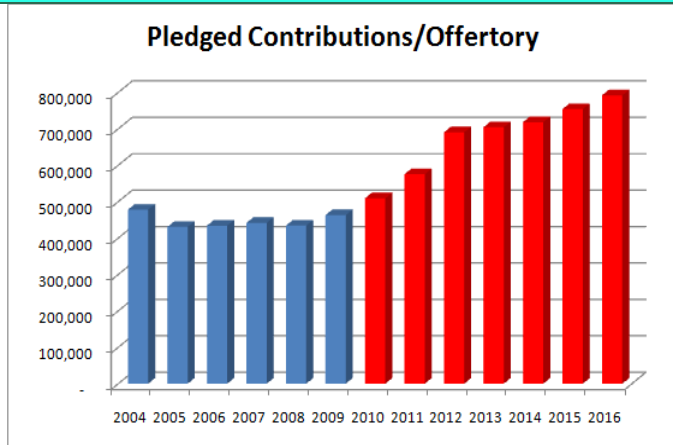
• Financial Support

•Conclusion

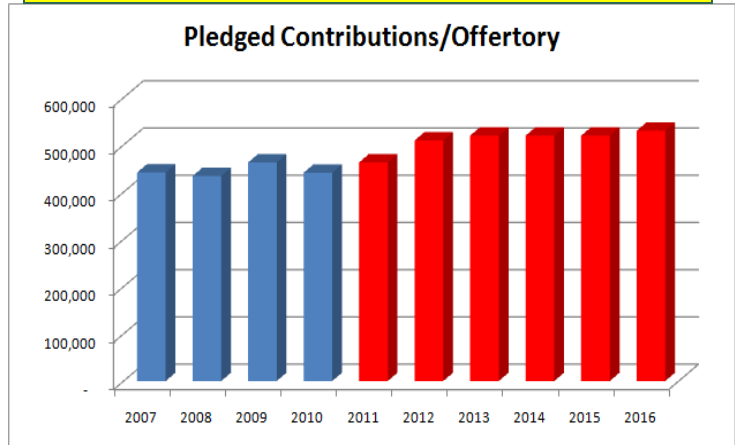
Financial Plan - Increase of Offertory/Pledged Contributions

- ❑ The increased operational costs of moving to SNdF (including mortgage interest) needs to be covered by enhanced campaign to increase offertory/pledged contributions
- ❑ Assuming 1100 households, an average of 2 CHF extra per family per week will help to cover all extra financial charges
- ❑ As at January 2011, already CHF 300k has been pledged to cover operational costs over the 5 year period

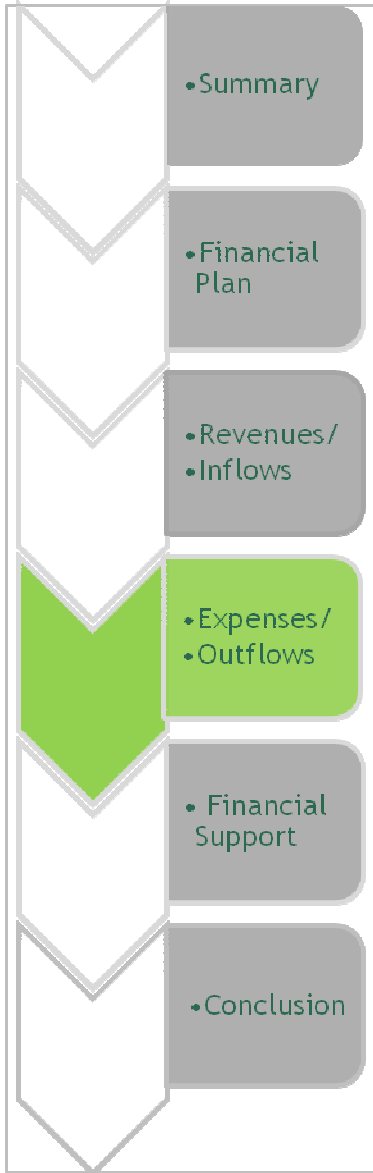
Required Church Offertory to achieve Original Proposal May 2010



Required Church Offertory to achieve Current Proposal Jan 2011

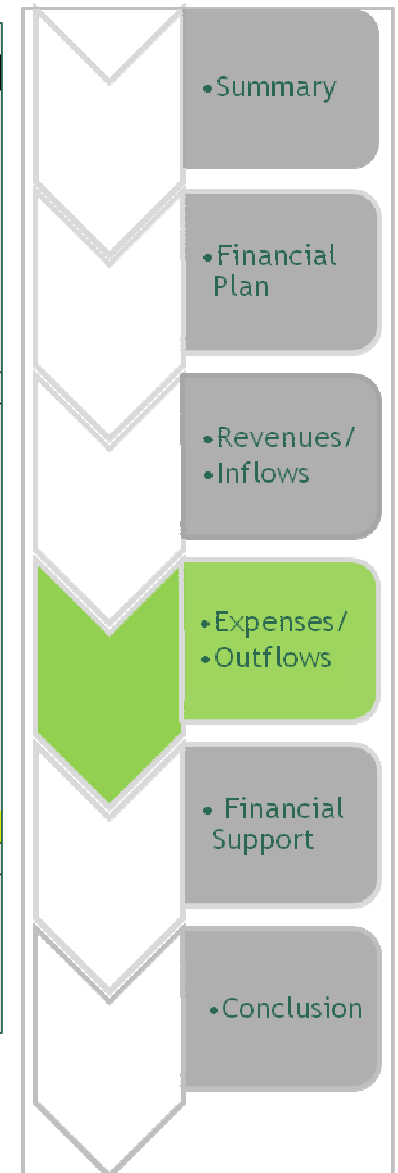


Reduced burden mitigates parishoner concerns over financing



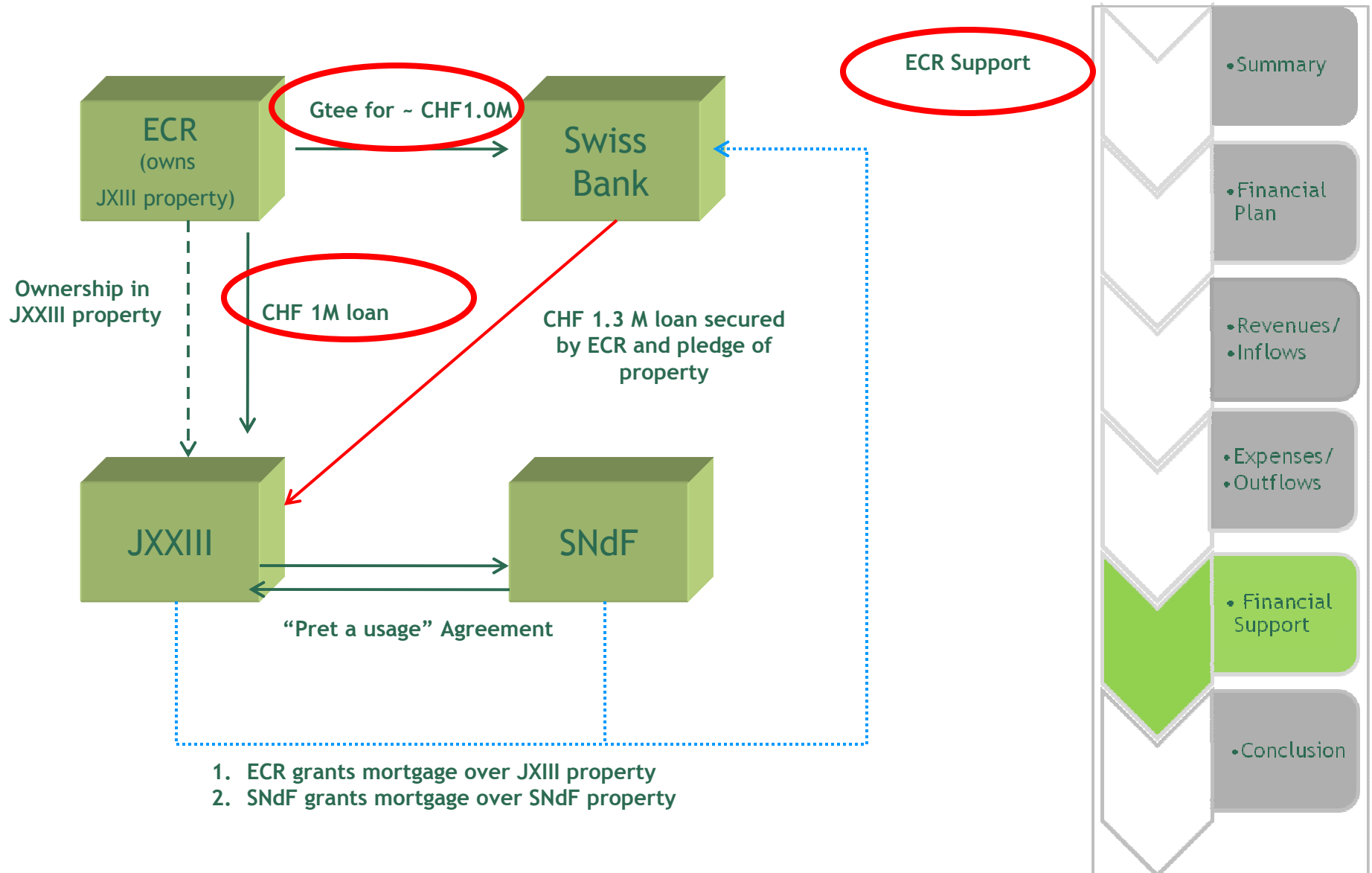
Financial Plan - Financial Forecast

(All Amounts in CHF)	Forecast						
	2010	2011	2012	2013	2014	2015	2016
Contributions							
Pledged contributions	200,000	210,000	231,000	235,620	235,620	235,620	240,332
Weekly offertory	241,000	253,050	278,355	283,922	283,922	283,922	289,601
Kermesse	72,755	76,392	80,212	84,222	88,434	92,855	97,498
Parishoner support	32,213	33,823	35,515	37,290	39,155	41,113	43,168
Donations, gifts, bequests	12,135	12,742	13,379	14,048	14,750	15,488	16,262
Others	4,948	5,196	5,455	5,728	6,015	6,315	6,631
Turkana collections	46,241	48,553	50,980	53,529	56,206	59,016	61,967
Total	609,291	639,756	694,896	714,360	724,101	734,329	755,459
Expenses							
Parish ministries& programs	80,000	81,600	83,232	84,897	86,595	88,326	90,093
Outreach programs	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Parish facilities	145,000	156,900	175,038	178,539	182,110	185,752	189,467
Parish administration	250,000	255,000	258,300	263,466	268,735	274,110	279,592
CCS Fee	-	-	-	-	-	-	-
Relocation costs	-	-	-	-	-	-	-
MI Loan tranche 1	-	2,250	2,250	2,250	2,250	2,250	2,250
MI Loan tranche	-	-	-	-	-	-	-
Mortgage Interest	-	10,952	47,256	53,189	33,939	26,289	26,289
Mortgage Principal repayment (deferred)	-	-	-	-	-	-	-
Total	600,000	631,702	691,076	707,340	698,628	701,727	712,691
Pledge amounts remaining	-	-	-	-	-	294,018	40,000
Change in net assets	9,291	8,054	3,820	7,020	25,473	32,602	42,768
Net assets beginning of year	307,109	316,400	324,454	328,274	335,294	360,767	687,387
Net assets end of year	316,400	324,454	328,274	335,294	360,767	687,387	770,155



Key to business plan is projected growth of offertory/pledges

Financial Plan - Financial Support/Structure (TBD)



Financial Plan - Conclusion

- ❑ Strong support for the move to SNdf given the achievement of the pledge campaign
 - ❑ *Pledges committed in writing*
- ❑ Most of financial targets already met
- ❑ In order secure bridge financing, JohnXXIII requests additional support:
 - ❑ *CHF 1M act du cautionnement for a period of up to 24 months*
 - ❑ *Principal repayment holiday for first five years*

