



**BUILDING
FORWARD.**

**GROWING
UPWARD.**

DEAR FRIENDS,



1 Thessalonians 5:18 says, "Give thanks in all circumstances; for this is God's will for you in Christ Jesus." I'm confident that the events and circumstances of the calendar year 2021 are not exempt from this command! Grace Financial is thankful for the Lord's provision during a year that many found to be filled with difficult circumstances. We thank the Lord for new investors and loans, zero loan delinquencies, and a healthy net operating income.

In 2021, we said goodbye to our longtime bookkeeper, Cindy Bushen, who retired after faithfully serving for 23 years! We also welcomed her replacement, Cheryl DeBoest, and Adam Lenon, our new Director of Credit Services.

We recently finalized our audit for 2021 and I am pleased to announce that Grace Financial had another strong year, and this happened during the Covid-19 pandemic and other challenging financial headwinds! Consequently, we were able to contribute over \$763,000 towards church planting, leadership development, and other strategic ministry support within the Charis Fellowship. We have been blessed, and it is a privilege to share these resources God has provided with other ministries. We are grateful for the many new and continued partnerships with our churches, schools, and ministry organizations within the Charis Fellowship. We don't take any of these for granted.

It takes partnership in this mission to achieve meaningful results. With that in mind, we want to thank our investors for their continued partnership and faith in the mission of Grace Financial. We could not do this without you! As we look to the future, supporting ministry within the Charis Fellowship continues to be the focus of Grace Financial. May the Lord continue to propel the ministry forward as we follow Him.

Sincerely,

A handwritten signature in black ink, appearing to read 'Ryan Powell'.

Ryan Powell
President and Chief Executive Officer





FINANCIAL STATEMENT

FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2021

STATEMENT OF FINANCIAL POSITION

ASSETS

| | |
|-----------------------------------|----------------------|
| Cash and cash equivalents | \$26,565,582 |
| Investment reserves | 51,940,491 |
| Loans receivable-net | 54,208,348 |
| Accrued interest receivable | 189,786 |
| Prepaid expenses and other assets | 45,177 |
| Property and equipment, net | 547,691 |
| Total Assets | \$133,497,075 |

LIABILITIES AND NET ASSETS

LIABILITIES

| | |
|--|----------------------|
| Demand investments | \$119,602,552 |
| Accounts payable and other liabilities | 957,133 |
| Total Liabilities | \$120,559,685 |

NET ASSETS

| | |
|--|----------------------|
| Without donor restrictions | |
| Undesignated | \$12,389,699 |
| Board designated | — |
| Net investment in property and equipment | 547,691 |
| Total Net Assets | \$12,937,390 |
| Total Liabilities and Net Assets | \$133,497,075 |

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

REVENUES

| | |
|----------------------------|--------------------|
| Interest on loans | \$2,971,063 |
| Investment reserves return | 1,470,614 |
| Rental and other income | 74,268 |
| Total Revenue | \$4,515,945 |

EXPENSES

| | |
|---------------------------------------|--------------------|
| Interest on demand investments | \$1,995,318 |
| Salaries and wages | 397,300 |
| Other operating expense | 483,014 |
| Total Expenses | \$2,875,632 |
| Change in Net Assets Before | |
| Other Support and Revenues (Expenses) | \$1,640,313 |

OTHER SUPPORT AND REVENUES (EXPENSES)

| | |
|---|--------------------|
| Contribution expenses | (719,000) |
| Chaplaincy ministry expense | (44,938) |
| Realized and unrealized gains (losses) on investment reserves | 322,739 |
| Reserve expenses for loans receivable | (206,000) |
| Total Other Support and Revenue (Expenses) | \$(647,199) |
| Change in Net Assets | \$993,114 |

| | |
|---|---------------------|
| Net Assets Without Donor Restrictions, Beginning of Year | \$11,944,276 |
| Net Assets Without Donor Restrictions, End of Year | \$12,937,390 |

A copy of the audited financial statements, including the auditor's opinion letter, is available for review at 1401 Kings Highway, Winona Lake, Indiana 46590-0587.

BOARD of DIRECTORS

Richard Stair, Chairman
Wadsworth, Ohio

Theodore Adomanis, Pahump, Nevada

James Augspurger, Westerville, Ohio

Joshua Balmer, Telford, Pennsylvania

David Coleman, Powell, Ohio

George Merchant, Annapolis, Maryland

Keith Michael, Falling Waters, West Virginia

Kent Semple, Lewis Center, Ohio

Steven Williams, Long Beach, California

OFFICERS and STAFF

Ryan Bowell
President and Chief Executive Officer

Brenda Byers
Corporate Secretary and Treasurer
Director of Finance and Administration

Adam Lenon
Director of Credit Services

Susan Lehman
Business Coordinator

Carol Soto
Customer Services Representative
and Data Processor

Cheryl DeBoest
Customer Services Representative
and Bookkeeper

February 2022



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A higher standard.
A higher purpose.

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