

The Board of Directors

Mr. Theodore Adomanis, Chairman
Milton, Ontario, Canada

Dr. James Augspurger Westerville, Ohio
Mr. Joshua Balmer Telford, Pennsylvania
Dr. David Coleman Powell, Ohio
Mr. Ralph Hampton Long Beach, California
Mr. George Hutchison Newmanstown, Pennsylvania
Dr. Howard Mayes Winona Lake, Indiana
Rev. Robert MacMillan Tracy, California
Mr. Jerry Michael Martinsburg, West Virginia
Dr. Dayne Nix Monterey, California
Rev. James Poyner Port Richey, Florida
Mr. Kent Semple Lewis Center, Ohio
Rev. Philip Sparling Auburn, California
Mr. Richard Stair Warsaw, Indiana

Officers and Staff

Dr. Larry Chamberlain
President and Chief Executive Officer

Mr. Kenneth Seyfert
Vice President/Treasurer and
Executive Director of Operations

Mrs. Brenda Byers
Corporate Secretary and
Director of Finance and Administration

Mrs. Susanne Kessler
Business Manager and
Secretary to the Executive Director

Mrs. Linda Leonard
Coordinator of Administration and Human Resources

Mrs. Cynthia Bushen
Customer Services Representative and Bookkeeper

Mrs. Carol Soto
Customer Services Representative
and Data Processor



GRACE BROTHERN INVESTMENT FOUNDATION

PO Box 587 1401 Kings Highway – Suite 1
Winona Lake, IN 46590
Toll free: 888-340-4243 Email: info@gbif.com

NOTE: This brochure does not constitute an offer to sell the Foundation's Investment Accounts. Such an offer is made only by means of the Foundation's Prospectus that provides a detailed description of the Investment Accounts and the Foundation. The Investment Accounts are unsecured obligations of the Foundation that are not insured or guaranteed by any government agency or other third party, and are subject to certain risks described by the Prospectus.



*A higher standard.
A higher purpose.*

Annual Report 2011



WATCH IT GROW MAKE IT COUNT



GRACE BROTHERN INVESTMENT FOUNDATION
INVESTMENTS WITH ETERNAL VALUE

WATCH IT GROW ... MAKE IT COUNT

Dear Friends:

In closing the books on the 55th year of GBIF's service to our Lord and the Fellowship of Grace Brethren Churches, we fondly reflect on the truth of Isaiah 63:7 - "I will tell of the kindnesses of the Lord, the deeds for which He is to be praised, according to all the Lord has done for us..."

Together, we thank our God for the many blessings of GBIF's fiscal year ended December 31, 2010, including a new record asset total of nearly \$90 million to help with future building projects, a strong increase in net operating income which assures generous contributions to Fellowship related ministries, and a zero delinquency rate on total loans outstanding.

In spite of continued uncertain economic times and markets, we have been pleased to reward GBIF investors with a safe and fair rate of return on investments consistently. The current rate of 2.50% compounded daily remains above the U.S. national average for most savings instruments.

It is a continued blessing to hear from pastors and church leaders throughout the Fellowship about new advances for Christ in communities across North America with the help of new or improved facilities. Projects for fiscal 2010 included: Grace Brethren Church and Christian School

of Clinton, MD; Brighton Chapel Brethren Church of Howe, IN; ICDI – Integrated Community Development International; Western Reserve Grace Church of Macedonia, OH; La Loma Grace Brethren Church of Modesto, CA; Grace Church of Powell, OH; and Iglesia de los Hermanos de Yakima, WA.



We need your continuing prayer support with us as we seek wisdom in assisting new and existing Fellowship ministries expand for Christ, as we seek to keep loan rates affordable to churches, schools, and organizations, and as we seek to continue to pay fair rates of return on the funds you have entrusted to our care. Your support is appreciated!

On behalf of the GBIF staff and our Board of Directors, we send our heartfelt gratitude to each of you.



Sincerely in His service,

Kenneth A. Seyfert
Executive Director of Operations

GRACE BRETHREN INVESTMENT FOUNDATION *Financial Statement*

FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2010

STATEMENT OF FINANCIAL POSITION

ASSETS	
Cash and cash equivalents	\$26,458,842
Investments	15,985,000
Loans receivable-net	45,499,029
Accrued interest receivable	146,218
Property and equipment	748,547
Prepaid expenses and other assets	103,626
Total Assets	<u>\$88,941,262</u>

LIABILITIES AND NET ASSETS

LIABILITIES	
Investment accounts	\$80,630,259
Accounts payable and other liabilities	593,293
Total Liabilities	<u>\$81,223,552</u>

NET ASSETS

Unrestricted - undesignated	\$6,929,379
Unrestricted - board designated	\$39,784
Net investment in property and equipment	748,547
Total Net Assets	<u>\$7,717,710</u>

TOTAL LIABILITIES AND NET ASSETS	<u>\$88,941,262</u>
-----------------------------------------	----------------------------

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

SUPPORT AND REVENUE	
Interest on loans	\$3,224,384
Investment revenue-interest income	850,863
Rental and other income	56,131
Total Support and Revenue	<u>\$4,131,378</u>

OPERATING EXPENSES

Interest on investment accounts	\$2,104,261
Salaries and wages	469,351
Other operating expense	639,449
Total Operating Expenses	<u>\$3,213,061</u>
Net Support/Revenue over Operating Expenses	<u>\$918,317</u>

OTHER REVENUE / (EXPENSES)

Contribution support	20,000
Contribution expenses	(583,633)
Chaplaincy ministry support	90,850
Chaplaincy ministry expense	(63,200)
FGBC pension investment	155
Reserve expenses for loans receivable	(32,488)
Total Other Revenue (Expenses)	<u>\$(568,316)</u>
Change in Net Assets	<u>\$350,001</u>

Net Assets-Unrestricted, Beginning of Year	<u>\$7,367,709</u>
Net Assets-Unrestricted, End of Year	<u>\$7,717,710</u>

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.