

Baptist Foundation of Illinois

Custodial Funds Investing



One of BFI's primary functions is to help our Baptist Individuals, Churches and Institutions be better stewards of the resources they manage. Often this means customizing a church's particular fund (be it ministry reserve, building fund or a specialized endowment) to the time horizon and growth goals along with a minimal amount of risk. We believe that the following represent "best of class" investment strategy among various asset types while helping grow the Kingdom here in Illinois.

The following describe individual, church and institutional investment options that may be recommended by BFI based on your particular situation.

CASH MANAGEMENT (BOTH INDIVIDUAL AND INSTITUTIONAL)

The Bank of Springfield gives us access to high yield cash management (currently 3/4%) with full liquidity and 24 hour account access. BFI can also establish an ACH (Automated Clearing House) arrangement with your local bank for even faster access to your funds. A fee of .15% (15 basis points) is charged for this type of account.

BFI Bonds (BOTH INDIVIDUAL AND INSTITUTIONAL)

Each year, BFI offers several new bond issues which provide capital loans to Illinois Baptist churches. BFI bonds are sold in \$1,000 increments.

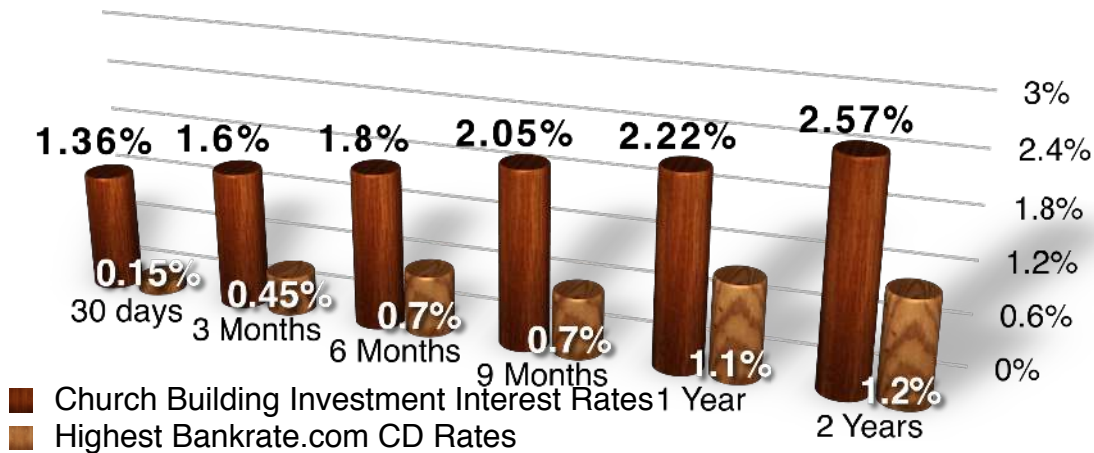
Maturity	Yield
1 year	1.25%
2 years	2.25%
3 years	3.0%
4 years	3.60%
5 years	4.25%

The complete prospectus and application can be downloaded from BaptistFoundationIL.org or call direct at 217.391.3102.

Church Building Loans Investment Pool (INSTITUTIONAL ONLY)

For more than forty years the Baptist Foundation of Oklahoma has maintained a church loan program that has been default free. This means that investments in

church loans within this pool have been extraordinarily stable, have yet to suffer loss regardless of economic climate, and are considered to be among the lowest risk of our investment options. Church loans are made to other Southern Baptist Churches within the Midwest. Interest from loan payments funds the interest paid to investors in defined terms ranging from thirty days to two years. Rates change monthly, so a current quote is advised. Investments are backed by the full loan pool (currently \$80,000,000). Investors do not pay a fee to invest in this option.



LONGER TERM FIXED INCOME PORTFOLIO (BOTH INDIVIDUAL AND INSTITUTIONAL)

Primarily used by individuals, churches and institutions who wish to invest in low risk fixed income assets (primarily high grade municipals, corporate or government bonds, and a limited amount of preferred stock), need a reliable income stream (or have the ability to reinvest), and do not anticipate needing a return of principal for an extended period of time, the Bank of Springfield (LPL investments) provides a portfolio for BFI investors that has a current net yield of 5% or greater. Fees are .35% (35 basis points) for participation in this fund.

To discuss your investing and saving needs, call us at 217.391.3102 or email at Doug.Morrow@BaptistFoundationIL.org.