

NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA (NELCSA)

FINANCIAL STATEMENTS

31 December-2023

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The Trustees

NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA

REPORT ON FINANCIAL STATEMENTS

We have audited the Balance Sheet as at 31 December 2023, as set out on page 6 as well as the Income and Expenditure Account for the year then ended, as set out on pages 4 and 5 of the attached financial statements of the **NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA**.

We did not audit any other statements, notes or schedules included in the financial statements, and do not express any opinion on it, as it is for internal use only.

Trustee's Responsibility for the Financial Statements

The church's trustees are responsible for the preparation of the financial statements in accordance with the church's own accounting policies to satisfy the financial information needs of the trustees, and for such internal control as the trustees determines necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these parts of the financial statements subject to our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the applicable sections of the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the applicable sections of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the church's preparation and fair presentation of the applicable sections in the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the church's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by trustees, as well as evaluating overall presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Emphasis of Matter

In common with similar organizations, it is not feasible for the organization to institute accounting controls over income and other receipts prior to initial entry in the accounting records. Accordingly our audit was restricted to accounting records presented to us.

Opinion

Accounts receivable from Congregations amounts to R 698 426. Due to the fact that Congregations normally do not have contractual or fixed income and mainly rely on collections and donations for income, there will always be uncertainty about their ability to repay such amounts. It is therefore not possible for us to report on the collectability of such amounts.

We can also not report on internal allocations such as fund structures, asset allocation to specific funds as well as amounts due between such structures.

In our opinion, except for the possible effects of the matters mentioned above, the Balance Sheet as at 31 December 2023, as well as the Income and Expenditure Account for the year then ended, fairly present, in all material aspects, the financial performance of the church for the year ended 31 December 2023.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to the fact that the financial statements were prepared in accordance with the church's own accounting policies to satisfy the financial information needs of the trustees.

We also draw attention to the fact that supplementary information set out on pages 7 to 14 of the financial statements are presented as additional information for purpose of use by the trustees. We have not audited this information and accordingly do not express an opinion thereon.

As a result, the financial statements may not be suitable for another purpose.



BDJAUDITORS INCORPORATED

(Chartered Accountants (SA)

Registerd Auditors

J.C. Jonck CA (SA) RA

Director

14/05/2024



NELCSA

Northeastern Evangelical Lutheran Church
in South Africa

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PBO 930006651

14 May 2024

REPORT OF THE CHURCH COUNCIL

Northeastern Evangelical Lutheran Church in South Africa

[Formerly known as EVANGELICAL LUTHERAN CHURCH IN SOUTHERN AFRICA (N-T)]

The Church Council submits the annual financial statements for the twelve months ended.

31st December 2023 and reports as follows:

STATEMENT OF RESPONSIBILITY

The Church Council is responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with the accepted accounting practice appropriate to the Church.

The Church Council is also responsible for the Church's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguarding and maintaining accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the Church Council to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements have been prepared on the *going concern basis*, since the Church Council has every reason to believe that the Church has adequate resources in place to continue operation for the foreseeable future.

CHURCH COUNCIL

The following members served on the Church Council during the year 2023:

Mr. Henning Springer (President of Synod)

Mr. Theodor Jäckel (Bishop)

Mr. Vernon Filter (Treasurer)

Ms. Ann Mokhine

Ms. Petra Röhrs (Deputy Bishop)

Prof. Dr. Friedeburg Wenhold

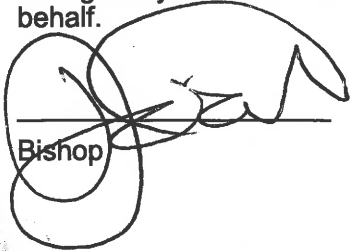
Mr. Johann Engelbrecht

Mr. Dieter Küsel


Mr. Udo Lütge
Dr. Detlev Tönsing
Mr. Mark Meier

ANNUAL FINANCIAL STATEMENTS

The annual financial statements set out on pages 3 to 15 fully reflect the results of the Church's operations during the year under review and have been approved by the Church Council and hereby signed on its behalf.



Bishop



Treasurer

Northeastern Evangelical Lutheran Church in South Africa

Financial Results-Income and Expenditure

Pastors In Service

Month out of 12

Total Congregation Invoiced

Vacancy Adjustment

Bad Debt Written off

Contributions -Youth Pastor

Total Nett Income

Cost to Company Pastors

Salaries - Pastors in Service

Transfer Cost

Continuing Professional Development /Pastors Conference

Net Pastors In Service

Nett Church Running Costs

Bishop [CTC and Housing]

Remuneration-Bishop

Vehicle replacement Provision

Bishop Housing

Traveling and Accommodation

General

Overseas

Synods

Church Council

Meetings and Accommodation

Motor Vehicles Expenses

Office Cost

Printing and Stationery

Communications

Purchases, Repairs and Maintenance of Office Equipment

Audit Fees

Bank Charges

Rental/Rates

Insurance

Software Licenses

Sundries/Legal Costs

Office Salaries

Co-Worker Training

Membership Fees

Circuits

Total Church Running Costs

Setoff Income

Self-Assessed NELCSA Contribution

Subsidies from E.K.D

Rental Received

Other Income-Admin DSM

Nett Church Running Costs to be Recovered

Church Running Cost Contribution from Congregations

Excess/(Under Recovery)

	2023	2023	2022
	Budget	Actual	Actual
Total Congregation Invoiced	17 862 374	18 035 236	17 169 834
Vacancy Adjustment	(2 647 374)	(5 501 574)	(4 097 347)
Bad Debt Written off	0	(207 794)	(172 800)
Contributions -Youth Pastor	172 861	172 861	163 005
Total Nett Income	15 387 860	12 498 729	13 062 692
Cost to Company Pastors	15 387 860	12 239 588	12 832 023
Salaries - Pastors in Service	15 087 860	11 980 527	12 537 223
Transfer Cost	200 000	200 000	200 000
Continuing Professional Development /Pastors Conference	100 000	59 061	94 800
Net Pastors In Service	0	259 141	230 669
Nett Church Running Costs	2023	2023	2022
	Budget	Actual	Actual
Bishop [CTC and Housing]	1 100 572	1 093 034	1 015 288
Remuneration-Bishop	696 500	635 137	615 702
Vehicle replacement Provision	75 000	84 432	84 432
Bishop Housing	329 072	373 464	315 154
Traveling and Accommodation	357 336	457 359	307 577
General	17 890	7 410	23 376
Overseas	42 400	47 035	-
Synods	63 600	66 264	60 000
Church Council	127 200	255 234	132 576
Meetings and Accommodation	26 500	5 445	22 564
Motor Vehicles Expenses	79 746	75 971	69 061
Office Cost	1 067 661	1 032 184	980 600
Printing and Stationery	6 288	7 768	5 850
Communications	40 184	18 221	25 184
Purchases, Repairs and Maintenance of Office Equipment	38 618	56 845	27 782
Audit Fees	53 097	53 077	47 495
Bank Charges	31 800	21 539	22 924
Rental/Rates	100 704	42 000	81 317
Insurance	19 095	4 008	8 546
Software Licenses	-	36 876	44 760
Sundries/Legal Costs	10 600	-	550
Office Salaries	767 275	791 849	716 192
Co-Worker Training	75 000	12 554	-
Membership Fees	150 312	166 652	148 246
Circuits	300 645	300 645	283 628
Total Church Running Costs	3 051 527	3 062 428	2 735 339
Setoff Income	2 177 000	2 533 237	2 098 357
Self-Assessed NELCSA Contribution	800 000	918 654	721 882
Subsidies from E.K.D	1 377 000	1 576 183	1 352 475
Rental Received	-	12 000	-
Other Income-Admin DSM	-	26 400	24 000
Nett Church Running Costs to be Recovered	874 527	529 190	636 982
Church Running Cost Contribution from Congregations	874 526	874 530	777 316
Excess/(Under Recovery)	0	345 340	140 334

Investment Income less Allocation-Investment Carry	2023	2023	2022
Investment Income	Budget	Actual	Actual YTD
General Funds	480 428	2 000 699	(1 420 494)
Medical Funds	1 169 759	3 966 989	(2 682 013)
Hermannsburg Schule Pastor fund	304 517	933 799	(772 910)
INVESTMENT INCOME	1 954 704	6 901 487	(4 875 417)
Interest on Arrears Accounts	0	29 566	40 268
Interest on Loans and Money Market	243 164	1 346 200	698 830
Gross Investment Income	2 197 868	8 277 253	(4 136 319)
Interest Allocation			
General Funds	(395 309)	(684 451)	(528 569)
Net Investment Carry after Allocation	1 802 559	7 592 801	(4 664 888)
Medical Funds	(1 169 759)	(3 966 989)	2 682 013
Hermannsburg Schule Pastor fund	(304 517)	(933 799)	772 910
Net Investment Carry	328 283	2 692 013	(1 209 965)
Average Investments per Balance Sheet	31 987 942	47 572 922	43 793 777
%Return on total Investment	6.87%	17.40%	-9.44%
NELCSA	2023	2023	2022
Summary of Income Statement Elements	Budget	Actual	Actual YTD
Pastors in Service	0	259 141	230 669
Nett Church Running Costs	0	345 340	140 334
Investment Income less Allocation-Investment Carry	328 283	2 692 013	(1 209 965)
Subtotal	328 283	3 296 494	(838 962)
Allocation to NELCSA Events Support Fund		(250 000)	
Allocation to Kailager Renovation		(164 000)	
Allocation to Kailager 2023 Loss		(36 000)	
Haus Kandatzte -Kailager Maintenance		(300 000)	
Theological Education		(500 000)	
Received Congregations Closing Down		252 245	138 904
Allocation to other congregations		(252 245)	(138 904)
Total	328 283	2 046 494	(838 962)

Northeastern Evangelical Lutheran Church in South Africa

BALANCE SHEET AT

31 December 2023

CAPITAL

FUNDS AND RESERVES

Transient Funds

Hermannsburg Schule Reserve

Specific Reserves

LONGTERM PROVISION AND

LIABILITES

NELCSA Medical Provision-Pensioners

CURRENT LIABILITIES

Account Payables and Provisions

Capital and Liabilities			
	2023	%	2022
	8 032 172	34.2%	5 985 679
	26 416 055	29.3%	20 428 868
	6 483 450	18.0%	5 496 268
	4 991 569	13.6%	4 393 769
	14 941 037	41.8%	10 538 831
	20 065 326	17.3%	17 103 883
	1 544 352	17.6%	1 312 868
	<u>56 057 906</u>	25.0%	<u>44 831 299</u>

Assets			
	2023	%	2022
<u>NON-CURRENT ASSETS</u>			
<u>IMMOVABLE PROPERTY</u>	370 600	0.0%	370 600
<u>INVESTMENTS</u>	53 114 455	26.4%	42 031 389
Investments General Funds	13 583 914	94.3%	6 992 953
Investments Medical Funds	20 149 655	17.8%	17 101 549
Investment Hermannsburg Schule Reserve	4 992 433	13.6%	4 394 633
Investec Bank Money Market	13 831 325	8.4%	12 757 175
Standard Bank Money Market	557 129	-29.0%	785 078
Total Investments	53 114 455	26.4%	42 031 389
Attributable to Funds and Reserves	53 114 455	26.4%	42 031 389
Attributable to Transient Funds	6 483 450	18.0%	5 496 268
Attributable to Fund Specific Reserves	19 932 605	33.5%	14 932 601
Attributable to Long-Term Provisions	20 065 326	17.3%	17 103 883
Attributable to General Purposes	6 633 073	47.4%	4 498 637
<u>CURRENT ASSETS</u>	2 572 851	5.9%	2 429 309
Sundry Congregations	698 426	-48.1%	1 346 351
Bank Accounts	1 874 425	73.2%	1 082 536
Cash on Hand	0	-100.0%	423
	<u>56 057 906</u>	25.0%	<u>44 831 299</u>

FUND AND PROJECT INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDING

31 December 2023

Fund Income Statement

	2023	%	2022
Collections and donations	1 251 036	31%	958 047
Church Music	88 065	-16%	104 965
Church Mission	667 953	50%	445 364
Church Youth	193 437	10%	175 065
Church Seniors/Old Age Homes	47 101	146%	19 165
Theological Education	216 683	14%	190 805
HMB Foundation	37 798	67%	22 683
Other Fund Receipts	6 955 682	494%	3 017 241
Choir Association	10 200	7%	9 496
Brass Band Association	211 694	386%	43 590
Theological Education	500 000	798%	55 697
NELCSA Events Support Fund	250 000		
Church Youth	67 607	4%	65 203
Haus Kandaze/Kailager	300 000		0
Building Reserve Dolphin Coast	3 610 000	382%	748 405
Seafarer's	1 525 321	-18%	1 855 367
Kailager	265 860	45%	183 555
Vehicle Fund Sold Vehicle	215 000	100%	0
Total fund income	8 206 718	304%	3 975 287
Project Expenditure	4 927 760	52%	4 712 651
Church Music	47 655	100%	0
Choir Association	41 001	100%	0
Brass Band Association	119 822	267%	32 679
Church Mission	551 813	90%	290 271
Church Youth	131 641	-52%	272 774
Church Seniors/Old Age Homes	34 318	-21%	43 293
Theological Education	265 037	-16%	317 334
HMB Foundation	23 241	19%	19 543
Church Office write-down	72 316	-54%	155 749
Haus Kandaze/Kailager	0	-100%	50 000
Building Reserve Dolphin Coast	284 953	-21%	360 000
Seafarer's	1 578 861	-4%	1 642 191
Building Reserve -Northern Parish/Louise Trichart	3 140	14%	2 766
Hermannsburg School Pastor Fund	336 000	0%	336 000
NELCSA Medical Provision	1 005 546	9%	919 590
Kailager	132 417	-51%	270 460
Vehicle Reserve Fund	300 000	100%	0
Nett Income and Expenditure in Funds and Projects	3 278 958	-545%	(737 364)
Transfer to/(from) Income Statement	2 130 926		(754 529)
Interest allocation	5 585 239		(2 926 354)
Net movement in Funds and Projects	10 995 124		(4 418 247)
Opening Balance of Funds and Projects	43 147 831		47 566 078
Closing Balance of Funds and Projects	54 142 954	29%	43 147 831

Northeastern Evangelical Lutheran Church in South Africa

FUNDS AND RESERVES FOR THE YEAR ENDED December 2023

TRANSIENT

	OPENING BALANCES	Offerings and DONATIONS	Other RECEIPTS and Provisions	INTEREST and INTERNAL ALLOCATIONS	PAYMENTS/ TRANSFERS	FROM/TO INCOME STATEMENT	CLOSING BALANCE
Senior Residence Offerings	4 536	47 101	0	0	(34 318)	0	17 319
Church Youth Work	664 826	193 437	67 607	20 719	(131 641)	0	814 948
Youth Work - General	3 600				(3 600)	0	0
Youth Work - Northern Circuit	48 075	47 962			(1 400)	0	94 637
Youth Work - Central Circuit	80 510	33 962			(1 000)	0	113 472
Youth Work - K.Z.N.	169 498	111 513		8 575	(36 000)		253 587
Youth Work - K.Z.N. Hub	363 143	0	67 607	12 143	(89 641)	0	353 253
Church Music	500 307	88 065	0	18 925	(47 655)	0	559 642
Choir Association	48 933		10 200		(41 001)		18 132
Brass Band Association	498 489		211 694	18 063	(119 822)		608 425
Ministry and Discipleship [MAD]	2 743 534	667 953	0	100 089	(551 813)	0	2 959 762
Theological Education	302 028	216 683		8 879	(265 037)	500 000	762 551
HMB Foundation	5 935	37 798		0	(23 241)	0	20 492
Diaconical Fund	326 136	0	0	11 415	0	0	337 551
Seafarers' Account	378 266		1 525 321	36 624	(1 578 861)		361 350
Refugee Fund	23 276		0		0		23 276
	<u>5 496 268</u>	<u>1 251 036</u>	<u>1 814 822</u>	<u>214 713</u>	<u>(2 793 388)</u>	<u>500 000</u>	<u>6 483 450</u>

FUND SPECIFIC RESERVE

Building Reserve Church Office	400 179		0		(72 316)		327 863
Building Reserve -Northern Parish	426 704		0	14 825	(3 140)		438 388
Hermannsburg School Pastor Fund	4 393 769		0	933 799	(336 000)		4 991 569
Development Fund	8 491 125	0	3 610 000	413 566	(284 953)		12 229 738
NELCSA Events Support Fund	0					250 000	250 000
Motor Vehicle Reserve	712 291		215 000	24 910	(300 000)	84 432	736 634
Kailager	35 771		65 860	(109)	(132 417)	200 000	169 105
Haus Kandaze/Kailager	472 761			16 547	0	300 000	789 308
	<u>14 932 601</u>	<u>0</u>	<u>3 890 860</u>	<u>1 403 538</u>	<u>(1 128 826)</u>	<u>834 432</u>	<u>19 932 605</u>

LONGTERM PROVISION AND LIABILITES

Medical Provision-Pensioners	5 593 898		0	1 245 819	(1 005 546)		5 834 170
Medical Provision-Pastors in Service	11 509 986			2 721 170	0	0	14 231 156
	<u>17 103 883</u>	<u>0</u>	<u>0</u>	<u>3 966 989</u>	<u>(1 005 546)</u>	<u>0</u>	<u>20 065 326</u>

TOTAL DEDICATED RESERVES

	<u>37 532 752</u>	<u>1 251 036</u>	<u>5 705 682</u>	<u>5 585 239</u>	<u>(4 927 760)</u>	<u>1 334 432</u>	<u>46 481 382</u>
Retained Earnings	<u>5 615 079</u>			<u>0</u>		<u>2 046 494</u>	<u>7 661 572</u>
TOTAL RESERVES	<u>43 147 831</u>	<u>1 251 036</u>	<u>5 705 682</u>	<u>5 585 239</u>	<u>(4 927 760)</u>	<u>3 380 926</u>	<u>54 142 954</u>

Northeastern Evangelical Lutheran Church in South Africa

STATEMENT OF CASH FLOW

FOR THE YEAR ENDING

31 December 2023

	<u>2023</u>		<u>2022</u>
Contributions	14 062 750	-3%	14 485 076
Pastors in Service	12 498 729	-4%	13 062 692
Church Running Cost	874 530	13%	777 316
Interest on arrears Receivables	29 566	-27%	40 268
Rental received	12 000	100%	
Movement in Account Receivable nett of Bad debts Written off	647 925	7%	604 799
Solidarity Receipts	918 654	27%	721 882
Total Received from Congregations	14 981 404	-1%	15 206 958
Grants Received	1 576 183	17%	1 352 475
Investment income per Income Statement	8 247 686	-297%	(4 176 587)
Sundry Income	26 400	10%	24 000
Total Receipts	24 831 674	100%	12 406 845
Total Household Expenditure	15 302 016	-1%	15 421 274
Pastors in Service	12 239 588	-5%	12 832 023
Bishop Costs	1 093 034	8%	1 015 288
Office Staff	791 849	11%	716 192
Travelling and Accommodation	457 359	49%	307 577
Office Costs	240 335	-9%	264 408
Co-Worker Training	12 554	100%	0
Membership Fees	166 652	12%	148 246
Circuits	300 645	6%	283 628
New Church Office			(146 089)
Non-Cash flow items			
Movement in Accounts Payable	(231 484)	-281%	127 781
Transfer from Income Statement to Funds	1 250 000		
Transfer to Vehicle Reserve	(84 432)		(84 432)
Total Expenses paid	16 236 099	5%	15 464 622
			0
Nett Operating cash flow	8 595 574		(3 057 777)
Fund and Project Receipts	8 206 718	106%	3 975 287
Fund and Project Expenses	(4 927 760)	5%	(4 712 651)
Total Movement in Financial Funds for the year	11 874 532		(3 795 141)
Funds available at beginning of year	43 114 348	-8%	46 909 489
Bank and Cash	1 082 959		1 353 325
Financial Investments	42 031 389		45 556 164
Funds available at end of year	54 988 880	28%	43 114 348
Funds available at end of year	54 988 880		43 114 348
Bank and Cash	1 874 425		1 082 959
Financial Investments	53 114 455		42 031 389
Balance	0		0

Northeastern Evangelical Lutheran Church in South Africa

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 December 2023

Immovable Property is not depreciated.

Motor Vehicles are written off on acquisition against the Motor Vehicle Reserve Fund to which annual provisions for replacements are transferred from Income Statement and other sources.

Other movable assets are written off either as current expenditure in the year of acquisition or, if funded from other sources, the source of such funding is reflected in the Financial Statements.

Funds accounting is employed.

Only the financial activities of the Central Administration of the Church are accounted for.

CAPITAL

2023

2022

Fixed Property -Revaluation	370 600	370 600
Retained income	7 661 572	5 615 079
	<u>8 032 172</u>	<u>5 985 679</u>

INVESTMENTS General Funds

	2023			2022		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
PSG Wealth Income FoF [D]	4 500 000	4 692 413	192 413	0	0	0
PSG Wealth Global Creator Feeder Fund	3 395 355	4 441 679	1 046 324	3 395 355	3 354 385	(40 970)
PSG Moderate FoF	3 025 370	4 449 823	1 424 453	3 025 370	3 638 568	613 198
Closing Balance	10 920 725	13 583 914	2 663 190	6 420 725	6 992 953	572 228

Income Statement

	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Fair Value Adjustment	2 100 636		2 100 636	(1 346 846)		(1 346 846)
Management Cost	(99 938)	(99 938)		(73 648)	(73 648)	
	<u>2 000 699</u>	<u>(99 938)</u>	<u>2 100 636</u>	<u>(1 420 494)</u>	<u>(73 648)</u>	<u>(1 346 846)</u>

Absolute Return	23.53%	-1.18%	24.70%	-16.70%	-0.87%	-15.84%
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INVESTMENTS Medical Funds

	2023			2022		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
PSG Wealth Income FoF (D)	313 801	496 614	182 812	1 142 422	1 258 189	115 767
PSG Wealth Global Flex FeedFundD	2 014 398	2 248 714	234 316	2 014 398	1 884 548	(129 849)
PSG Wealth Global Creator Feeder Fund	6 866 955	11 880 390	5 013 436	6 866 955	8 973 041	2 106 086
PSG Moderate FoF	3 117 983	5 523 936	2 405 953	3 117 983	4 985 771	1 867 788
Closing Balance	12 313 137	20 149 655	7 836 517	13 141 757	17 101 549	3 959 792

Income Statement

	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Fair Value Adjustment	4 146 998		4 146 998	(2 501 233)		(2 501 233)
Management Cost	(180 009)	(180 009)		(180 780)	(180 780)	
	<u>3 966 989</u>	<u>(180 009)</u>	<u>4 146 998</u>	<u>(2 682 013)</u>	<u>(180 780)</u>	<u>(2 501 233)</u>

Absolute Return	19.16%	-0.87%	20.03%	-12.95%	-0.87%	-12.08%
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Hermannsburg School Pastor Fund

	2023			2022		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
Investment PSG Wealth	3 407 084	4 992 433	1 585 349	3 743 084	4 394 633	651 549

Income Statement

	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Pay-out received	336 000	336 000		336 000	336 000	
Fair Value Adjustment	645 736		645 736	(1 061 212)		(1 061 212)
Management Cost	(47 936)	(47 936)		(47 698)	(47 698)	
	933 799	288 064	645 736	(772 910)	288 302	(1 061 212)
Absolute Return	19.17%	5.40%	12.10%	-15.87%	5.40%	-19.89%
Annualised Management Cost %		-0.87%			-0.87%	

Standard Bank Investec Money Market

	2023			2022		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
Standard Bank Call Account	557 129	557 129	0	785 078	785 078	0
Interest Received	272 050	272 050	0	48 636	48 636	0
Annualised Return	8.90%	8.90%	0.00%	3.07%	3.07%	0.00%
Investec Money Market	13 831 325	13 831 325	0	12 757 175	12 757 175	0
Interest Received	1 074 149	1 074 149	0.00%	650 193	650 193	0.00%
Annualised Return	9.48%	9.48%		5.44%	5.44%	

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
Northeastern Evangelical Lutheran Church in South Africa
FOR THE YEAR ENDING 31 December 2023

<u>IMMOVABLE PROPERTY</u>	<u>2023</u>	<u>2022</u>
<u>Farm Tullochgorum</u>	370 600	370 600
Being Sub 2(of 1) of the Farm Tullochgorum No. 11312, situated in the Southern Natal; Joint Services Board Area, Administrative District of KwaZulu - Natal in extent 2,1774ha - bequeathed by Estate Late A.M.H. Kaiser - Deed of Transfer 23413.94		
At Valuation for Estate Duty Purposes	200 000	200 000
Kailager - Cost of Development	170 600	170 600
	<u>370 600</u>	<u>370 600</u>

ACCOUNTS RECEIVABLE	2023	2022	Movement for the year
EAS001 - Eastrand (ELCER)	261 721	285 320	(23 599)
JCP001 - Johannesburg Church of Peace	(5)		(5)
KEL001 - Kelvin	1 108	1 105	3
KEM001 - Kemptonpark	226 433	531 254	(304 821)
MID001 - Midrand	(1 324)	(7)	(1 317)
NOR001 - Nordrand	5 234	0	5 234
SBL001 - St Peters by the Lake	(436)	(4 305)	3 869
VBP001 - Vanderbijlpark	(1 931)	(332)	(1 599)
WES001 - West Rand		547 713	(547 713)
WES002 - West Rand (New Account)	903		903
Central Circuit	491 704	1 360 747	(869 043)
AUG001 - Augsburg	(248)		(248)
BRA001 - Braunschweig			0
PIE001 - Piet Retief	(16 121)	(54 411)	38 291
NEL001 - Nelspruit	3 925		3 925
VER001 - Verden/Dundee	5 234		5 234
VR001 - Vryheid			0
Eastern Circuit	(7 210)	(54 411)	47 202
DKP001 - Duiwelskloof/Polokwane			0
GER001 - Gerdau/Potchefstroom	(625)		(625)
JOH001 - Pretoria - Johannesgemeinde	1		1
KRO001 - Kroondal		(1 715)	1 715
SPP001 - St Peters Pretoria	236 654	84 328	152 326
Northern Circuit	236 030	82 613	153 417
BET001 - Bethany	(3 127)	(18 256)	15 130
HER001 - Hermannsburg			0
ULC001 - United Evangelical Lutheran Congregation			0
HIL001 - Hillcrest			0
NSE001 - Seafarers Mission	(0)	(0)	0
NEW001 - New Germany	(9 730)		(9 730)
PMB001 - Pietermaritzburg	(4 000)	0	(4 001)
SHH001 - Hermannsburg School Pastor	(4 299)	(14 922)	10 623
TRI001 - Trinity Zululand	1	1	0
WIN001 - Winterton			0
Southern Circuit	(21 156)	(33 178)	12 022
YBE001 - Bethany Youth Pastor			0
YDO001 - Dolphin Coast Youth Pastor			0
YHB001 - Hermannsburg Youth Pastor		(1 529)	1 529
YHC001 - Hillcrest Youth Pastor			0
YNG001 - New Germany Youth Pastor	(0)		(0)
YPA001 - Augsburg Youth Pastor	(6 320)	(12 295)	5 976
YPB001 - Braunschweig Youth Pastor		(3 200)	3 200
YPM001 - PMB/Bishopstowe Youth Pastor		(0)	0
YPR001 - Piet Retief Youth Pastor		(2)	2
YPT001 - Trinity Zululand Youth Pastor	(0)	(0)	(0)
YPV001 - Vryheid Youth Pastor			0
YUL001 - United Evangelical Luth Congr-Youth Past			0
YVD001 - Verden/Dundee Youth Pastor	5 378	7 607	(2 229)
YWI001 - Winterton Youth Pastor	(0)		(0)
KZN Youth	(943)	(9 420)	8 477
Total Receivables	698 426	1 346 351	(647 925)

Northeastern Evangelical Lutheran Church in South Africa**NOTES TO THE ANNUAL FINANCIAL STATEMENTS****31 December 2023****ACCOUNTS PAYABLE****Clearing Accounts**

	<u>2023</u>	<u>2022</u>
SARS - PAYE	0	
SARS - UIF	0	0
Medical Aid	800	
Pension	0	0
Salary	0	0
Discovery risk Benefits	0	0
Total Clearing Accounts	800	0
Bonus Provision	0	0
Provision for Transfers	1 169 232	1 041 138
Provision for Synod	0	69 919
RMM Funds	(28 182)	21 001
Equip Account	30 190	0
Funds Received in Advance	211 729	
H Muller -Gift Voucher	0	10 000
Suspense-Solidarity Run	160 583	170 811
	<u>1 544 352</u>	<u>1 312 868</u>

NELCSA Medical Provision

Pensioners	2019	2020	2021	2022	2023
Opening Balance	6 560 790	6 582 505	6 949 325	7 543 620	5 593 898
Interest /Yield	807 157	1 115 502	1 471 382	(1 030 133)	1 245 819
Payments of Pensioners	(785 442)	(748 681)	(877 087)	(919 590)	(1 005 546)
Total	6 582 505	6 949 325	7 543 620	5 593 898	5 834 170
As per Liability Calculation	6 853 407	7 457 854	6 988 667	6 381 543	5 273 589
(Shortage) /Surplus [Retired Pastors]	(270 902)	(508 528)	554 953	(787 645)	560 582
Pastors in Service					
Opening Balance	2 049 352	3 499 223	6 213 866	13 161 866	11 509 986
Contributions	1 150 353	1 150 353	5 292 797	0	0
Interest /Yield	299 518	648 681	1 717 764	(1 651 880)	2 721 170
Payments			(62 560)	0	
Total	3 499 223	6 213 865	13 161 866	11 509 986	14 231 156
As per Liability Calculation	10 621 020	11 371 646	11 152 602	11 029 196	10 735 766
(Shortage) /Surplus [Pastors in Service]	(7 121 797)	(5 157 781)	2 009 264	480 790	3 495 390
(Shortage) /Surplus [Total]	(7 392 698)	(5 666 309)	2 564 217	(306 855)	4 055 972
Total	10 081 728	13 163 191	20 705 487	17 103 884	20 065 327
Investment values	10 081 728	13 163 191	20 705 487	17 011 287	20 149 655