

PRESENTATION ON THE FINANCES OF THE BAPTIST UNION

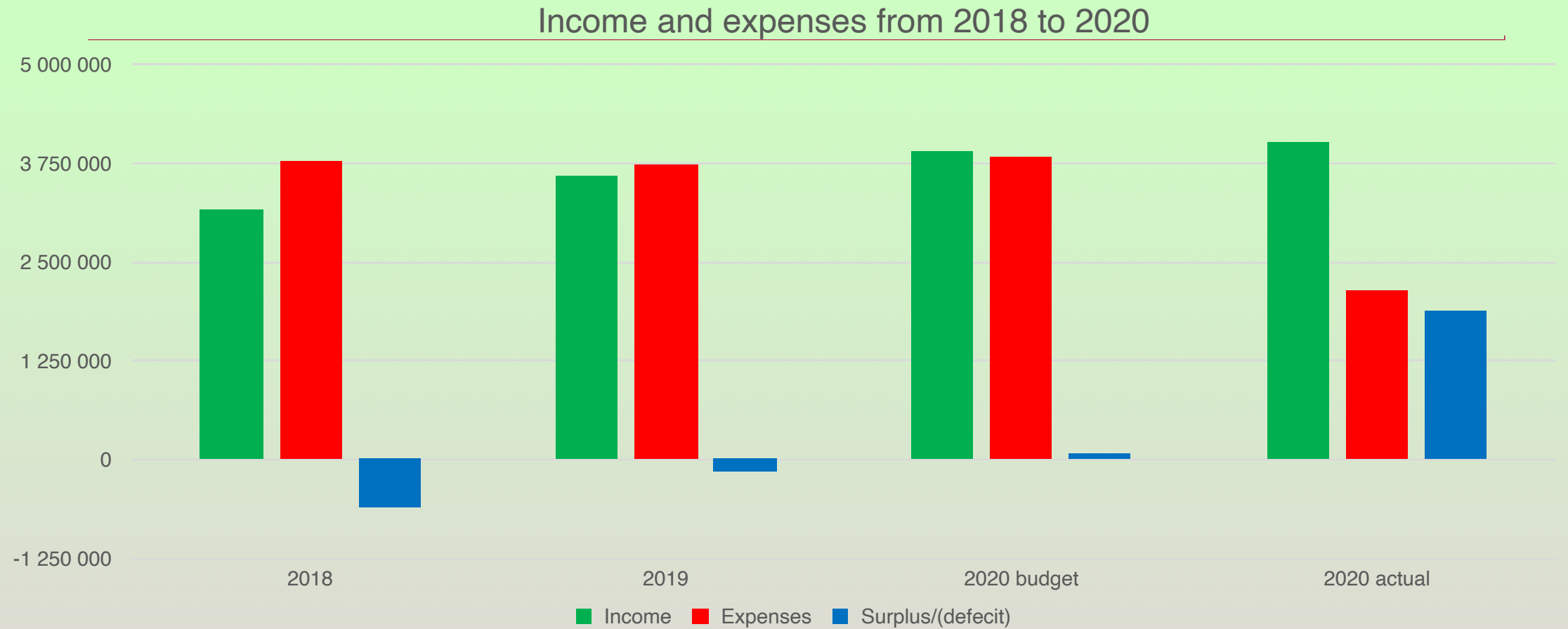
IN PREPARATION FOR THE 2021 ASSEMBLY



1. IMPROVED CORPORATE GOVERNANCE

- Governing body should include person with financial responsibility
- Colin Diesel member of National Leadership Team since November 2019

2. IMPROVED FINANCIAL POSITION



2. IMPROVED FINANCIAL POSITION (CONT.)



- Receipt from fund shared with a church – R532,000
- Designated funds no longer classified as liability – R447,000



- Amounts not recovered from campsite – R298,000



- No appointment of National Ministry Leader

3. IMPROVED LIABILITY POSITION

- Certain designated funds no longer classified as liability
- Amounts due to Baptist Trust and Special Purpose Funds
 - Amounts are due internally to another Baptist Union entity
 - Amounts received by Baptist Union deposited in Funds for safekeeping without being recorded in Baptist Union financial statements
 - Repayment can occur by transferring amounts back to Baptist Union

4. GOING CONCERN ISSUES RESOLVED

- Previous auditor concerned with deficit and current liabilities exceeding current assets
- 2020 - Ongoing deficit now a healthy surplus
 - Current assets exceeds current liabilities
- Issues not included in financial statements
 - Amounts deposited for safekeeping in Trust Funds not recorded
 - Certain pieces of land owned by Baptist Union not recorded
- Intention to move towards producing consolidated financial statements including all Baptist Union entities

SUMMARY

1. Improved corporate governance
2. Improved financial position
3. Improved liquidity position
4. Going concern issues resolved