



SIM USA, INC.

Combined Financial Statements  
With Independent Auditors' Report

September 30, 2013 and 2012

# SIM USA, INC.

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## **INDEPENDENT AUDITORS' REPORT**

Board of Directors  
SIM USA, Inc.  
Charlotte, North Carolina

We have audited the accompanying combined financial statements of SIM USA, Inc., which comprise the combined statements of financial position as of September 30, 2013 and 2012, and the related combined statements of activities and cash flows for the years then ended, and the related notes to the combined financial statements.

### ***Management's Responsibility for the Combined Financial Statements***

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the combined 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the combined financial statements.

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

(continued)

Board of Directors  
SIM USA, Inc.  
Charlotte, North Carolina

***Opinion***

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of SIM USA, Inc. as of September 30, 2013 and 2012, and the changes in their net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*Capin Crouse LLP*

Columbia, South Carolina  
February 28, 2014

# SIM USA, INC.

## Combined Statements of Financial Position

	September 30,	
	2013	2012
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 589,635	\$ 94,193
Deposits with related organization	8,379,302	6,588,405
Investments	43,271,413	42,490,042
Property and equipment	5,716,627	5,740,361
Other assets	411,383	474,044
	<hr/>	<hr/>
Total Assets	<u>\$ 58,368,360</u>	<u>\$ 55,387,045</u>
<b>LIABILITIES AND NET ASSETS:</b>		
Accounts payable and accrued expenses	\$ 473,622	\$ 349,970
Missionary personal accounts	965,458	955,289
Deferred compensation payable	1,322,903	1,256,287
Annuity and trust liabilities	19,677,380	21,378,356
	<hr/>	<hr/>
Total liabilities	<u>22,439,363</u>	<u>23,939,902</u>
 Net assets:		
Unrestricted	14,763,750	12,689,641
Temporarily restricted	18,538,975	16,131,230
Permanently restricted—endowment	2,626,272	2,626,272
	<hr/>	<hr/>
Total net assets	<u>35,928,997</u>	<u>31,447,143</u>
	<hr/>	<hr/>
Total Liabilities and Net Assets	<u>\$ 58,368,360</u>	<u>\$ 55,387,045</u>

See notes to financial statements

# SIM USA, INC.

## Combined Statements of Activities

	Year Ended September 30,							
	2013				2012			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>INCOME:</b>								
Support and revenue:								
Contributions	\$ 710,449	\$ 49,403,924	\$ -	\$ 50,114,373	\$ 690,105	\$ 41,545,166	\$ -	\$ 42,235,271
Rental, sales, and other	828,481	-	-	828,481	766,427	-	-	766,427
	<u>1,538,930</u>	<u>49,403,924</u>	<u>-</u>	<u>50,942,854</u>	<u>1,456,532</u>	<u>41,545,166</u>	<u>-</u>	<u>43,001,698</u>
Investment income and change in value of annuities and trusts:								
Net investment gains	1,494,700	220,222	-	1,714,922	1,524,824	283,503	-	1,808,327
Interest and dividend income	566,801	66,886	-	633,687	424,910	45,755	-	470,665
Change in value of annuities and trusts	247,081	(46,169)	-	200,912	65,702	168,889	-	234,591
	<u>3,847,512</u>	<u>49,644,863</u>	<u>-</u>	<u>53,492,375</u>	<u>3,471,968</u>	<u>42,043,313</u>	<u>-</u>	<u>45,515,281</u>
<b>Total Income</b>	<u>3,847,512</u>	<u>49,644,863</u>	<u>-</u>	<u>53,492,375</u>	<u>3,471,968</u>	<u>42,043,313</u>	<u>-</u>	<u>45,515,281</u>
<b>RECLASSIFICATIONS:</b>								
Net assets released from time and use restrictions	47,237,118	(47,237,118)	-	-	40,754,534	(40,754,534)	-	-
	<u>47,237,118</u>	<u>(47,237,118)</u>	<u>-</u>	<u>-</u>	<u>40,754,534</u>	<u>(40,754,534)</u>	<u>-</u>	<u>-</u>

(continued)

See notes to financial statements

# SIM USA, INC.

## Combined Statements of Activities

(continued)

	Year Ended September 30,							
	2013				2012			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>EXPENSES:</b>								
Program services:								
Church growth and evangelism	11,140,754	-	-	11,140,754	10,609,846	-	-	10,609,846
Grants to other SIM ministries	11,366,597	-	-	11,366,597	8,028,850	-	-	8,028,850
Education ministry	6,286,964	-	-	6,286,964	4,661,667	-	-	4,661,667
Relief and rehabilitation	5,849,994	-	-	5,849,994	5,330,548	-	-	5,330,548
Media and translation ministry	1,743,675	-	-	1,743,675	2,039,373	-	-	2,039,373
Home ministry	1,983,219	-	-	1,983,219	2,350,941	-	-	2,350,941
Service	2,206,734	-	-	2,206,734	2,752,662	-	-	2,752,662
	<u>40,577,937</u>	<u>-</u>	<u>-</u>	<u>40,577,937</u>	<u>35,773,887</u>	<u>-</u>	<u>-</u>	<u>35,773,887</u>
Supporting activities:								
Management and general	6,301,164	-	-	6,301,164	5,146,295	-	-	5,146,295
Fund-raising	2,131,420	-	-	2,131,420	1,787,775	-	-	1,787,775
	<u>8,432,584</u>	<u>-</u>	<u>-</u>	<u>8,432,584</u>	<u>6,934,070</u>	<u>-</u>	<u>-</u>	<u>6,934,070</u>
Total Expenses	<u>49,010,521</u>	<u>-</u>	<u>-</u>	<u>49,010,521</u>	<u>42,707,957</u>	<u>-</u>	<u>-</u>	<u>42,707,957</u>
Change in Net Assets	2,074,109	2,407,745	-	4,481,854	1,518,545	1,288,779	-	2,807,324
Net Assets, Beginning of Year	<u>12,689,641</u>	<u>16,131,230</u>	<u>2,626,272</u>	<u>31,447,143</u>	<u>11,171,096</u>	<u>14,842,451</u>	<u>2,626,272</u>	<u>28,639,819</u>
Net Assets, End of Year	<u>\$ 14,763,750</u>	<u>\$ 18,538,975</u>	<u>\$ 2,626,272</u>	<u>\$ 35,928,997</u>	<u>\$ 12,689,641</u>	<u>\$ 16,131,230</u>	<u>\$ 2,626,272</u>	<u>\$ 31,447,143</u>

See notes to financial statements

# SIM USA, INC.

## Combined Statements of Cash Flows

	Year Ended September 30,	
	2013	2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ 4,481,854	\$ 2,807,324
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Net investment gains	(1,798,124)	(1,879,209)
Actuarial change—annuities	(301,157)	(61,461)
Change in value of trust assets	46,169	(168,889)
Payments of annuity obligations	484,610	603,517
Realized gain on sale of property and equipment	(22,723)	-
Depreciation	309,581	305,017
Contributions of property and equipment	(149,500)	-
Changes in operating assets and liabilities:		
Deposits with related organization	(1,790,897)	1,971,612
Other assets	62,661	(11,110)
Accounts payable and accrued expenses	123,652	24,691
Missionary personal accounts	10,169	16,382
Deferred compensation	66,616	164,360
Net Cash Provided by Operating Activities	1,522,911	3,772,234
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(331,790)	(147,852)
Proceeds from sale of property and equipment	218,166	-
Net investment (purchases) sales	(154,252)	(3,366,293)
Net Cash Used by Investing Activities	(267,876)	(3,514,145)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Investment income on trust assets	421,574	558,769
Payments of annuity and trust obligations	(1,277,776)	(848,085)
Face value of new annuities, less gift portion	96,609	59,912
Net Cash Used by Financing Activities	(759,593)	(229,404)
Net Change in Cash and Cash Equivalents	495,442	28,685
Cash and Cash Equivalents, Beginning of Year	94,193	65,508
Cash and Cash Equivalents, End of Year	\$ 589,635	\$ 94,193
<b>SUPPLEMENTAL DISCLOSURES:</b>		
Assets acquired via capital lease obligation	\$ -	\$ 40,000

See notes to financial statements



# **SIM USA, INC.**

## **Notes to Combined Financial Statements**

September 30, 2013 and 2012

1. NATURE OF ORGANIZATION:

SIM USA, Inc. (SIM USA), a church and religious order associated with churches of the Protestant faith, is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. As such, it is also exempt from state income tax, and contributions by the public are deductible for income tax purposes. The purpose of SIM USA is to glorify God by planting, strengthening, and partnering with churches around the world as it evangelizes the unreached, ministers to human need, disciples believers into churches, and equips churches to fulfill Christ's Commission. SIM USA also owns and operates a retirement village for the benefit of its missionaries located in Sebring, Florida.

The SIM International group is subject to the joint ministry management committee and the SIM board of governors, who are composed of a majority of external board members who are representatives of the home administrations plus elected members of the mission worldwide. The participants in SIM are subject to the policies and procedures established in the SIM Manual and International Finance Manual.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The combined financial statements of SIM USA are prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the combined financial statements to the reader. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the combined financial statements. Actual results could differ from those estimates.

### **PRINCIPLES OF COMBINATION**

These combined financial statements reflect only the activities and financial position of SIM USA, including its branch operation, which is Sebring Retirement Village. SIM USA consists of a number of predecessor organizations which no longer have operations but are retained to provide for the transfers of estates to SIM USA. One of the predecessor organizations, Sudan Interior Mission (the New York Corporation), operates the annuity fund activity. All of these organizations have the same board as SIM USA. As described above, SIM USA is a voluntary participant in SIM International, providing funding and missionary personnel to accomplish SIM USA ministry objectives worldwide. Although SIM USA has substantial economic interest in SIM, it does not have majority board control, thus, consolidation is not required under current accounting standards.

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### CLASSES OF NET ASSETS

The combined financial statements report income and net assets by class:

*Unrestricted net assets* are currently available for ministry purposes under the direction of the board, designated by the board for specific use, or resources invested in property and equipment.

*Temporarily restricted net assets* are contributed with donor stipulations for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

*Permanently restricted net assets* are contributed with donor restrictions requiring they be held in perpetuity as endowment, with income to be used as stipulated in the endowment agreement.

#### CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash, checking, savings, and money market accounts as well as certificates of deposit with original maturity dates of less than three months. These accounts may, at times, exceed the federally insured limits. SIM USA has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. The majority of the cash and cash equivalents are held by a related party, SIM International. SIM USA also uses sweep accounts, and funds are transferred automatically as needed.

#### DEPOSITS WITH RELATED ORGANIZATION

The deposits with a related organization consist of funds transferred to SIM International and carried at cost plus accrued interest. SIM USA may access the funds, as needed. The deposits earn interest at the current rate which for the year 2013 was 2.0%, and for the year 2012 was 3.5%. Due to SIM USA's ability to access the funds without penalty, these assets are treated as an operating asset.

As of September 30, 2013 and 2012, respectively, deposits with SIM International totaled \$8,379,302 and \$6,588,405.

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### LONG-TERM INVESTMENTS

Investments in equity securities with readily determinable fair values and all debt securities are recorded at fair value with gains and losses reported in the combined statements of activities. Donated investments are recorded at fair value on the date of donation and thereafter carried in accordance with the above provisions. Where market values are not available, cost values have been used that approximate fair value. SIM USA follows the investment guidelines and decisions of the grantors of the revocable and charitable trusts.

Alternative investments consist of investments in Silver Creek Capital Management, LLC (Silver Creek), and Lucent Insurance, Ltd. (Lucent). Investments in Silver Creek are carried at fair value, as determined by the funds managers based on information provided by the funds' professional managers. In determining fair value, the manager utilizes the valuation of the underlying investment entities reflected on the audited financial statements of the funds. The underlying investment entities value securities and other financial instruments at market value, when possible, or at fair value determined by the respective entities' general partner or manager when no market value is determinable. The estimated fair values of certain investments of the underlying investment entities, which include private placements and other securities for which prices are not readily available, may not reflect amounts that could be realized upon an immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair value may differ significantly from the values that would have been used had a ready market existed for these investments. See Note 3 for the valuation of investments in Lucent.

#### INVESTMENT IN REAL ESTATE

Investment in real estate includes missionary housing, gifts of property, and purchases of property for investment. These investments are recorded at cost or fair market value at the date of the gift. Joint equity arrangements are agreements where SIM USA co-owns a percentage of real property. The cost or fair market value of the SIM USA percentage in the joint equity arrangements is recorded as long-term investments. Upon sale of these properties, SIM USA will receive their percentage of the total proceeds. Such assets are not income producing, and they are not used in the operations (ministry) of the organization.

#### PROPERTY AND EQUIPMENT, AND DEPRECIATION

Items capitalized as property and equipment are recorded at cost if purchased or fair value if donated. SIM USA capitalizes all property and equipment with a cost or value exceeding \$10,000. Depreciation is computed on the straight-line method over the estimated useful lives of the related assets, ranging from 5 to 40 years. Depreciation expense is allocated to the various program services and supporting activities.

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### ANNUITY AND TRUST LIABILITIES

SIM USA has established a gift annuity plan whereby donors may contribute assets to the organization in exchange for the right to receive a fixed dollar annual return during their lifetimes. A portion of the transfer is considered to be a charitable contribution for income tax purposes. The difference between the amount provided for the gift annuity and the present value of future payment, determined on an actuarial basis, is recognized as support at the date of the gift. The annuity liability is revalued annually based upon actuarially computed present values. Resulting actuarial gain or loss is recorded as change in value of annuities and trusts. Certain states require reserves to be held in excess of the liability. Such amounts are reported as unrestricted net assets (Note 8).

As trustee, SIM USA administers revocable (grantor) trusts that provide for a beneficial interest to SIM USA or other beneficiary at the grantor's death. Because the trusts are revocable at the discretion of the grantor, the principal amounts provided are recorded as liabilities. All trust income, deductions, and credits are reportable by the grantor for tax purposes. At the grantor's death, the remaining trust assets, if designated for SIM USA, will be recorded as contributions income. Any trust designated for other beneficiaries will be distributed in accordance with the trust agreement.

As trustee, SIM USA administers irrevocable trusts, including charitable remainder unitrusts and annuity trusts. These trusts provide the payment of lifetime distributions to the grantor or other designated beneficiaries. The present value of the income interests are reported as trust liabilities using federal discount and mortality tables ranging from 6.0 to 8.6 percent. For trusts with a term of years, thus meeting the definition of a derivative financial instrument as described above, the liability for these trusts are computed using the current market rate instead of the rate at inception. At the death of the lifetime beneficiaries, the trusts provide for the distribution of assets to designated remaindermen. The present value of the remainder interest of SIM USA is reported as temporarily restricted contributions in the period received, temporarily restricted net assets, and reclassification to the unrestricted net assets when the trust matures. Certain trusts contain provisions to distribute assets to remaindermen other than SIM USA. The portion attributable to others is reflected as a part of trust liabilities on the combined statements of financial position (Note 7).

# **SIM USA, INC.**

## **Notes to Combined Financial Statements**

September 30, 2013 and 2012

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### SUPPORT, REVENUE, AND EXPENSES

Revenue is recognized when earned and support when contributions are made, which may be when cash is received, unconditional promises are made, or ownership of other assets is transferred to SIM USA. It is SIM USA's policy not to accept unconditional promises, and none were received or recognized in the reporting periods.

SIM USA reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated amounts. When a stipulated time restriction ends or purpose restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the combined statements of activities as net assets released from restrictions.

SIM USA reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Absent explicit donor stipulations about how long those long-lived assets must be maintained, SIM USA reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

SIM USA receives indications of intent to support ministries that are faith promise commitments to provide monthly, quarterly, or annual gifts of a specified amount. These commitments are open ended and subject to unilateral change by the donor. Because the commitments do not express a term or period, the amount of the commitment is not measurable. Considering these factors, the commitments are not considered to be unconditional promises to give and are not recognized prior to receipt of the contribution.

Expenses are reported when costs are incurred, including advertising and promotion totaling approximately \$320,000 and \$370,000 for the years ended September 30, 2013 and 2012, respectively.

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

ALLOCATION OF EXPENSES

The costs of providing the various program services and supporting activities of SIM USA have been summarized on a functional basis in the combined statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. SIM USA incurred joint costs that include fund-raising appeals as follows:

Year Ended September 30, 2013:

	Program Services	Management and general	Fund-raising	Total
Furlough salary and housing	\$ 3,069,830	\$ 548,045	\$ 393,959	\$ 4,011,834
Furlough medical	348,283	168,678	6,615	523,576
Retired missionary	2,228,836	205,182	8,046	2,442,064
Employee benefit plan	212,833	19,593	768	233,194
Ministry promotion	1,338,677	80,965	117,969	1,537,611
Depreciation	148,327	13,655	12,135	174,117
	<u>\$ 7,346,786</u>	<u>\$ 1,036,118</u>	<u>\$ 539,492</u>	<u>\$ 8,922,396</u>

Year Ended September 30, 2012:

	Program Services	Management and general	Fund-raising	Total
Furlough salary and housing	\$ 4,471,393	\$ 926,493	\$ 393,078	\$ 5,790,964
Furlough medical	408,368	120,953	11,800	541,121
Retired missionary	2,382,792	184,678	18,017	2,585,487
Employee benefit plan	214,041	16,590	1,619	232,250
Ministry promotion	1,094,266	88,129	99,282	1,281,677
Depreciation	150,712	11,681	13,468	175,861
	<u>\$ 8,721,572</u>	<u>\$ 1,348,524</u>	<u>\$ 537,264</u>	<u>\$ 10,607,360</u>

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### UNCERTAIN TAX POSITIONS

The financial statement effects of a tax position taken or expected to be taken are recognized in the combined financial statements when it is more likely than not, based on the technical merits, that the position will be sustained upon examination. Interest and penalties, if any, are included in the expenses in the combined statements of activities. As of September 30, 2013 and 2012, respectively, SIM USA had no uncertain tax positions that qualify for recognition in the combined financial statements.

#### RECLASSIFICATION

Certain financial statement and footnote information from the prior year combined financial statements has been reclassified to conform to current year presentation format.

### 3. INVESTMENTS:

Investments consist of:

	September 30,	
	2013	2012
At fair value:		
Restricted cash and cash equivalents	\$ 1,818,275	\$ 864,991
Common stocks	664,673	1,040,304
Corporate bonds	253,327	280,054
Municipal bonds	71,890	72,243
Government securities	117,620	122,990
Mutual funds	33,619,345	32,280,689
Fixed income	3,214,549	3,333,469
Privately held entities	1,176,491	1,474,147
	<u>40,936,170</u>	<u>39,468,887</u>
Not at fair value:		
Privately held captive entity, equity method	501,947	431,027
Certificates of deposit, at cost plus interest	15,723	37,931
Real estate, at cost	1,817,573	2,552,197
	<u>\$ 43,271,413</u>	<u>\$ 42,490,042</u>

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

3. INVESTMENTS, continued:

Investments are held for:

	September 30,	
	2013	2012
Operating funds	\$ 14,011,352	\$ 12,435,924
Annuities	4,007,318	3,906,393
Nonqualified deferred compensation plan	1,322,903	1,256,287
Trust assets	19,719,250	21,216,034
Endowment assets:		
Board designated	1,368,986	1,085,567
Permanently restricted	2,841,604	2,589,837
	\$ 43,271,413	\$ 42,490,042

Investment income consists of:

	Year Ended September 30,	
	2013	2012
Net investment gains (losses):		
Realized Gains	\$ 580,610	\$ 135,443
Unrealized gains	1,217,514	1,743,766
Investment fees	(83,202)	(70,882)
	1,714,922	1,808,327
Interest and dividend income	633,687	470,665
	\$ 2,348,609	\$ 2,278,992

**INVESTMENT IN CAPTIVE INSURANCE COMPANY:**

SIM USA invests, along with several other nonprofit organizations, in a captive insurance holding company, Lucent. SIM USA is accounting for this investment using the equity method because it more clearly approximates fair value. The initial investment was \$250,000, and with the exception of reinvested dividends and earnings, no additional funds have been invested. Equity at September 30, 2013 and 2012, was \$501,947 and \$431,027, respectively. Lucent insures claims relating to workers' compensation, general liability, property, and automobile liability, and physical damage. Claim experience is identified to each participating entity and subsequent premiums are modified based upon an entity's claim experience. Dividend income from Lucent for the years ended September 30, 2013 and 2012, was reinvested.



# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

#### 4. FAIR VALUE MEASUREMENTS:

SIM USA uses appropriate valuation techniques to determine fair value based on inputs available. The levels are defined as follows: Level 1 – based on quoted prices for identical assets in active markets; Level 2 – based on observable inputs other than quoted prices in active markets; and Level 3 – based on significant unobservable inputs. When available, SIM USA measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

Fair values of assets measured on a recurring basis at September 30, 2013 and 2012, are as follows:

	Fair Value Measurements at September 30, 2013			
	Total	Level 1	Level 2	Level 3
<b>Investments:</b>				
Cash and cash equivalents	\$ 1,818,275	\$ 1,818,275	\$ -	\$ -
<b>Common stocks:</b>				
Basic materials	211,369	211,369	-	-
Consumer goods	14,779	14,779	-	-
Financial	251,963	251,963	-	-
Industrial goods	12,720	12,720	-	-
Insurance	16,310	16,310	-	-
Technology	96,029	96,029	-	-
Utilities	61,503	61,503	-	-
Total common stocks	664,673	664,673	-	-
<b>Corporate bonds:</b>				
AAA	18,809	-	18,809	-
AA	10,995	-	10,995	-
A	91,329	-	91,329	-
BBB	105,352	-	105,352	-
BB	14,336	-	14,336	-
B	12,506	-	12,506	-
Total corporate bonds	253,327	-	253,327	-
Municipal bonds	71,890	-	71,890	-
Government securities	117,620	-	117,620	-

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at September 30, 2013			
	Total	Level 1	Level 2	Level 3
Mutual funds:				
Div. emerging markets	546,541	546,541	-	-
Emerging markets	1,834,118	1,834,118	-	-
Exchange traded funds	16,103	16,103	-	-
Foreign large blend	1,338,447	1,338,447	-	-
Global	13,618	13,618	-	-
Government securities	8,505	8,505	-	-
Growth	122,380	122,380	-	-
Hedged equity	1,232,655	1,232,655	-	-
High yield bond	602,708	602,708	-	-
Income	521,406	521,406	-	-
Inflation-protected bond	95,438	95,438	-	-
Intermediate-term bond	3,645,082	3,645,082	-	-
International	4,245,460	4,245,460	-	-
International small cap	296,012	296,012	-	-
Large growth	1,791,013	1,791,013	-	-
Large value	1,428,963	1,428,963	-	-
Large/mid cap	7,997,946	7,997,946	-	-
Low volatility	697,141	697,141	-	-
Mid-cap growth	17,520	17,520	-	-
Moderate allocation	484,120	484,120	-	-
Money market fund	1,578,882	1,578,882	-	-
Multisector bond	62,080	62,080	-	-
Municipal national long	248,267	248,267	-	-
Muni. single state long	96,465	96,465	-	-
Public natural resources	377,706	377,706	-	-
REIT	9,879	9,879	-	-
Short-term	37,119	37,119	-	-
Small cap	2,552,182	2,552,182	-	-
Small growth	291,727	291,727	-	-
Small value	228,957	228,957	-	-
Utilities	14,968	14,968	-	-
World bond	1,185,937	1,185,937	-	-
Total mutual funds	33,619,345	33,619,345	-	-

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 4. FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at September 30, 2013			
	Total	Level 1	Level 2	Level 3
Fixed income:				
Core	1,919,186	-	1,919,186	-
Core plus	854,676	-	854,676	-
Global	440,687	-	440,687	-
Total fixed income	3,214,549	-	3,214,549	-
Privately held entities	1,176,491	-	-	1,176,491
Total investments at fair value	<u>\$ 40,936,170</u>	<u>\$ 36,102,293</u>	<u>\$ 3,657,386</u>	<u>\$ 1,176,491</u>

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at September 30, 2012			
	Total	Level 1	Level 2	Level 3
Investments:				
Cash and cash equivalents	\$ 864,991	\$ 864,991	\$ -	\$ -
Common stocks:				
Basic materials	265,083	265,083	-	-
Commodities	12,204	12,204	-	-
Consumer goods	7,357	7,357	-	-
Financial	274,666	274,666	-	-
Healthcare	31,006	31,006	-	-
Industrial goods	42,299	42,299	-	-
Insurance	17,416	17,416	-	-
Technology	90,207	90,207	-	-
Trading-inverse equity	8,520	8,520	-	-
Utilities	291,546	291,546	-	-
Total common stocks	1,040,304	1,040,304	-	-
Corporate bonds:				
AA	29,047	-	29,047	-
A	93,512	-	93,512	-
BBB	144,670	-	144,670	-
B	12,825	-	12,825	-
Total corporate bonds	280,054	-	280,054	-
Municipal bonds	72,243	-	72,243	-
Government securities	122,990	-	122,990	-

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at September 30, 2012			
	Total	Level 1	Level 2	Level 3
Mutual funds:				
Div. emerging markets	593,279	593,279	-	-
Emerging markets	1,809,987	1,809,987	-	-
Foreign large blend	665,744	665,744	-	-
Global	14,359	14,359	-	-
Government securities	14,844	14,844	-	-
Growth	130,141	130,141	-	-
Healthcare equity	33,109	33,109	-	-
Hedged equity	2,313,979	2,313,979	-	-
High yield bond	752,719	752,719	-	-
Income	592,680	592,680	-	-
Inflation-protected bond	101,439	101,439	-	-
Intermediate-term bond	4,639,372	4,639,372	-	-
International	2,296,299	2,296,299	-	-
International small cap	234,907	234,907	-	-
Large growth	2,162,170	2,162,170	-	-
Large value	1,392,739	1,392,739	-	-
Large/mid cap	8,139,945	8,139,945	-	-
Low volatility	1,304,813	1,304,813	-	-
Mid-cap growth	16,603	16,603	-	-
Moderate allocation	360,241	360,241	-	-
Money market fund	1,264,642	1,264,642	-	-
Multisector bond	25,088	25,088	-	-
Municipal national long	279,558	279,558	-	-
Muni. single state long	99,583	99,583	-	-
Public natural resources	419,578	419,578	-	-
REIT	9,879	9,879	-	-
Short-term	50,712	50,712	-	-
Small cap	633,384	633,384	-	-
Small growth	274,678	274,678	-	-
Small value	245,001	245,001	-	-
Utilities	16,333	16,333	-	-
World bond	1,392,884	1,392,884	-	-
Total mutual funds	32,280,689	32,280,689	-	-

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at September 30, 2012			
	Total	Level 1	Level 2	Level 3
Fixed income:				
Core plus	2,883,130	-	2,883,130	-
Global	450,339	-	450,339	-
Total fixed income	3,333,469	-	3,333,469	-
Privately held entities	1,474,147	-	-	1,474,147
Total investments at fair value	\$ 39,468,887	\$ 34,185,984	\$ 3,808,756	\$ 1,474,147

	(Level 3) Privately Held Entity September 30,	
	2013	2012
Beginning balance	\$ 1,474,147	\$ 1,735,740
Purchases, sales, issuances, and settlements	(100,257)	(359,544)
Total gains or losses (realized and unrealized) included in changes in net assets	(197,399)	97,951
Ending balance	\$ 1,176,491	\$ 1,474,147

The amount of total gains or losses for the period included in changes in net assets, attributable to the change in unrealized gains or losses related to assets still held at the reporting date.

	\$ (197,399)	\$ 97,951
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# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

The following table lists investments in other investment companies (in partnership format) by major category at September 30, 2013:

Investment Category	Strategy	Fair Value Determined Using NAV	\$ Amount of Unfunded Commitments	Timing to Draw Down Commitments	Redemption Terms	Redemption Restrictions	Redemption Restrictions in Place at Year End
Hedge Fund-of-Fund	Absolute Return	<u>\$ 1,176,491</u>	<u>\$ -</u>	NA	Investment is in liquidation mode	Fund is currently in the process of liquidation	Fund is currently in the process of liquidation

The following table lists investments in other investment companies (in partnership format) by major category at September 30, 2012:

Investment Category	Strategy	Fair Value Determined Using NAV	\$ Amount of Unfunded Commitments	Timing to Draw Down Commitments	Redemption Terms	Redemption Restrictions	Redemption Restrictions in Place at Year End
Hedge Fund-of-Fund	Absolute Return	<u>\$ 1,474,147</u>	<u>\$ -</u>	NA	Investment is in liquidation mode	Fund is currently in the process of liquidation	Fund is currently in the process of liquidation

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

4. FAIR VALUE MEASUREMENTS, continued:

Methods and assumptions used by SIM USA in estimating fair values are as follows:

*Valuation techniques* : Fair values for equity securities and mutual funds are based on quoted market prices in an active market. The fair value of debt securities is based on yields currently available for comparable securities of issuers with similar credit ratings. The fair value of mutual funds is based on quoted net asset values of the shares held by SIM USA at year end. Fair values of alternative investments are based on the net asset value (NAV) of the underlying investments in the fund.

*Changes in valuation techniques* : None.

Gains and losses (realized and unrealized) related to investments are included in the change in net assets and are reported in investment income. Gains and losses (realized and unrealized) related to the annuities and charitable lead trusts are reported in change in value of annuities and trusts. Gains and losses (realized and unrealized) related to charitable remainder trusts and revocable living trusts are included in the change in value of assets and liabilities on the combined statements of financial position.

5. PROPERTY AND EQUIPMENT—NET:

Property and equipment—net, at cost, consist of:

	September 30,	
	2013	2012
Charlotte property and equipment:		
Land	\$ 1,673,291	\$ 1,679,566
Buildings	3,558,951	3,417,755
Furniture and equipment	1,196,315	1,146,315
Vehicles	111,800	123,100
	<u>6,540,357</u>	<u>6,366,736</u>
Less accumulated depreciation	<u>(2,802,048)</u>	<u>(2,612,171)</u>
	<u>3,738,309</u>	<u>3,754,565</u>
Construction in process	200,794	99,004
	<u>3,939,103</u>	<u>3,853,569</u>

(continued)



# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

5. LAND, BUILDINGS, AND EQUIPMENT–NET, continued:

Property and equipment–net, at cost, consist of:

	September 30,	
	2013	2012
Retirement property, Sebring Florida:		
Land	159,749	159,749
Buildings	4,370,745	4,370,745
Furniture and equipment	37,688	37,688
	4,568,182	4,568,182
Less accumulated depreciation	(2,790,658)	(2,681,390)
	1,777,524	1,886,792
	\$ 5,716,627	\$ 5,740,361

6. ANNUITIES PAYABLE:

Annuities payable consist of:

	September 30,	
	2013	2012
Computed present value of annuities payable	\$ 2,559,282	\$ 2,763,830
Less current portion	(398,463)	(411,834)
	\$ 2,160,819	\$ 2,351,996

Change in value of annuities includes:

	Year Ended September 30,	
	2013	2012
Realized and unrealized gains	\$ 291,370	\$ 495,846
Investment income	139,164	111,912
Actuarial change	301,157	61,461
Payments to beneficiaries and other expenses	(484,610)	(603,517)
	\$ 247,081	\$ 65,702

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

7. TRUST LIABILITIES:

Trust liabilities consist of:

	September 30,	
	<u>2013</u>	<u>2012</u>
Revocable trusts	\$ 16,314,055	\$ 17,485,060
Irrevocable trusts—other remaindermen and lifetime interests	<u>804,043</u>	<u>1,129,466</u>
Total trust net liabilities	<u>\$ 17,118,098</u>	<u>\$ 18,614,526</u>

Change in value of trusts includes:

	Year Ended September 30,	
	<u>2013</u>	<u>2012</u>
Interest and dividends	\$ 98,024	\$ 87,882
Realized gains	203,501	50,233
Unrealized gains	120,049	420,182
Actuarial change	325,423	(144,837)
Payments to beneficiaries	<u>(793,166)</u>	<u>(244,571)</u>
	<u>\$ (46,169)</u>	<u>\$ 168,889</u>

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

8. NET ASSETS:

Net assets consist of:

	September 30,	
	2013	2012
Unrestricted:		
Undesignated	\$ 5,770,474	\$ 4,426,623
Designated:		
State required annuity reserves	678,210	732,415
Quasi-endowments	1,368,986	1,085,567
Annuity investment reserve	769,826	410,148
Captive insurance reserve	251,947	181,027
Equipment reserve	227,483	139,066
Management reserve	12,750	12,750
	3,309,202	2,560,973
Equity in property and equipment:		
Invested in property and equipment	3,939,103	3,853,569
Invested in retirement properties	1,777,524	1,886,792
Less capital lease obligation	(32,553)	(38,316)
	5,684,074	5,702,045
Total unrestricted net assets	14,763,750	12,689,641
Temporarily restricted:		
Projects	957,551	535,007
Ministry funds	10,022,843	8,652,683
Future support	5,743,317	5,150,863
Endowments	62,741	-
Charitable remainder trusts	458,715	585,162
Irrevocable trusts	1,293,808	1,207,515
	18,538,975	16,131,230
Total temporarily restricted net assets	18,538,975	16,131,230
Permanently restricted—endowment	2,626,272	2,626,272
	\$ 35,928,997	\$ 31,447,143

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 9. TRANSACTIONS WITH RELATED PARTIES:

#### SIM INTERNATIONAL AND OTHER AFFILIATES

In accordance with international policy, all national divisions of SIM USA make payments to SIM International Administration for salary allowance, missionary area care, administrative costs, and undesignated contributions that exceed \$5,000 for the years ended September 30, 2013 and 2012, to be used for specific ministries. In addition, missionary support received by one division for another is remitted to the appropriate division.

SIM USA made the following payments to SIM International and other affiliates:

	Year Ended September 30,	
	2013	2012
Salary allowance	\$ 179,998	\$ 111,559
Administrative costs	907,948	736,472
Specific ministries	8,841,762	5,863,443
Missionary support for other divisions	1,436,889	1,317,376
	<u>\$ 11,366,597</u>	<u>\$ 8,028,850</u>

### 10. MEMBER BENEFIT PLANS:

#### MEDICAL BENEFITS

SIM USA maintains a self-insured employee benefit plan covering certain employees for dental and vision costs and providing for certain limitations and restrictions on coverage. As of September 30, 2013 and 2012, claims incurred but not reported were not estimated to be material to the combined financial statements.

#### RETIREMENT BENEFITS

SIM USA offers continued support to those members of the mission reaching the designated retirement age and having completed thirty years of active service, subject to funds available in the retirement allowances pool. Partial benefits may be received by those members having served between twenty and thirty years. Support may include a housing allowance or housing provided, certain medical payments, and a supplement to the extent social security benefits are deemed to be inadequate. Support amounts vary from period to period based on the level of retirement funds available. SIM intends that support received will not exceed costs of benefits, and the plan is being treated as a nonqualified defined contribution arrangement.

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 11. ENDOWMENTS:

SIM USA's endowments consist of 3 individual funds established for a variety of purposes as a result of donor contributions. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Trustees of SIM USA has interpreted the North Carolina Uniform Prudent Management of Institutional Funds Act (NCUPMIFA) as requiring the preservation of the fair value of the original gift, as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, SIM USA classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by SIM USA in a manner consistent with the standard of prudence prescribed by NCUPMIFA. In accordance with NCUPMIFA, SIM USA considers the following factors in making a determination to appropriate or accumulated donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of SIM USA and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of SIM USA
7. The investment policies of SIM USA

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

11. ENDOWMENTS, continued:

Endowment net asset composition by type of fund as of September 30, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted
Donor-restricted endowment funds	\$ -	\$ 62,741	\$ 2,626,272
Board designated endowment funds	1,368,986	-	-
	\$ 1,368,986	\$ 62,741	\$ 2,626,272

Changes in endowment net assets for the year ended September 30, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted
Endowment net assets, beginning of year	\$ 952,457	\$ -	\$ 2,626,272
Investment return:			
Interest and dividends	35,421	66,886	-
Net gains (realized and unrealized)	262,558	220,222	-
Total investment return	297,979	287,108	-
Contributions	164,960	-	-
Amounts appropriated for expenditure	(46,410)	(224,367)	-
Endowment net asset, end of year	\$ 1,368,986	\$ 62,741	\$ 2,626,272

# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

11. ENDOWMENTS, continued:

Endowment net asset composition by type of fund as of September 30, 2012:

	Unrestricted	Temporarily Restricted	Permanently Restricted
Donor-restricted endowment funds	\$ (133,110)	\$ -	\$ 2,626,272
Board designated endowment funds	1,085,567	-	-
	\$ 952,457	\$ -	\$ 2,626,272

Changes in endowment net assets for the year ended September 30, 2012:

	Unrestricted	Temporarily Restricted	Permanently Restricted
Endowment net assets, beginning of year	\$ 522,984	\$ -	\$ 2,626,272
Investment return:			
Interest and dividends	18,648	45,755	-
Net gains (realized and unrealized)	276,155	283,503	-
Total investment return	294,803	329,258	-
Contributions	304,611	-	-
Amounts appropriated for expenditure	(169,941)	(329,258)	-
Endowment net assets, end of year	\$ 952,457	\$ -	\$ 2,626,272

Year Ended September 30,

2013	2012
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Permanently restricted net assets:

The portion of perpetual endowment funds that are required to be retained permanently either by explicit donor stipulations or by NCUPMIFA

	\$ 2,626,272	\$ 2,626,272
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Temporarily restricted net assets:

The portion of perpetual endowment funds subject to a time restriction under NCUPMIFA

	\$ 62,741	\$ -
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# SIM USA, INC.

## Notes to Combined Financial Statements

September 30, 2013 and 2012

### 11. ENDOWMENTS, continued:

*Return Objectives and Risk Parameters*—SIM USA has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that SIM USA must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Trustees, the endowment assets are invested in a manner that is intended to produce an inflation adjusted income stream to grow the corpus above the inflation rate. SIM USA expects its endowment funds, over time, to provide an average rate of return of approximately 9% annually. Actual returns in any given year may vary from this amount.

*Funds with Deficiencies*—From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or NCUPMIFA requires SIM USA to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature that are reported in unrestricted net assets were \$-0- and \$133,110 as of September 30, 2013 and 2012, respectively. These deficiencies resulted from unfavorable market fluctuations.

*Strategies Employed for Achieving Objectives*—To satisfy its long-term rate-of-return objectives, SIM USA relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). SIM USA targets a diversified asset allocation that places a greater emphasis on fixed income investments to achieve its long-term return objectives within prudent risk constraints.

*Spending Policy and How the Investment Objectives Relate to Spending Policy*—SIM USA has a policy of appropriating for distribution each year 4.85% of the value of each fund. This calculation is based upon the actual rate of return on the endowment funds for the previous calendar year. In establishing this policy, SIM USA's Board considered long-term expected return on its endowment. This is consistent with the Board's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment returns.

### 12. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through the report date, which represents the date the combined financial statements were available to be issued. Subsequent events after that date have not been evaluated.



## **SUPPLEMENTARY INFORMATION**

**INDEPENDENT AUDITORS' REPORT  
ON SUPPLEMENTAL INFORMATION**

Board of Directors  
SIM USA, Inc.  
Charlotte, North Carolina

We have audited the combined financial statements of SIM USA, Inc. as of and for the years ended September 30, 2013 and 2012, and our report thereon dated February 28, 2014, which expresses an unmodified opinion on those combined financial statements, appears on page 1. Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The Sudan Interior Mission, Inc.–Segregated Gift Annuity Fund statements of financial position and statements of activities are presented for purposes of additional analysis and are not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

*Capin Crouse LLP*

Columbia, South Carolina  
February 28, 2014

**SUDAN INTERIOR MISSION, INC.  
SEGREGATED GIFT ANNUITY FUND**

**Statements of Financial Position**

	September 30,	
	2013	2012
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 160,217	\$ 39,390
Investments	3,847,101	3,867,003
Total Assets	\$ 4,007,318	\$ 3,906,393
<b>LIABILITIES AND NET ASSETS:</b>		
Liabilities:		
Current portion of annuities payable	\$ 398,463	\$ 411,834
Annuities payable—net of current portion	2,160,819	2,351,996
Total liabilities	2,559,282	2,763,830
Net assets:		
Other	769,826	410,148
Required minimum reserve (New York)	678,210	732,415
Total net assets	1,448,036	1,142,563
Total Liabilities and Net Assets	\$ 4,007,318	\$ 3,906,393

**SUDAN INTERIOR MISSION, INC.  
SEGREGATED GIFT ANNUITY FUND**

**Statements of Activities**

	Year Ended September 30,	
	2013	2012
INCOME:		
Net gains on investments	\$ 592,528	\$ 557,307
Interest and dividend income	139,164	111,912
New annuities	58,391	37,088
Total Income	790,083	706,307
EXPENSES:		
Payments to annuitants	456,082	381,870
Other	28,528	221,647
Total Expenses	484,610	603,517
Change in Net Assets	305,473	102,790
Net Assets, Beginning of Year	1,142,563	1,039,773
Net Assets, End of Year	\$ 1,448,036	\$ 1,142,563