

## How Can I Get Involved?

This is an invitation to express interest in the program and in the specific project that is presented by Faith Covenant Church of Breton. The goal of C. L. & I. is to be the “lender of choice” and as such to be listed as the first mortgage holder.

This offer of Debentures is limited to persons who, prior to receipt of this offering, were members of, contributors to, participants or friends of the Evangelical Covenant Church of Canada or any ministry that is a part of the Covenant. The expression of interest in this Debenture offering is not held to be contractual but is simply designed to help CL & I determine the amount of interest for the current and future projects.

To express your interest please provide the following information:

Name: \_\_\_\_\_

Address: \_\_\_\_\_

Phone: \_\_\_\_\_

Email: \_\_\_\_\_

Total Amount of Debentures  
(\$5000 minimum) desired: \_\_\_\_\_

(Mail, Fax, Email or Phone Info to ECCC)

- I am not able to participate at this time but please inform me of future opportunities.



ECCC

PO Box 34025 RPO Fort Richmond

Winnipeg, MB R3T 5T5

Phone: 204-269-3437 Fax: 204-269-3584

1-888-810-3020 Email: [messngr@escape.ca](mailto:messngr@escape.ca)

[www.canadacovenantchurch.org](http://www.canadacovenantchurch.org)

## Covenant Loans & Investments: *Investing in Significance*

An opportunity to receive a favourable rate of interest while helping the **Churches & Ministries of the ECCC** with their building additions and renovations.

*5 year (\$5 000 minimum) Debenture:  
5% Interest  
Non- Redeemable*



## Frequently Asked Questions

### What is Covenant Loans and Investments (C. L. & I.)?

C. L. & I. has been a part of the ministry of the Evangelical Covenant Church of Canada for over 30 years. It was started to provide an opportunity for members and friends of the E.C.C.C. to provide "in-family" loans to Covenant churches and ministries. This is accomplished through the selling of debentures to individuals.

### Are the Debentures Insured?

No. C. L. & I. is not covered by the Canadian Deposit Insurance Corporation or any third party insurance.

### Are the Debentures Guaranteed?

Because we are not covered by CDIC we are not able to "guarantee" the Debentures. At the same time, it is important to note that in the entire history of C. L. & I. there has never been a time where the investor has not received in full their interest and the return of their money at the end of the term. C. L. & I. works on the good faith of the borrowing congregation or ministry and on the good faith of the Evangelical Covenant Church of Canada to manage the program well.

### Could I cash in a Debenture before the end of the term?

No. In order to provide stability for the Breton congregation the 5 year term is fixed. There are no conditions whereby a debenture could be cashed before the end of the term.

### Why doesn't the church simply borrow from a local bank or credit union?

Generally speaking, banks and credit unions do not provide major funding to churches or ministries. There are always exceptions, and certainly there are smaller loans that are provided but a project like this is generally not in the scope of a normal bank or credit union loan. Further, because banks are for profit, the amount of interest charged will be higher than the rate charged by C. L. & I. so from a stewardship perspective we believe this is a better way to proceed with funding major projects.

### What rate of interest will be charged to Faith Covenant Church of Breton?

Breton will pay a 6.25% interest rate. The difference between the 5% paid to debenture holders and the loan rate helps to cover costs associated with managing the program. In particular, we hold back 15% as reserve funds and those funds are invested in secure certificates that usually pay less interest than is paid out. Any "profit" goes toward the mission and ministry of the Evangelical Covenant Church of Canada.

### When is the project scheduled to be completed?

The hope of Faith Covenant is to be completed in early summer of 2007.

## Breton & Beyond



Covenant Loans & Investments recently loaned Faith Covenant Church in Breton over \$500,000 toward renovation costs associated with a significant new addition project. This project is necessary due to the growth in ministry and size at Faith Covenant Church over the past few years. Included in the project was additional seating capacity in the worship area, a larger foyer, a future upstairs kitchen, youth room, additional classroom space and a handicap lift. We are still looking to raise additional \$100,000 toward project funding.