

2020



Summary Annual Report



Christchurch Catholic Diocesan Development Fund

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A Message from Bishop Paul Martin SM



Dear members of the Diocesan family,

Today the Catholic Development Fund publishes its Summary Annual Report for 2020. This report records the state of the Fund. Through your investments, the Fund is able to provide loans to approved diocesan and parish projects and supports the pastoral activities of our Diocese.

I thank you all, priests, parishes, people and schools who invest in the Fund. In the last financial year, the Fund provided a healthy distribution of \$1,300,000 to assist with the Diocesan pastoral activities.

I am very grateful for the generous work of our Trustees of the Fund and their efforts to ensure the best outcomes for the CDF.

The expression of our faith is both spiritual and practical. The call to pray and support one another in this manner is also matched by our practical support of the needs of our Church. By investing your funds in the CDF you are giving expression to this dimension of our faith and Church life, and I encourage you to let others know of this so that they too can do the same. Without your support in this way there is so much we would not be able to offer to our people and to others not in our faith community.

The call of "Our Faith, Our Future" is to form faith communities that are prayerful, supportive of each other, have a desire for justice and for spreading the good news. The CDF is able to provide practical support to enable this to happen in terms of the plant and other elements we require. Our hopes for the future are able to come to fruition because of the support of the people who invest in the CDF.

This has been a challenging year for us all as we deal with Covid-19. It has affected us personally and as a society. It has also had economic impacts. The way we are caring for one another and sharing our resources in this time, reflects the call of Jesus to love our neighbour as ourselves, and to give from what we have.

May God bless you, your families, and our Diocese as we continue to bring the spirit of Christ into the lives of all those we meet.

+ P. B. Martin SM

A Message from our Chair



Michael Schimanski
Chair

On behalf of the Catholic Development Fund (CDF) I am pleased to present the 2019-20 summary financial statements. During this period, the CDF with your support, has continued to support Bishop Paul through our annual allocation of monies.

During the last financial year, the Board of Trustees have met on a regular basis along with the accounting and finance team from the Diocesan office. The combination of skill sets that each group bring, assists the CDF to evolve and look forward to meeting the challenges that we face.

This year the CDF decided to engage a marketing and business development manager. Liza Sparrow has been busy reviewing our branding, marketing, promotion, social media channels, website, membership data and networks to aid in the promotion of the CDF and liaise with investors.

The investment return on the CDF has enabled us to distribute a further \$1,300,000 to the Bishop in the year ended 31 March 2020 but like all financial institutions the current financial market is proving difficult to operate in. We believe that our capital base and strategic policies currently being employed will enable us to support the Diocese going forward. I am pleased to report that market value of the CDF's investments that had reduced at balance date due to Covid-19 has subsequently recovered to pre-Covid-19 values.

CDF Board



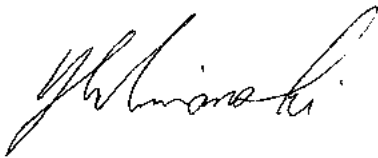
Left to right:
Terry Foote,
Graeme Wilson.
Simon Roughan,
Michael Schimanski - Chair,
Richard Bailey.

With the recent amalgamation of parishes and realignment of boundaries in our community the demand on the CDF to assist with rebuilding new churches and community facilities will see new loan requests. We are ready to assist and provide financial support through loans to enable the vision of our Bishop to unfold.

Loans provided by the CDF last year totalled \$2,300,000. This included assistance given to Catholic Cathedral College, New Brighton Catholic Primary School, Christchurch and St Joseph's Primary School, Timaru.

The CDF could not exist without your help and loyalty. Your support is very much appreciated, and we look forward to working with you in the year ahead. I also wish to acknowledge the support provided by the Diocesan team lead by Andy Doherty, their continued efforts are much appreciated. Finally, I would also like to thank the Trustees on the Board for their willingness to offer their time and skills during the last financial year.

God Bless.



CDF Staff



Left to right:
Liza Sparrow
Marketing & Business Development Manager,
Janice Rennell
Manager - Finance & Support Services,
Andy Doherty
Diocesan General Manager,
Melanie Perry
CDF Administrator.

Helping Grow Our Catholic Community

The first Catholic Diocesan Development Fund was established in Melbourne in 1956 for the purpose of raising capital to build Catholic schools. It was called the Schools Provident Fund.

In a city experiencing a post-war population boom, the Church built the Fund on the faith of the Catholic people, to whom the education of their children was of vital importance.

Success in the Melbourne Diocese led to a movement which saw the start of similar Funds throughout Australia and New Zealand. Today there are 28 Development Funds across Australasia, with six in New Zealand.

The Christchurch Catholic Diocesan Development Fund (CDF) is a charitable trust established in 1967. Governed by a Board of Trustees and managed from the Diocesan Office it offers members a range of investment and savings products (debt securities), as well as an opportunity to support pastoral and educational services of the Church.



Jim Mitchell (left) values his CDF investment which benefits the Church and community. Seen here with his great-grandchildren and CDF Administrator Melanie Perry.

The CDF's main aim is to assist the Church achieve its mission. Members' funds are used to enable diocesan and parish projects to be completed without our parishes, schools and diocesan groups having to borrow money commercially.

In addition, the CDF's surplus is used to help the Diocese. The CDF helps the Diocese fund the Pastoral Plan, Catholic Social Services, the Catholic Education Office, the Youth Team, the National Seminary, the Prison and Hospital Chaplaincies and any other pastoral priorities that occur from time to time.

An investment with the Fund, continues to be seen as an ethical one.

Our Mission:

Through careful stewardship and sustainable growth, our commitment is to enable the provision and financial support to empower the Bishop's objectives.

Our Investors:

From individuals to Catholic organisations our investors share the value of wanting their investment to benefit the Catholic Church and wider community.

Our Borrowers:

We assist parishes, Catholic schools and organisations within the Diocese with capital funding to help them maintain and develop property.

Summary of Financial Statements

Summary Statement of Comprehensive Income

(for the year ended 31 March 2020)

Actual 2019 '000		Actual 2020 '000	Budget 2020 '000 (unaudited)
Income			
1,665	Interest Received - Investments	1,128	1,300
1,665	Total Income	1,128	1,300
635	Interest & Commissions Paid	615	623
206	Operating Expenses	148	177
841	Total Expenditure	763	800
Other Comprehensive Income			
(150)	Amounts Recognised Directly in Equity	(421)	0
674	Total Comprehensive Income	(56)	500

Summary Statement of Changes in Equity

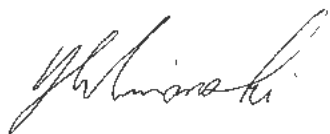
(for the year ended 31 March 2020)

Actual 2019 '000		Actual 2020 '000	Budget 2020 '000 (unaudited)
4,803	Balance at 1 April as previously reported	4,977	4,977
(150)	Other Comprehensive Income	(421)	0
824	Net Surplus for the year	365	500
674	Total Comprehensive Income for the year	(56)	500
<i>Attributable to:</i>			
674	Roman Catholic Bishop of Christchurch	(56)	500
(500)	Distribution to Roman Catholic Bishop of Christchurch	(1,300)	0
4,977	Balance at 31 March	3,621	5,477

Summary Statement of Financial Position *(as at 31 March 2020)*

Actual 2019 '000		Actual 2020 '000
Assets		
9,026	Cash at Bank and in Hand	732
19,761	Financial Assets at Fair Value through OCI	26,249
2,935	Financial Assets at Amortised Cost	4,651
3	Other Assets	8
31,725	Total Assets	31,640
Liabilities & Equity		
58	Accounts Payable	46
26,690	Depositors' Funds	27,973
4,977	Equity	3,621
31,725	Total Liabilities & Equity	31,640

For and on behalf of the Board of Trustees which authorised the issue of the summary financial report on 30 June 2020.



Mr Michael Schimanski
Chair



Mr Terry Foote
Trustee

Summary Statement of Cash Flows *(for the year ended 31 March 2020)*

Actual 2019 '000		Actual 2020 '000
Net Cash Flows from (used in):		
874	Operating Activities	332
6,359	Investing Activities	(8,629)
108	Financing Activities	3
7,341	Net Increase/(Decrease) in Cash Held	(8,294)
1,685	Plus Opening Cash brought forward	9,026
9,026	Ending Cash Carried Forward	732

The above information represents a summary of the audited financial statements. Complete audited financial statements are available on request.

Notes

to the Summary Financial Statements for the Year Ended 31 March 2020

1. Significant Accounting Policies

The Christchurch Catholic Diocesan Development Fund (the Fund) is a Trust established by the Roman Catholic Bishop of the Diocese of Christchurch by Deed of Trust dated 21 December 1967. The trustees are appointed by the Roman Catholic Bishop of the Diocese of Christchurch and the Fund is domiciled in New Zealand.

The nature of the operations and principal activities of the Fund are to generate funds to assist the Roman Catholic Bishop of the Diocese of Christchurch to undertake his pastoral activities and to support the development of resources within the Catholic community. This is achieved by offering call and term deposit facilities and using the funds raised to invest in loans to the Catholic community for development or to externally invest to generate income.

The full and summary financial statements were authorised for issue by the Trustees on 30 June 2020.

The summary financial statements are presented for the Fund and are for the year ended 31 March 2019 and 31 March 2020. They have been

prepared in accordance with FRS 43 - Summary Financial Statements, and full financial statements comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP) as it relates to summary financial statements.

The specific disclosures included in the summary financial statements have been extracted from the full financial statements dated 30 June 2020. The summary financial statements cannot be expected to provide as complete an understanding as provided by the full financial statements. The full financial statements are available from the office of the CDF, Cathedral House on Washington, Unit 2, 9 Washington Way, Christchurch, alternatively they can be viewed on www.cdf.org.nz. The full financial statements have been audited and an unqualified audit report has been issued.

The summary financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000).



Independent Auditor's Report

to the Trustees of Christchurch
Catholic Diocesan Development Fund

Report on the Summary Financial Statements

Opinion

The summary financial statements on pages 6 to 8, which comprise the summary consolidated statement of financial position as at 31 March 2020, the summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary statement of cash flows for the year then ended, and related notes, are derived from the audited financial statements of Christchurch Catholic Diocesan Development Fund ("CDF") for the year ended 31 March 2020.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with FRS-43: Summary Financial Statements issued by the New Zealand Accounting Standards Board.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by New Zealand Equivalents to International Financial Reporting Standards and International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 1 July 2020.

Those Charged with Governance Responsibilities for the Summary Financial Statements

Those charged with governance are responsible on behalf of the entity for the preparation of the summary financial statements in accordance with FRS-43: Summary Financial Statements.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other than in our capacity as auditor and other assurance services provided, we have no relationship with, or interests in, CDF. Partners and employees of our firm may deal with CDF on normal terms within the ordinary course of trading activities of the business of CDF.

Chartered Accountants
Christchurch

1 July 2020

The Year That Was



Members are always welcome at the CDF offices - Sharon Lee discussing her Savings Account with Melanie Perry



Catholic Youth Team putting their faith into action, Banks Peninsula



Hospital Chaplain, Angela McCormick sharing her gifts to care for those in need

Our Members

CDF Members value how their investments, when pooled together, support Bishop Paul in fulfilling the mission of the church. Investor benefits include:

- 100% guarantee
- No account fees
- Investment return
- Personal Account Manager
- Helping the Church locally

Pastoral Support

A distribution of \$1.3 million enabled support for the spiritual, physical, and communal needs of our catholic community. The CDF are grateful to the people who carry out this work. Namely:

- Catholic Youth Team
- Catholic Social Services
- National Seminary
- Hospital, Prison and Tertiary Chaplains



Architect's impression of New Brighton Catholic School's new Mary Immaculate Block



New roll growth teaching spaces under construction at St Joseph's School, Timaru



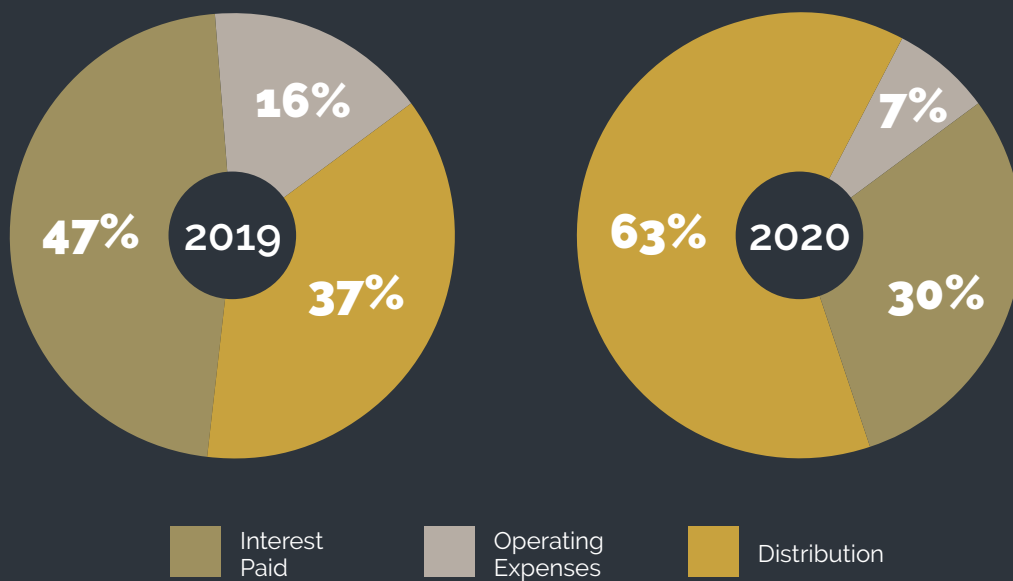
Mike Nolan, Catholic Education Office Manager with Tony Shaw, Catholic Cathedral College Principal in front of the college's new administration and classroom Fourvière Block

Education Loans

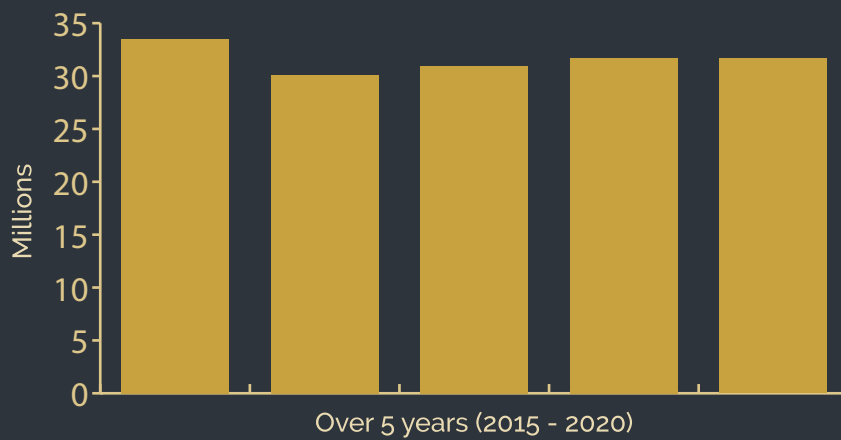
Catholic education remains central to the life of the Diocese. Working with the Catholic Education Office, CDF loans funded \$2.3 million in education property projects (due to roll growth) enabling developments at:

- St Joseph's School, Timaru
- Catholic Cathedral College
- New Brighton Catholic School

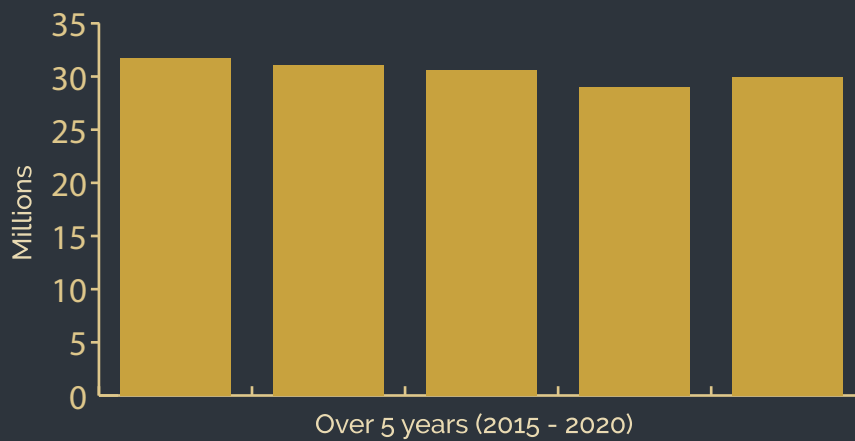
How Each Dollar is Spent



Depositors' Funds



Total Assets



Directory

Staff

Diocesan General Manager

Andy Doherty

Manager - Finance & Support Services

Janice Rennell

Manager - Marketing & Business Development

Liza Sparrow

CDF Administrator

Melanie Perry

Registered Office

Cathedral House on Washington

PO Box 4544, Christchurch 8140

2/9 Washington Way, Christchurch 8011

Phone 366 9869 or 0800 40 FUND (3863)

Online

www.cdf.org.nz

[www.facebook.com/
catholicdevelopmentfundchristchurch](https://www.facebook.com/catholicdevelopmentfundchristchurch)

[www.linkedin.com/company/
catholic-development-fund-christchurch](https://www.linkedin.com/company/catholic-development-fund-christchurch)

Statutory Supervisor

Covenant Trustee Services Ltd

Level 6 191 Queen St, Auckland 1010.

PO Box 4243, Shortland St, Auckland 1140

Auditors

Ernst & Young

93 Cambridge Terrace, Christchurch

Solicitors

Cavell Leitch Law

Level 3, BNZ Centre,

111 Cashel Mall, Christchurch

Investment Advisors

JB Were

Level 6, Anthony Harper Tower

62 Worcester Boulevard, Christchurch

Bankers

Westpac

88 Cashel Street, Christchurch



*St Bede's College Performing
Arts Centre atrium made possible
by a CDF loan in 2018*



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www.cdf.org.nz