



FOURSQUARE

FINANCIAL SOLUTIONS

OFFERING CIRCULAR

Foursquare Financial Solutions
Loan Fund, Inc.



FOURSQUARE
FINANCIAL SOLUTIONS

NON-STATE SPECIFIC

OFFERING CIRCULAR

CIRCULAR DATED: JUNE 15, 2023

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PO Box 26902 Los Angeles, CA 90026

V. 11/2023 w/ 2 supplements
V. 1/12/2024



FOURSQUARE

FINANCIAL SOLUTIONS

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

P.O. Box 26902

Los Angeles, California 90026-0176

(213) 709-4145

OFFERING CIRCULAR

\$100,000,000

2023 INVESTMENT CERTIFICATES

We – the Foursquare Financial Solutions Loan Fund, Inc., a church extension fund organized as a not-for-profit religious corporation under California law (referred to as “we”, “our”, “us”, or the “Fund”), are offering up to \$100,000,000 in investment certificates (the “Certificates”) to raise money to make loans to churches, agencies and organizations affiliated with International Church of the Foursquare Gospel (“ICFG”), a California not-for-profit religious corporation based in Los Angeles, California, and support the mission of ICFG, including churches, districts, schools, colleges, ministries, mission organizations or other organizations affiliated with ICFG or the Fund. The Fund has been organized as a not-for-profit religious corporation under California law to operate a loan fund that will assist churches, ministries, colleges, agencies, districts, missions and charitable funds sponsored by and affiliated with ICFG.

We will offer and sell the Certificates pursuant to the terms and conditions set forth in this Offering Circular (the “Offering”) from June 15, 2023 through June 14, 2024 or such period as may be authorized under permits, authorization or notices granted under applicable state securities laws or by state administrators. No offer may be made, however, in any state which requires that an exemption notice be issued, permit granted, or other approval granted before an offer can be made. We may also supplement this Offering Circular from time to time to provide you with updates of material information concerning us or the Certificates. When we provide a supplement to you, such supplement will be made a part of this Offering Circular.

We are offering three types of investment Certificates. Our term certificates have a fixed duration of one to five years, are payable at maturity and have a fixed interest rate (“Term Certificates”). Demand Certificates which may be redeemed, in whole or in part, any time upon at least thirty (30) days prior notice to us, subject to the availability of funds (the “Demand Certificates”) are being offered to affiliated churches, agencies, districts, organizations, contributors to, members of and supporters that share a common faith, purpose and mission with ICFG. Finally, we also offer IRA Certificates that have a term of five years (“IRA Certificates”). Interest rates on our Term and IRA Certificates are shown below, but we reserve the right to adjust the rates on our Certificates prospectively. Any change made in our rates will apply only to sales of Certificates made after we furnish an updated rate sheet. Please call us to obtain our current rates or visit our website at www.4sqfs.org.

\$100,000,000

INVESTMENT CERTIFICATES

<u>Certificate Type</u>	<u>Minimum Investment</u>	<u>Simple Interest Rate*</u>
One-year Term Certificate	\$1,000	3.75%
Two-year Term Certificate	\$1,000	4.25%
Three-year Term Certificate	\$1,000	4.375%
Four-year Term Certificate	\$1,000	4.50%
Five-year Term Certificate	\$1,000	5.00%
IRA Certificate (five-year term)	\$1,000	5.00%
Demand Certificates	\$5,000	2.50%
Centennial Certificate**	\$1,000	4.50%

SEE PAGE
FOLLOWING FOR
UPDATED RATES

Promotional XXXXXX

* Interest rates vary from time to time. If different from the rates set forth above, the applicable interest rates at the time of purchase will be reflected in a Rate Sheet accompanying the Application to Purchase. Except for our Demand Certificates, when a Certificate is purchased, the interest rate may not be changed during the term of the investment.

** Centennial Certificates are available for a limited period of time and requires that new funds be used to purchase a Certificate. The maximum amount that can be purchased is \$250,000. Centennial Certificates have a one-year term.

The date of this Offering is June 15, 2023



INVESTMENT CERTIFICATE RATES

Effective 1/12/2024 - Rates are subject to change at any time.

FOR A LIMITED TIME: Promotional Investment Certificate Rate of 5%*

DEMAND	1-YEAR	2-YEAR	3-YEAR	4-YEAR	5-YEAR	IRA
2.500%	3.750%	4.000%	4.125%	4.250%	4.750%	4.750%

Premium Rates Available for Investments over \$250,000

Call **1.855.807.8504** with questions or to obtain an offering circular and investment packet.

This is not an offering to sell securities referred to herein. The offering is made only by the offering circular, which includes all risk factors. The Offering Circular may be obtained by calling or visiting us online at www.4sqfs.org. An investment in Foursquare Financial Solutions Loan Fund involves certain risks that other investment options may not have. Not all risks can be quantified or compared to other investments. You should carefully evaluate all the risks in assessing the potential benefit of the various investments. NOT FDIC or SIPC INSURED. Not a bank deposit, nor is it a Foursquare Financial guarantee. The offering will not be made available to investors in all states.

*Promotional certificate is for a limited time through 3/31/2024, ten-month term, for new investments of \$1,000 to \$500,000. No premium rate available on promotional certificates.

For purposes of this Offering Circular, the term “**Certificates**” refers to our “**Term**”, “**Demand**”, and “**IRA**” Certificates. We may sell our Certificates in this Offering to investors that are members of, contributors to, or a participant in ICFG, the Fund, or a program, activity, or organization that is related to the Fund, ICFG or one of its affiliated organizations that have a programmatic relationship with us. We, in our sole discretion, will determine whether a particular investor is eligible to invest in the Certificates. We reserve the right to refuse to offer or sell any Certificate to any person or entity. Certificates are not available in all states and are not secured. Investors must meet certain eligibility criteria in some states.

No sinking fund or trust indenture will be used in connection with this Offering. Investors must rely on the financial condition of the Fund for repayment. All of the Certificates are unsecured debts of the Fund.

This Offering is subject to certain risks more particularly described in the Risk Factors beginning on page 5. **The Certificates are not FDIC insured, are not a federally insured savings or deposit account or insured by any state or federal agency.** See also “STATE SPECIFIC INFORMATION” beginning on page iv for information particular to your State.

SPECIAL DISCLOSURES

We do not use underwriters or outside selling agents to sell the Certificates and we do not pay any direct or indirect commissions for the sale of the Certificates. All sales will be made through our directors, officers and employees. Expenses of the Offering, which we expect will not exceed \$35,000, will be paid from our operating funds. As a result, 100% of the proceeds from the sale of the Certificates will be used for the purposes described in this Offering Circular. See “Use of Proceeds” beginning on page 16. From time to time, we may distribute advertising material through ICFG affiliated churches, districts and agencies, make presentations in such churches, publish information about the Fund and Certificates in ICFG publications and ICFG affiliated agencies and deliver materials to potential investors. We offer the Certificates only through this Offering Circular. Except for the Offering Circular, amendments or supplements thereto and applicable Rate Sheets that may be published on our website, the information on our website is not part of the Offering Circular.

The Certificates may not be available for purchase in all states and investors must meet certain eligibility criteria in some states. This shall not constitute an offer to sell or solicitation of an offer to purchase, nor shall there be any sale of Certificates in any state, province or jurisdiction where such offer, solicitation or sale is not authorized. All sales of the Certificates are made solely by the Offering Circular. We reserve the right to terminate or discontinue the Offering of the Certificates at any time.

THESE CERTIFICATES MAY EITHER BE REGISTERED OR EXEMPT FROM REGISTRATION IN THE VARIOUS STATES OR JURISDICTIONS IN WHICH THEY ARE OFFERED OR SOLD BY THE FUND. THIS OFFERING CIRCULAR HAS BEEN FILED WITH THE SECURITIES ADMINISTRATORS IN CERTAIN STATES OR JURISDICTIONS THAT REQUIRE IT FOR REGISTRATION OR EXEMPTION.

THESE CERTIFICATES ARE ISSUED PURSUANT TO A CLAIM OF EXEMPTION FROM REGISTRATION UNDER SECTION 3(a)(4) OF THE FEDERAL SECURITIES ACT OF 1933. A REGISTRATION STATEMENT RELATING TO THE CERTIFICATES HAS NOT BEEN FILED WITH THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION.

THESE CERTIFICATES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT DETERMINED THE ACCURACY, ADEQUACY, TRUTHFULNESS, OR COMPLETENESS OF THIS OFFERING CIRCULAR AND HAVE NOT PASSED UPON THE MERIT OR VALUE OF THESE CERTIFICATES, OR APPROVED, DISAPPROVED, OR ENDORSED THE OFFERING. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE FUND AND THE TERMS OF THE OFFERING, INCLUDING THE DISCLOSURE, MERITS, AND RISKS INVOLVED.

THE CERTIFICATES ARE NOT SAVINGS OR DEPOSIT ACCOUNTS OR OTHER OBLIGATIONS OF A BANK AND ARE NOT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION, ANY STATE

BANK INSURANCE FUND, OR ANY OTHER GOVERNMENTAL AGENCY. THE PAYMENT OF PRINCIPAL AND INTEREST TO AN INVESTOR IN THE CERTIFICATES IS DEPENDENT UPON THE FUND'S FINANCIAL CONDITION. ANY PROSPECTIVE INVESTOR IS ENTITLED TO REVIEW THE FUND'S MOST RECENT AUDITED FINANCIAL STATEMENTS, WHICH SHALL BE FURNISHED AT ANY TIME DURING BUSINESS HOURS UPON REQUEST.

THE CERTIFICATES ARE NOT OBLIGATIONS OF, NOR GUARANTEED BY, ICFG, OR BY ANY CHURCH, DISTRICT, INSTITUTION, OR AGENCY ASSOCIATED WITH ICFG.

NO PERSON HAS BEEN AUTHORIZED TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATION IN CONNECTION WITH THIS OFFERING OTHER THAN THOSE CONTAINED IN THIS OFFERING CIRCULAR, OR IN ANY SUPPLEMENT THERETO, AND IF GIVEN OR MADE, SUCH INFORMATION OR REPRESENTATION MUST NOT BE RELIED ON AS HAVING BEEN MADE BY THE FUND.

THESE CERTIFICATES ARE SUBJECT TO RESTRICTIONS ON TRANSFERABILITY AND RESALE AND MAY NOT BE TRANSFERRED OR RESOLD EXCEPT AS PERMITTED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, AND THE APPLICABLE STATE SECURITIES LAWS, PURSUANT TO REGISTRATION OR EXEMPTION THEREFROM. INVESTORS SHOULD BE AWARE THAT THEY WILL BE REQUIRED TO BEAR THE FINANCIAL RISKS OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME.

YOU ARE ENCOURAGED TO CONSIDER THE CONCEPT OF INVESTMENT DIVERSIFICATION WHEN DETERMINING THE AMOUNT OF CERTIFICATES THAT WOULD BE APPROPRIATE FOR YOU TO PURCHASE IN RELATION TO YOUR OVERALL INVESTMENT PORTFOLIO, RISK TOLERANCE, AND PERSONAL FINANCIAL NEEDS. THE INFORMATION IN THIS OFFERING CIRCULAR IS NOT INTENDED TO BE LEGAL, INVESTMENT, OR PROFESSIONAL TAX ADVICE. EACH INVESTOR'S UNIQUE CIRCUMSTANCES FINANCIAL AND OTHERWISE ARE IMPORTANT FACTORS IN DETERMINING THE CONSEQUENCES OF AN INVESTMENT. FOR INFORMATION ABOUT THE LEGAL, INVESTMENT, OR TAX CONSEQUENCES OF INVESTING IN OUR CERTIFICATES, YOU SHOULD CONSULT YOUR OWN ATTORNEY, ACCOUNTANT, OR INVESTMENT ADVISOR.

FORWARD-LOOKING STATEMENTS

This Offering Circular contains forward-looking statements about our plans, strategies, objectives, goals and expectations. These forward-looking statements are identifiable by words or phrases indicating that we "expect", "anticipate", "plan", "believe", or "intend" that a particular event may or will occur in the future or similarly stated expectations.

Forward-looking statements are subject to many factors, including the risk factors beginning on page 5 and other information contained in this Offering Circular that could cause actual results to differ materially from the stated expectations. We undertake no obligation to update or revise any forward-looking statements to reflect developments or information obtained after the date of this Offering Circular.

STATE SPECIFIC INFORMATION

PERSONS RESIDING IN THE STATES OF ALABAMA, CALIFORNIA, IDAHO, PENNSYLVANIA AND SOUTH DAKOTA MAY NOT PURCHASE A CERTIFICATE UNLESS PRIOR TO THE RECEIPT OF THE OFFERING CIRCULAR YOU WERE AN EXISTING INVESTOR OR MEMBER, ADHERENT, OR CONTRIBUTOR TO THE FUND OR CHURCHES AND MINISTRIES AFFILIATED WITH ICFG, OR IN ANY PROGRAM ACTIVITY, OR ORGANIZATION WHICH CONSTITUTES A PART OR HAS A PROGRAMMATIC RELATIONSHIP WITH ICFG. OTHER STATES MAY IMPOSE SIMILAR QUALIFICATIONS ON ELIGIBLE INVESTORS AS A CONDITION TO THIS OFFERING BEING REGISTERED OR QUALIFYING FOR AN EXEMPTION FROM REGISTRATION IN SUCH STATES.

CALIFORNIA

THE OFFERING OF CERTIFICATES DESCRIBED IN THIS OFFERING CIRCULAR HAVE BEEN AUTHORIZED BY A QUALIFICATION BY PERMIT GRANTED BY THE COMMISSIONER OF CORPORATIONS OF THE STATE OF CALIFORNIA. THE CERTIFICATES HAVE NOT BEEN RECOMMENDED OR ENDORSED BY THE COMMISSIONER OF CORPORATIONS OF THE STATE OF CALIFORNIA. ANY REINVESTMENT OF CERTIFICATES BY INVESTORS IN CALIFORNIA CAN ONLY BE MADE IF THERE IS A CURRENTLY EFFECTIVE QUALIFICATION.

WE WILL PROVIDE CALIFORNIA INVESTORS WITH AT LEAST 30 DAYS PRIOR WRITTEN NOTICE OF THE MATURITY DATE, THEN-EXISTING INTEREST RATE INFORMATION, AND A COPY OF THE THEN-EXISTING OFFERING CIRCULAR (IF DIFFERENT THAN THIS OFFERING CIRCULAR). YOU MAY ELECT TO NOT RENEW YOUR CERTIFICATE BY PROVIDING US WITH YOUR WRITTEN NOTICE PRIOR TO YOUR CERTIFICATE'S MATURITY DATE. IF WE *RECEIVE* YOUR NOTICE, WE WILL PAY YOU THE FUNDS DUE ON YOUR CERTIFICATE UPON ITS MATURITY. IF WE DO NOT RECEIVE YOUR NOTICE, YOUR CERTIFICATE WILL RENEW AT THE THEN-EXISTING TERMS AND INTEREST RATE.

IT IS UNLAWFUL TO CONSUMMATE A SALE OR TRANSFER OF THE CERTIFICATES OR ANY INTEREST THEREIN, OR RECEIVE ANY CONSIDERATION THEREFOR, WITHOUT THE PRIOR WRITTEN CONSENT OF THE CALIFORNIA COMMISSIONER OF THE DEPARTMENT OF FINANCIAL PROTECTION & INNOVATION AS PERMITTED BY COMMISSIONER'S RULES (See a copy of Rule 260.141.11 attached as Exhibit E to this Offering Circular).

FLORIDA

THIS OFFERING OF CERTIFICATES IS NOT REGISTERED, AND IS EXEMPT FROM REGISTRATION UNDER SECTION 517.051(9), FLORIDA STATUTES. OFFERS AND SALES OF THE CERTIFICATES IN FLORIDA MAY ONLY BE MADE BY PERSONS REGISTERED WITH THE OFFICE OF FINANCIAL REGULATION, DIVISION OF SECURITIES. THESE SECURITIES WILL BE OFFERED SOLELY THROUGH OUR CORPORATE OFFICERS AND EMPLOYEES WHO ARE REGISTERED IN FLORIDA AS ASSOCIATED PERSONS.

GEORGIA

THESE CERTIFICATES HAVE BEEN ISSUED OR SOLD IN RELIANCE ON PARAGRAPH (13) OF CODE SECTION 10-5-10(7) OF THE "GEORGIA UNIFORM SECURITIES ACT OF 2008," AND MAY NOT BE SOLD OR TRANSFERRED EXCEPT IN A TRANSACTION WHICH IS EXEMPT UNDER SUCH ACT OR PURSUANT TO AN EFFECTIVE REGISTRATION UNDER SUCH ACT.

ANY PERSON WHO PURCHASES THE CERTIFICATES OFFERED HEREBY SHALL HAVE THE UNQUALIFIED AND UNWAIVABLE RIGHT TO RESCIND SUCH PURCHASE WITHIN 72 HOURS OF THE EXECUTION OF A WRITTEN AGREEMENT TO PURCHASE ANY SECURITIES OFFERED HEREBY, THE DELIVERY OF A CONFIRMATION OF SALE OR PAYMENT FOR ANY CERTIFICATES OFFERED HEREBY, WHICHEVER SHALL OCCUR FIRST. RESCISSION MAY BE ACCOMPLISHED BY COMPLETING AND MAILING THE FORM PROVIDED IN EXHIBIT D OF THIS OFFERING CIRCULAR.

IN ORDER TO REMAIN IN COMPLIANCE WITH THE POLICIES ESTABLISHED BY THE GEORGIA DIVISION OF SECURITIES AND BUSINESS REGULATION, AUTOMATIC REINVESTMENT AT MATURITY (AS DISCUSSED ON PAGE 42) WILL NOT BE OFFERED TO GEORGIA INVESTORS. THE FUND WILL REQUIRE WRITTEN NOTICE OF INTENT TO RENEW FROM GEORGIA INVESTORS AT OR PRIOR TO THE MATURITY OF THEIR INVESTMENT, AND IN THE ABSENCE OF SUCH WRITTEN NOTICE, THE CERTIFICATE WILL BE CLOSED AND THE PRINCIPAL OF THE CERTIFICATE, TOGETHER WITH ANY INTEREST PAYABLE, WILL BE RETURNED TO THE INVESTOR.

IDAHO

THIS OFFERING OF CERTIFICATES IS NOT REGISTERED AND IS EXEMPT FROM REGISTRATION UNDER THE IDAHO UNIFORM SECURITIES ACT (2004), SECTION 30-14-202(14).

MINNESOTA

THESE CERTIFICATES ARE ISSUED PURSUANT TO A REGISTRATION BY NOTIFICATION UNDER THE MINNESOTA UNIFORM SECURITIES ACT, SECTION 80A.09.

MISSISSIPPI

THIS OFFERING OF CERTIFICATES IS NOT REGISTERED AND IS EXEMPT FROM REGISTRATION UNDER THE UNIFORM SECURITIES ACT OF MISSISSIPPI, SECTION 75-71-201(9).

OREGON

AUTOMATIC RENEWAL UPON MATURITY OF A CERTIFICATE, AS PROVIDED IN THIS OFFERING CIRCULAR (SEE “DESCRIPTION OF CERTIFICATES - REDEMPTION OF CERTIFICATES AT MATURITY” AT PAGE 42), IS AVAILABLE TO OREGON RESIDENTS ONLY UNDER LIMITED CIRCUMSTANCES. CERTIFICATES MAY BE AUTOMATICALLY RENEWED FOR THE SAME TERM AS THE ORIGINAL CERTIFICATE OR FOR A TERM OF SIX (6) MONTHS, WHICHEVER IS SHORTER. THE INTEREST RATE ON ANY CERTIFICATE RENEWED IN THIS MANNER WILL BE THE RATE IN EFFECT AT THE TIME OF RENEWAL, WHICH MAY BE HIGHER OR LOWER THAN THE PREVIOUS CERTIFICATE’S RATE. IT IS OUR POLICY TO DELIVER TO ALL INVESTORS A MATURITY NOTICE AND CURRENT OFFERING CIRCULAR, TENDERED IN CONNECTION WITH AN OFFERING REGISTERED WITH THE OREGON DEPARTMENT OF CONSUMER AND BUSINESS SERVICES, A FULL THIRTY (30) DAYS IN ADVANCE OF THE MATURITY DATE OF THE ORIGINAL CERTIFICATE. IF YOU DECIDE NOT TO RENEW, YOU MUST SEND US NOTICE IN WRITING PRIOR TO THE MATURITY DATE OF YOUR CERTIFICATE, ALONG WITH YOUR CERTIFICATE (IF APPLICABLE), TO REDEEM YOUR FUNDS.

SOUTH CAROLINA

WE WILL NOT OFFER DEMAND CERTIFICATES IN THE STATE OF SOUTH CAROLINA. THE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SOUTH CAROLINA UNIFORM SECURITIES ACT OF 2005 IN RELIANCE ON THE EXEMPTION PROVIDED IN SECTION 35-1-201(7) THEREOF AND RULE 13-202 PROMULGATED THEREUNDER, UNDER THE SECURITIES ACT OF 1933 IN RELIANCE ON THE EXEMPTION PROVIDED IN SECTION 3(A)(4), OR UNDER SOUTH CAROLINA UNIFORM SECURITIES ACT OF 2005.

THE FAILURE TO PAY EITHER PRINCIPAL OR INTEREST WHEN DUE SHALL CONSTITUTE AN EVENT OF DEFAULT. THE DEFAULT IN PAYMENT OF PRINCIPAL OR INTEREST ON ANY ONE SECURITY OF AN ISSUE SOLD TO AN INVESTOR IN SOUTH CAROLINA SHALL CONSTITUTE A DEFAULT OF THE ENTIRE ISSUE SOLD TO INVESTORS IN SOUTH CAROLINA.

SOUTH CAROLINA HOLDERS OF SECURITIES IN DEFAULT SHALL HAVE THE RIGHT TO A LIST OF NAMES AND ADDRESSES OF ALL SOUTH CAROLINA HOLDERS OF THAT ISSUE OF SECURITIES IN DEFAULT. SOUTH CAROLINA HOLDERS OF SECURITIES IN DEFAULT OF NOT LESS THAN TWENTY-FIVE PERCENT (25%) IN PRINCIPAL AMOUNT OF THE OUTSTANDING ISSUE IN DEFAULT SHALL HAVE THE RIGHT TO DECLARE SUCH ENTIRE ISSUE DUE AND PAYABLE.

SOUTH DAKOTA

THESE CERTIFICATES ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION FROM REGISTRATION UNDER SDCL 47-31B-201(7)(B) OF THE SOUTH DAKOTA SECURITIES ACT. NEITHER THE SOUTH DAKOTA DIVISION OF INSURANCE (DIVISION) NOR THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION HAS PASSED UPON THE VALUE OF THESE CERTIFICATES, MADE ANY RECOMMENDATIONS AS TO THEIR PURCHASE, APPROVED OR DISAPPROVED THE OFFERING, OR PASSED UPON THE ADEQUACY OR ACCURACY OF THIS OFFERING CIRCULAR. ANY REPRESENTATION TO THE CONTRARY IS UNLAWFUL.

TEXAS

THESE CERTIFICATES HAVE NOT BEEN REGISTERED WITH THE TEXAS SECURITIES COMMISSIONER AND ARE EXEMPT SECURITIES UNDER THE SECURITIES ACT SECTION 581-6J, STATE OF TEXAS. REGISTRATION OR EXEMPTION BY THE TEXAS SECURITIES COMMISSIONER DOES NOT INDICATE AN APPROVAL OR RECOMMENDATION OF THE CERTIFICATES AND ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE. THE TEXAS SECURITIES COMMISSIONER HAS NOT PASSED ON THE MERITS OF THESE CERTIFICATES, APPROVED OR DISAPPROVED THESE CERTIFICATES OR PASSED ON THE ACCURACY OR ADEQUACY OF THE OFFERING CIRCULAR OR OTHER SELLING LITERATURE.

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 EXHIBIT D – RESCISSION NOTICES
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SUMMARY OF THE OFFERING

This summary is intended only for quick reference. It is only a brief description of and guide to, and is qualified in its entirety by reference to, more complete and detailed information contained in the entire Offering Circular, including the cover page and the exhibits, and the documents summarized or described herein. Investors should fully review the entire Offering Circular. The Offering to potential investors is made only by means of the entire Offering Circular, including the exhibits hereto. No person is authorized to detach this summary from the Offering Circular or otherwise to use it without the entire Offering Circular.

The Fund

We were organized as a California not-for-profit religious corporation on January 11, 1980 under the name Foursquare Loan Fund, Inc. While the Fund was formed in 1980, it did not commence active operations until July 2011. Effective as of July 12, 2011, Foursquare Loan Fund, Inc. amended its Articles of Incorporation and By-Laws and changed the name of the entity to Foursquare Financial Solutions Loan Fund, Inc. (the “**Fund**”). Under its amended Articles of Incorporation and By-Laws, the Fund has been organized by the Board of Directors of ICFG for the purpose of providing financing solutions for ICFG churches, schools, colleges, universities, and other affiliated organizations that are religious organizations exempt under Section 501(c)(3) of the Internal Revenue Code (the “**IRC**”). Our mailing address is P.O. Box 26902, Los Angeles, CA 90026-0176, and we can be reached at (213) 709-4145.

As a public charity that is affiliated with ICFG and formed for the specific purpose of operating a loan fund that will benefit and support the mission of ICFG affiliated churches, ministries, colleges, agencies and districts, the Fund qualifies for federal tax exemption under Section 501(c)(3) of the IRC and has received a favorable determination letter confirming its status as a public charity under the provisions of the IRC. The Fund is also listed under the Group Exemption Ruling for ICFG and its exempt status is recognized under the ICFG Group Exemption Ruling.

The purpose of this Offering is to raise capital for our ICFG church extension loan fund, the proceeds of which will be used by ICFG affiliated organizations and entities to finance the acquisition of properties, refinance existing facilities, and provide construction funding for expansion or renovation of ministry related facilities, remodeling, repair and maintenance of existing facilities and refinancing of existing debt. As a non-stock, not-for-profit religious corporation formed for the specific purpose of providing specialized financing solutions for ICFG churches, ministries, educational institutions and other affiliated or related ministries, the Fund has been organized to (i) provide cost effective and advantageous loan arrangements; (ii) reduce administrative costs and assist ICFG churches and religious organizations in carrying out their financing plans; and (iii) enhance the financing options of the ICFG institutions that we serve. We generally make loans to ICFG affiliated institutions located in the United States and our loans generally are secured by a first mortgage or deed of trust on the property being financed. We also assist ICFG affiliated churches, organizations and institutions in the development of capital financing plans that enable them to carry out their building and financing plans. In general, references to “ICFG churches”, “Foursquare” or “Foursquare Churches” means those churches officially affiliated with ICFG or otherwise known as the Foursquare denomination. This includes, without limitation, Foursquare charter, district and covenant churches.

International Church of the Foursquare Gospel

The Foursquare Church, officially organized under the name International Church of the Foursquare Gospel, was formed as a not-for-profit religious corporation under California law on December 28, 1927. The historic Angelus Temple, the initial Foursquare Church, was opened in 1923 in Los Angeles, California under the dynamic evangelistic ministry of Aimee Semple McPherson. As of the date of this Offering Circular, ICFG has, approximately, 1,406 churches and meeting places operating in the United States, 54,226 churches and ministries operating in 156 other countries, with 6,664 active licensed ministers in the United States, 360 missionary units internationally, 76,517 international pastors and affiliated national workers, with an average of approximately 6.6 million individuals attending a Foursquare church internationally. In addition to establishing churches and other religious organizations, ICFG has been able to establish and operate schools for all grade levels through its member churches. As of the date of this Offering Circular, there are 49 schools affiliated with ICFG operating within the United States, including four colleges. According to its mission statement, ICFG seeks to preach the Gospel of Jesus Christ, God’s Son, as Savior, Baptizer, Healer and Soon-Coming King. Focusing on Jesus Christ’s command to preach the gospel and make

disciples of all nations, ICFG is dedicated to the cause of inter-denominational and worldwide evangelism. ICFG's mailing address is P.O. Box 26902, Los Angeles, CA, 90026 and its telephone number is (213) 989-4234. ICFG's website is www.foursquare.org.

Use of Proceeds

We are offering a total of \$100,000,000 of Certificates in this Offering. We expect to use the cash proceeds from the sale of the Certificates to make loans to ICFG churches and organizations to acquire, construct, renovate and expand physical facilities and provide operating capital to such churches and organizations. Funds from the proceeds of the Offering may also be used to pay interest and principal on outstanding Certificates, retire outstanding Certificates as they mature or are redeemed, cover our operating expenses and provide funding for our working capital needs. See "Use of Proceeds" beginning on page 16 of this Offering Circular.

The Certificates

We are offering Term Certificates with a term ranging from one to five years and a fixed rate of interest, but the interest rate offered on new Certificates will vary from time to time. Our IRA Certificates have a term of five years. We are also offering Demand Certificates (except in certain states) to members of, contributors to and supporters of ICFG affiliated churches, agencies, districts and organizations that share a common faith, purpose and mission with ICFG that are payable upon thirty (30) days prior written notice, subject to availability of funds. Current interest rates are listed on the cover page of this Offering Circular. The interest rate we pay on Demand Certificates varies from time to time. Investors may also obtain information regarding our rates by calling our offices at (213) 709-4145, emailing us at info@4sqfs.org or visiting our website at www.4sqfs.org. Interest will begin to accrue on the Certificates on the date of issuance of the Certificate. With the exception of our Demand Certificates, the Certificates are payable at a specified maturity date, subject to the availability of funds.

The Certificates are our unsecured debt obligations, are not transferable except in limited circumstances and are subject to a number of "Risk Factors" commencing on page 5. For a more detailed explanation of the terms and conditions of the Certificates, see "DESCRIPTION OF CERTIFICATES" commencing on page 40 of the Offering Circular.

Risk Factors

Before an investment in the Certificates is made, investors should carefully consider the entire Offering Circular, including the discussion of the risk factors that should be considered in connection with an investment in the Certificates, commencing on page 5 of this Offering Circular.

Term of Offering; Distribution Arrangements

This Offering Circular is intended to be furnished to investors from June 15, 2023 through June 14, 2024, or such other period as may be permitted by applicable law. We will offer the Certificates through our officers, directors, and employees and will not use an underwriter or outside selling agents to sell the Certificates. No commissions or bonuses will be paid to our officers, directors or employees in connection with this Offering.

Eligible Investors

We intend to offer the Certificates to investors that are members, contributors and other investors that have a desire to assist ICFG organizations, ministries, churches, educational institutions and para-church ministries in making capital available to such organizations and ministries and for whom the Certificates will constitute a suitable investment. Investors may also include churches, districts, affiliated entities and organizations that share a common faith, purpose and mission with ICFG. We may also limit the Offering in specific states to a limited group of investors that meet applicable suitability standards in such state. To the extent that such suitability standards apply, we will furnish an investor with a state specific supplement to this Offering Circular. We reserve the right to refuse to offer or sell any Certificate to any person or entity.

Funding Sources for Certificates

We expect the interest and fees received from borrowers that obtain loans from the Fund, revenues from our operations, proceeds from the sale of the Certificates and other available sources of funds will be sufficient to pay the principal and interest on the Certificates and other amounts due and payable under the Certificates. Such expectation is based upon certain assumptions, believed by us to be reasonable, including the expected composition of the loan portfolio in the Fund, projected increases in the Fund, interest rates and anticipated fees, our working capital and operating funds. The actual performance of the loans that the Fund originates or may acquire may not correspond to such assumptions. For example, there can be no assurances given that interest and principal payments from the mortgage loans that are made or acquired by the Fund will be received, as anticipated. In addition, future events over which we have no control may materially adversely affect our actual receipt of revenues from the operation of the Fund.

Selected Financial Data

The following summary information presented for the calendar years ended on December 31, 2022, 2021, 2020, 2019 and 2018 has been taken from the Fund's audited financial statements for the calendar years ended December 31, 2022, 2021, 2020, 2019 and 2018. A copy of the Fund's audited financial statements for the years ended December 31, 2022, 2021 and 2020 are attached hereto as Exhibit "A".

	Year Ended December 31, <u>2022</u>	Year Ended December 31, <u>2021</u>	Year Ended December 31, <u>2020</u>	Year ended December 31, <u>2019</u>	Year ended December 31, <u>2018</u>
Assets					
Cash and cash Equivalents	\$10,102,471	\$15,154,721	\$ 8,108,146	\$ 4,508,008	\$ 5,603,476
Mortgage loan receivables	\$51,661,155	\$52,559,798	\$ 59,669,855	\$50,997,684	\$47,098,175
Other assets	\$215,259	\$216,737	\$277,498	\$195,523	\$244,330
Total assets	\$61,978,885	\$67,931,256	\$ 68,055,499	\$55,701,215	\$52,945,981
Liabilities					
Outstanding certificates	\$55,667,945	\$62,297,883	\$ 63,536,236	\$51,924,172	\$49,718,628
Deposits payable	\$66,328	\$175,119	\$ 18,574	\$ 23,938	\$ 60,909
Accounts payable and accrued expenses	\$13,110	\$14,568	\$3,961	\$8,524	\$574
Total liabilities	\$55,747,383	\$62,487,570	\$ 63,558,771	\$51,956,634	\$49,780,111
Net assets	\$6,231,502	\$5,443,686	\$ 4,496,728	\$ 3,744,581	\$ 3,165,870
Total liabilities and net assets	\$61,978,885	\$67,931,256	\$ 68,055,499	\$55,701,215	\$52,945,981
Fees for services, investment and interest income	\$2,526,599	\$2,912,228	\$3,003,950	\$ 2,604,878	\$ 2,363,432
Total expenses	\$1,738,783	\$1,965,270	\$ 2,251,803	\$ 2,026,167	\$ 2,201,065
Change in net assets	\$787,816	\$946,958	\$ 752,147	\$ 578,711	\$ 162,367
Investment Certificates issued	\$11,659,674	\$11,358,401	\$ 15,952,955	\$ 9,826,445	\$ 10,151,283
Certificates Redeemed	\$18,289,612	\$12,596,754	\$ 4,340,891	\$ 7,620,901	\$ 6,031,445
% of net assets to total assets	10.05%	8.01%	6.60%	6.72%	5.98%
Amount of unsecured notes receivable *	\$281,121	\$417,436	\$ 545,001	\$ 677,568	\$ 775,309
% of unsecured loans to total loans *	.67%	.80%	.92%	1.33%	1.65%
Amount of delinquent loans	0	0	0	0	0
% of delinquent loans to total loans	0%	0%	0%	0%	0%
Amount of other impaired loans	0	0	0	0	0
% of other impaired loans to total loans.	0%	0%	0%	0%	0%

* Financial information and ratios presented were not directly reported in the audited financial statements. The calculation was prepared and provided by management.

RISK FACTORS

An investor should carefully consider all of the information contained in this Offering Circular in deciding whether to purchase a Certificate, and in particular, the following:

Risks Related to the Fund

We rely on the talents and experience of our principal executive officers and management team in carrying out the Fund's operations.

Our principal executive officers and management team are employees of ICFG, or contractors who serve on a part-time basis. We expect that our President, Jonathan Phillips (an ICFG employee), will devote on annual basis 480 hours of time on the Fund, and our Treasurer, Jarrod Kula (an ICFG employee), will devote on an annual basis approximately 200 hours of his time to the Fund. The Fund's success, in part, will depend on the efforts, experience and capabilities of our executive officers and management team.

The long-term impact of the COVID-19 pandemic on our church and ministry loans cannot be determined at this time.

The COVID-19 pandemic caused major disruptions in the U.S. economy and has caused churches, Christian schools and ministries to make significant changes in the conduct of their operations, programs and in-person meeting schedules. The Fund relies, to a significant degree, on the ability of our ministry borrowers to make loan payments on a timely basis.

The long-term impact of the pandemic on our borrowers cannot be determined at this time. A significant disruption in giving trends resulting from pandemic related causes and disruptions in ministry programs, attendance, giving and changes in the manner that churches conduct their ministries could have a material impact on the timing of loan payments made by our borrowers, our liquidity, loan loss reserves and our financial condition.

We are not required to file annual or periodic reports with the U.S. Securities and Exchange Commission or any regulated trading exchange.

We do not, and are not required to, file annual or other periodic reports with the U.S. Securities and Exchange Commission. Accordingly, there is no publicly available information relating to the Fund. We are not directly supervised or regulated by any federal or state authority or regulatory authority. The Fund is subject to regulatory review by state regulatory authorities that may review this Offering, grant an exemption from registration under the securities laws of such state, issue a permit or authorization to sell securities in such state or require that the Fund and any of its principal officers or employees be registered as an issuer dealer or agent in such state.

We expect to sell Certificates in other offerings.

We expect to sell additional Certificates in other offerings and may issue debt securities in future offerings. From time to time, we intend to offer debt securities in one or more limited offerings made solely to churches, district offices, affiliated institutions and agencies of ICFG and investors who have a pre-existing relationship with the Fund, ICFG, as a previous investor in the Fund, or qualify as an experienced and sophisticated investor under applicable federal and state securities laws. The total amount of \$100,000,000 of Certificates to be sold in this Offering is not a limitation on the total amount of Certificates or other debt securities we may sell in future offerings. We have the right to issue additional certificates pursuant to a supplement, amendment or dissemination of an updated Offering Circular.

If we breach the terms of any future debt securities that we issue, a default under the terms of such debt securities would occur. If we have insufficient funds to repay such debt securities, we will be forced to borrow additional funds or raise capital to refinance such debt. Even if new financing is made available to us, it may not be available on terms acceptable to us. We cannot provide assurance that our operations will generate sufficient cash flow to fund our debt service obligations under the Certificates in the event that assets of the Fund are insufficient to provide for payment of principal and interest due on the Certificates.

We rely on third party vendors and contractors to assist us in operating the Fund.

The Fund uses third party vendors and contractors to prepare loan documentation, provide loan and escrow closing services, title reports, commitments for our mortgage loan investments, electronically submit and store information regarding the Fund's loan investments and investment Certificates. Our investment electronic records include confidential investor information and proprietary information of the Fund. Loss of data, hardware failure, virus or malware infection, data theft or the inability to access information when needed are risks that could adversely affect the Fund.

Deterioration of global and U.S. economic conditions could negatively affect the Fund's results of operations, financial condition, and liquidity.

A number of factors that we cannot control affect the market in which we operate. These factors can have a potentially significant, negative impact on our operations. These factors include, among other things: interest rates and credit spreads; loan values relative to the value of the underlying real estate assets; default rates on special purpose mortgage loans for churches and ministries, and the amount of the related losses; the actual and perceived state of the real estate markets for church properties and special use facilities; deterioration of local, global, and national economic conditions; and unemployment rates. In early 2023, U.S. banking regulators liquidated three large financial institutions that incurred substantial withdrawals of deposits when bank customers lost confidence in the financial stability of the bank. Those banking institutions, however, faced unique circumstances that are not applicable to the Fund. As a church lending institution closely aligned with ICFG and its affiliated churches, our business model is significantly different from the financial institutions that failed earlier this year. As of the date of the Offering Circular, we have seen no material impact on the operations of the Fund or our liquidity resulting from those banking failures.

Significant declines in the value of real estate related assets, impairment of our borrowers' ability to repay their obligations, and illiquidity in the markets for real estate related assets can adversely affect our loan investments. Specifically, a widespread health emergency such as the COVID-19 pandemic could cause economic disruptions that could adversely affect the ability of our borrowers to make their loan payments. Such an event could also cause investors to withdraw funds at maturity or request redemptions if they lose confidence in the U.S. and world economy.

We are dependent on our status as a tax exempt charitable entity under Section 501(c)(3) of the IRC to carry out our activities and raise funds in this Offering.

We have been organized as a California non-stock, not-for-profit religious corporation that will be exempt from federal income tax under Section 501(a) of the IRC as an organization described by Section 501(c)(3) of the IRC. However, an investment in a Certificate does not entitle the purchaser to a charitable contribution tax deduction. If we were to lose our qualification as a charitable organization under Section 501(c)(3) of the IRC, we may be required to pay federal income tax on the earnings we generate. We are a public charity described in Section 501(c)(3) of the IRC that is affiliated with ICFG, and we are exclusively engaged in providing financing for churches, districts and agencies affiliated with, sponsored or chartered by ICFG in the United States. If we were to lose our qualification as a public charity, we would be unable to rely on the exemption from registration of the Certificates under Section 3(a)(4) of the Securities Act of 1933, as amended, and we would be unable to rely on various state securities laws that provide exemptions for securities offered by a charitable institution.

Our borrowers are ICFG churches, agencies, schools and religious organizations that depend on charitable contributions to fund their operations.

The financial stability of the ICFG entities and institutions we assist with their financing needs and their ability to make payments of principal and interest on mortgage loans depend upon voluntary contributions of their members and supporters. Because church membership and attendance may be adversely affected by a variety of factors outside their control, including population shifts, tax policy, weather conditions, changing economic conditions and other unpredictable factors, it is possible that such organizations will not receive sufficient voluntary contributions to meet their obligations under a mortgage loan made to it by us. Adverse economic conditions may also affect the availability of credit, significant declines in the value of real estate and real estate related assets, impairment of the

ability of many borrowers to repay their obligations and illiquidity in the markets for real estate and real estate-related assets. Similarly, public perception of and public interest in churches and religion may affect the finances and membership of churches and other non-profit religious organizations. Churches and other non-profit organizations may experience decreases in both membership and contributions as a consequence of a wide variety of factors, including negative publicity surrounding the organization, loss of popular leaders or a conflict or division within the organization. While title to the properties securing any mortgage loan made by the Fund will, in most instances, be held by ICFG, the Fund will not be able to require ICFG to make payments on the mortgage loan. The Fund will necessarily have to rely solely on the contributions, tithes and offerings made by members of the local church to make payments on the mortgage loan. See “Our Lending Activities” commencing on page 22.

Neither ICFG, nor any of its affiliates or member churches have guaranteed the repayment of the Certificates.

You must rely solely on the Fund for repayment of your Certificate. Neither ICFG nor any of its affiliates or member churches have guaranteed repayment of the Certificates. See “Description of Certificates” beginning on page 40.

We may sell mortgage loans or participation interests in such loans from time to time for liquidity purposes.

To provide funds for working capital and make payments of interest and principal on our Certificates, we may from time to time assign, sell and transfer one or more of our mortgage loans, including a sale or transfer of mortgage loans to ICFG. We may also sell or assign a participation interest in such loan. While we intend to sell such loans at par, we may sell a loan at a discounted price should our liquidity needs demand such action. We may also pledge Fund assets as a first priority secured loan to provide us with additional liquidity or working capital; provided that any cash advance made on such loan does not constitute more than 10% of our total tangible assets (total assets less intangible assets as defined by accounting principles generally accepted in the United States). As a result, the amount of any senior secured indebtedness to which the Certificates will be subordinated will not exceed 10% of our total tangible assets.

Risks Involving our Mortgage Loan Investments

Our church mortgage loans are usually secured by single purpose facilities.

The real properties securing the loans are generally churches or related facilities. In the event of foreclosure on any real property securing loans, there is no assurance that a purchaser would pay a price equal to or greater than the outstanding balance of the loan or a price equal to the property’s stated or appraised value because such facilities are generally single-purpose facilities. As a result, the number of entities that would be interested in purchasing or leasing the facilities for other purposes could be extremely limited and the ability to sell or lease the facilities to a third party could be adversely affected. Therefore, there is no assurance that we will realize sufficient proceeds from foreclosures or liquidations on any real property securing such loans and the sale of the facilities thereon to cover scheduled payments on the Certificates.

The real estate collateral that secures our mortgage loans may not be adequate in the event of foreclosure.

Our loans are typically secured by first mortgage loans on the property financed. As a result, in the event of a loan default and foreclosure of a mortgage securing a first mortgage loan, no assurances can be given that we will be able to successfully recover an amount sufficient to repay the first mortgage loan secured by such property. Church facilities are generally single-purpose facilities and may face a more limited resale market. While real estate values in much of the U.S. have risen in the past few years, the Fund can be negatively impacted by declining real estate values. As a result, any decline in real estate values in the geographical areas that we serve could also adversely impact the value of the real estate properties that secure our loans. See “Our Lending Activities” commencing on page 22.

We cannot be compared to a commercial lender.

We make loans to borrowers that may not be able to get financing from commercial lending sources. Because of our relationship with our borrowers, we may not carry-out our credit and enforcement policies in the same manner or with the same approach that a commercial lender may exercise with respect to its mortgage loan portfolio. A commercial lender may impose stricter underwriting standards when making a loan, may take prompt legal action in the event of a default and may be less willing to work with a delinquent borrower in the event of a default.

Our mortgage loan investments are geographically concentrated.

Although we have no geographical restrictions within the United States as to where loans may be made, our loan portfolio is currently geographically concentrated. The concentration of loans in one or more states or regions increases the risk that adverse economic conditions in those areas could adversely affect our ability to repay the Certificates. As of December 31, 2022, 69% of our loan portfolio was located in four states: Arizona, California, Oregon and Washington. Of those four states, Washington and California represent approximately 55% of unpaid balance of our loan portfolio. See “Our Lending Activities” commencing on page 22.

Our allowance for loan losses may prove to be inadequate.

The Fund maintains a loan loss allowance based upon a periodic review of our loans and consideration of a variety of factors which affect the collectability of our mortgage loan investments. As of December 31, 2022, the Fund maintains a reserve for loan losses of \$522,000. Ultimate losses on our mortgage loan investments may be greater than the Fund’s current reserve for loan losses, which, if significantly greater than anticipated, could adversely affect the Fund’s financial condition. As of the date of this Offering Circular, the Fund has never had a charge-off in connection with one of our mortgage loan investments.

A significant portion of our mortgage loan portfolio is concentrated among a few borrowers.

At December 31, 2022, we had \$12.29 million of our total mortgage loan portfolio held by borrowers that individually represented more than 5% of our total mortgage loan portfolio. These loans represented approximately 69% of our total outstanding loans as compared to 23% of our total outstanding loans at December 31, 2021. A loan default by one or more of these borrowers that constitute an individually significant loan could have a material adverse impact on our loan collections and ability to repay our Certificates. See “Our Lending Activities” beginning on page 22.

Our remedies against a borrower that defaults under a mortgage loan will be limited by the terms of the mortgage agreement relating to the mortgaged project and applicable law.

Neither the trustees nor any other members of an ICFG church, school or religious entity borrowing from us will be required to personally guarantee any mortgage loan from us. Because there is no established resale market for the loans that we make, we may be unable to find a buyer for a loan in the event that we seek to do so. Accordingly, there can be no assurance that we will be able to collect the principal and interest coming due on our mortgage loans in the event of a borrower default.

Our mortgage loans typically have longer terms than our investment Certificates.

Most of the mortgage loans investments we make have a maturity term that is longer than the average term of our Certificates. At December 31, 2022, 98% of the principal balance of our mortgage loan investments will mature after 2027. All of our term Certificates will mature on or before the year ending December 31, 2027. During the year ending December 31, 2023, \$14.7 million, or 44% of our Term Certificates, are scheduled to mature. The Fund’s financial condition and liquidity may be adversely affected if a significant number of investors in our Certificates request a redemption of their Certificate at maturity. See, “Our Lending Activities” beginning on page 22.

When the Fund makes a loan to a local ICFG church that has a charter relationship with ICFG, ICFG will have a limited liability for repayment of the loan.

When the Fund enters into a borrowing transaction with a chartered church, a loan agreement will be entered into by and among the church council, pastor, ICFG and the Fund. Although title to the property securing the loan will be in the name of ICFG, payments will be made solely by the local church. In the event the church defaults, ICFG's sole obligation will be to deliver to the Fund any documentation which will enable the Fund to obtain title to the mortgaged property and exercise its rights including the sale of the property. As a result, some of the remedies available to a commercial lender are not available to the Fund including legally seeking repayment from ICFG.

Applicable bankruptcy and other laws could limit the remedies and actions that we may be able to take as a lender to enforce our rights under our mortgage loans.

Our remedies as a creditor upon default by any of our borrowers will be subject to various laws, regulations and legal principles that provide protections to borrowers. Our legal and contractual remedies, including those specified in our loan agreements and collateral documents, typically require judicial actions, which are often subject to discretion and delay. Under the U.S. Bankruptcy Code and applicable law, the remedies specified by our loan agreements and collateral documents may not be readily available or may be limited. A court may refuse to order the specific performance of the covenants contained in our loan agreements and collateral documents. In addition, the laws of a particular jurisdiction may change or make it impractical or impossible to enforce specific covenants in the loan agreements and collateral documents.

The real estate collateral for our mortgage loans may also be subject to other claims.

The various security interests established under our mortgages and deeds of trust may be subject to other claims and interests. These potential claims and interests include statutory liens, rights arising in favor of the United States or any agency thereof, constructive trusts or equitable liens imposed or conferred by any state or federal court, and bankruptcy or receivership laws affecting amounts earned by the borrower after bankruptcy or receivership proceedings have been initiated by or against the borrower.

Some of our loans will be construction loans that are subject to risks associated with a construction project.

Our borrowers may use the proceeds of a loan made by us to construct new facilities or renovate existing facilities. The risks of renovation and construction can adversely affect the ability of a church or organization to repay its loan by increasing construction costs or delaying or preventing completion of the project. Construction delays can occur if (i) a contractor is unable to post or present a completion bond; (ii) a shortage of materials, strikes, acts of nature, and delays in obtaining necessary building permits or architectural certificates, or environmental regulations delay the project; or (iii) a dispute occurs between the borrower and its contractor or any subcontractor regarding the project. If any of the construction risks referenced above occur, it could have a material effect on a borrower's ability to repay a construction loan and thereby adversely affect our ability to redeem your Certificate. At December 31, 2022, we had \$388.9 thousand in construction loans in our loan portfolio, as compared to \$402 thousand at December 31, 2021. See "Our Lending Activities" commencing on page 22.

We depend on making mortgage loans at interest rates that exceed the interest rate we pay to the holders of our Certificates.

There can be no assurance that the demand for first mortgage loans will be sufficiently strong to allow all of the proceeds to be used for first mortgage loans. To the extent that we accept investment funds in excess of the demand for first mortgage loans, the investment of such excess monies in alternative investments pursuant to investment policies may not be sufficient to cover interest payments to Certificate holders if available investment interest rates are low. While we anticipate that the average return on our mortgage loan investments will exceed the cost of our interest payment obligations, we are subject to interest rate risks that could affect our ability to finance our operations and meet our operating expenses and debt obligations. See "Financing and Operational Activities" commencing on page 16.

The performance of the loan fund is dependent, in part, on our ability to acquire profitable loans.

While we impose generally accepted underwriting standards for church mortgage loans in approving the acquisition of a mortgage loan investment, our ability to successfully acquire profitable loans require that each loan undergo a detailed underwriting process. If we fail to successfully monitor these underwriting standards, the Fund's ability to generate earnings to enable us to make required principal and interest payments on the Certificates could be adversely impacted.

We may from time to time face liquidity demands that could impair our ability to timely pay our obligations under the Certificates.

The Fund will rely on payments made by borrowers under mortgage loans that it makes to ICFG churches and organizations, the sale of our Certificates and our cash reserves to fund our operations. In order to provide additional liquidity to meet our obligations on our Certificates, we may, from time to time, sell mortgage loan investments to other commercial lenders, investors, or ICFG. While we have established a policy that mandates a minimum cash liquidity reserve we are obligated to maintain, our Board of Directors has adopted a policy requiring that we maintain sufficient operational reserves, together with short-term borrowing capabilities and expected cash from our lending activities and operating funds, sufficient to permit us to timely pay any interest and principal due on the Certificates. From time to time, ICFG or an affiliated entity has assisted the Fund in managing its liquidity needs. Should these resources be insufficient from time to time, we may seek to sell mortgage loan assets or participation interests in our loans in order to meet our cash flow demands.

We reserve the right to change our policies and procedures that affect our mortgage loans, liquidity and cash reserves.

We may from time to time revise our liquidity and cash reserve policies and investment criteria for new loans that our Board has adopted. If we change our policies or procedures, including our loan or investment policies, we may incur an adverse economic effect on our ability to repay or redeem your Certificate.

We are subject to the risks associated with loan participations, such as less than full control rights.

The Fund may acquire loan participation interests in a loan made to an ICFG church when the loan otherwise complies with the Fund's Loan Policy and may, for example, permit the Fund to more effectively match the supply of loan opportunities and funding commitments made with its cash investments and need to generate adequate earnings to maintain its desired net interest margin on its mortgage loan investments. As a result, we may purchase, from time to time, participation interests in loans or co-lender arrangements in which we share the rights, obligations and benefits of the loan with other lenders. We may purchase loan participation interests in ICFG church loans originated by and serviced by commercial lenders or credit unions. We may need the consent of the primary or lead lender to exercise our rights under such loans, including rights with respect to amendment of loan documentation, enforcement proceedings in the event of default and the institution of, and control over, foreclosure proceedings. Similarly, a majority of the participants may be able to take actions to which we object but to which we will be bound if our participation interest represents a minority interest. We may be adversely affected by this lack of full control. From time to time, the Fund may acquire a participation interest in a loan made to an ICFG church that has been originated with another lender. See "Our Lending Activities – Participation Agreements" commencing on page 33.

The loans that we make can be affected by environmental issues.

The properties securing the mortgage loans we make are subject to federal, state and local laws and regulations designed to protect the environment from wastes and emissions of hazardous substances. If hazardous, toxic substances, or petroleum products contamination is found on or near the properties that secure a loan, our security for the loan could be impaired. Under state, federal or local environmental laws and regulations, the current owner or previous owner of such real property may be required to investigate and clean up hazardous or toxic substances released or found at such property, and may be held liable to a governmental entity or to third parties for property damage and for investigation and clean-up costs. The costs of such clean-up and remedial efforts can be substantial and the threat of environmental claims with respect to the property may adversely affect the owner's ability to sell or rent the facilities or to borrow funds using such property as collateral. We can give no assurances that the properties

securing our mortgage loans will be free from environmental claims or that no hazardous materials, contaminants or toxic substances are located on such properties.

Risks Related to the Certificates

The Certificates are not insured by the Federal Deposit Insurance Corporation or guaranteed by the Federal Reserve Board or any other agency.

The Certificates are not bank instruments, are not insured by the Federal Deposit Insurance Corporation or guaranteed by any governmental agency. Neither ICFG nor any of its affiliated institutions and entities have guaranteed repayment of the Certificates or any loans we make from the Fund.

The Certificates are unsecured and none of our assets are pledged as collateral to secure their repayment.

Each investor must rely on our general financial condition, liquidity and operating capital to make principal and interest payments on the Certificates. No collateral will be pledged to secure repayment of the Certificates. See “Description of Certificates” commencing on page 40.

Our ability to redeem a Certificate at maturity or make interest payments is subject to the availability of funds.

If we have insufficient cash and liquid assets to redeem a Certificate when it matures, an investor will not be repaid until we have sufficient cash resources to do so. In order to meet our payment obligations on principal and interest on the Certificates, we rely on the mortgage interest payments we receive from borrowers, origination fees, the sale of Certificates and working capital we maintain. From time to time, ICFG or an affiliated entity has assisted the Fund in managing its liquidity needs. In the event we are unable to make a required principal or interest payment due on the Certificates, investors will have to rely on revenues we generate from the Fund and any security provided by the collateral of the Fund for payment. Nonpayment of a Certificate when due will constitute a default, but only as to that Certificate. In the event of a default in the payment of interest only on the Certificate, you will have no right to accelerate payment of the principal balance of the Certificate. See “Description of Certificates” commencing on page 40.

A significant amount of our Certificates that are outstanding are Demand Certificates which can be redeemed by the investor at any time.

The holder of a Demand Certificate may demand that their investment and accumulated interest be repaid to them at any time. If investors holding a significant amount of such Certificates were to make a request within a relatively short period of time, we could face liquidity issues that would require that we sell mortgage loan assets, we held, or sell loan participations.

We can redeem Demand Certificates.

The Fund can redeem a Demand Certificate by giving written notice to an investor. In that event, you will receive the principal balance of the Certificate plus accrued interest.

When an investor renews a Certificate at maturity, the interest rate on the new Certificate may decrease.

Unless otherwise prohibited by state law, our Term Certificates automatically renew at maturity for an additional term if not redeemed by the investor prior to maturity. In that instance, the Certificate will be redeemed for the same term and at the current interest rate then in effect for Certificates of a comparable term. As a result, the interest rate paid to an investor may decrease without further notice upon automatic renewal of a Certificate.

No assurances can be given that historic renewal rates by investors in our Certificates will continue.

Since inception of the Fund, most of our investors have renewed their Certificates for an additional term. For the year ended December 31, 2022, approximately 93% of the principal amount of Certificates maturing during that year were renewed for an additional term. No assurances can be given that our historic renewal rates will continue. If we incur a significant reduction in our renewal rates, our ability to repay the Certificates may be adversely affected.

A substantial amount of our Certificates is held by investors that hold investments in a Certificate with a balance that exceeds \$100,000.

At December 31, 2022, seventy-two (72) investors, each having investments of at least \$100,000, owned Certificates of \$51.9 million representing approximately 89% of our total outstanding Certificates. Of this amount, as of December 31, 2022, \$7.0 million, or 12.5% of the total principal amount of our outstanding Certificates, is held by ICFG. To assist the Fund in managing its net interest margin and short-term liquidity demands, in the past ICFG and its affiliated organizations have made investments in our Certificates, made capital contributions to the Fund, and from time to time, have requested an early redemption of a Certificate to assist the Fund balance its liquidity and loan funding pipeline in order to meet its net earnings objectives on its investments. See “Financing and Operational Activities” commencing on page 16. If a significant number of our non-affiliated investors redeemed their Certificates, with or without penalty, or failed to renew their Certificates at maturity, the Fund’s liquidity and ability to repay our Certificates could be adversely impacted.

We are subject to changes in interest rates that may adversely affect our ability to repay our Certificates.

We have no control over fluctuations in interest rates and may be adversely affected if we are unable to maintain a sufficient spread between the interest rates we pay on the Certificates and the interest payments that we receive on our outstanding mortgage loans. The earnings that we realize from lending borrowed funds is primarily determined by the difference, or “spread”, between the interest rates we pay on the borrowed funds and the interest rates that our borrowers pay us. To the extent that our borrowing costs effectively reduce the “spread” between our interest earning assets and borrowing costs, our ability to make required payments due on the Certificates could be adversely affected.

No assurance of early redemption if requested.

In general, the Certificates are redeemable prior to maturity upon request in the event of hardship or economic emergency, but only in our sole discretion. Thus, holders may not be able to redeem their Certificates prior to maturity, particularly during times when there are a significant number of early redemption requests. In addition, investors will be required to pay an early withdrawal fee if you request an early redemption of your Certificate. See, “Description of Certificates – Redemption Prior to Stated Maturity” on page 42 of the Offering Circular.

The Certificates are not rated and there will be no sinking fund for repayment of the Certificates.

We have not obtained a rating for your Certificates from an independent rating agency, and we do not intend to request such a rating. Also, there will not be a sinking fund established for the repayment of the Certificates and we must rely on our assets in the Fund and available cash resources to timely repay your Certificates. There is no assurance that we will have adequate cash resources available at the time the Certificates are due.

We have the right to redeem your Certificate.

We have the right to redeem or prepay your investment upon furnishing you with at least thirty days prior written notice. No assurances can be given that you will be able to reinvest your redemption proceeds in other securities having terms and an interest rate as favorable as the redeemed Certificate. See “Description of Certificates – Redemption Prior to Stated Maturity” on page 42 of the Offering Circular.

There is no public market for the Certificates, and you may be unable to transfer or sell your interest in the Certificates.

There is no public trading market for the Certificates, and no trading market is ever likely to develop. The transferability of the Certificates is subject to restrictions that are established by applicable state and federal securities laws. Therefore, an investor may be unable to sell any of the Certificates for an indefinite period of time, and the purchase of a Certificate should be considered as an investment to be held to maturity. The principal amounts, interest rates and maturity dates of the Certificates have been arbitrarily determined. “Description of Certificates – Transfer” on page 43 of the Offering Circular.

Due to our close relationship with ICFG, we may be subject to conflicts of interest that potentially could be adverse to investors.

Many of our officers and directors are employees, officers, contractors or directors of ICFG. The success of the Fund will be dependent upon the success, reputation and ability of ICFG and the services provided by the various officers and employees thereof to effectively manage and oversee the operation of the Fund. From time to time, the Fund also expects to enter into transactions and agreements with one or more of its affiliated entities. While the Fund has adopted conflicts of interest procedures to safeguard the interests of the Fund and its investors, it is possible that a related party transaction might be more favorable to the affiliated entity than to the Fund. See “Management – Related Party Transactions” on page 39.

The Certificates may be subordinated to senior secured indebtedness.

We may pledge a portion of our mortgage loans or other assets for a senior secured loan that we enter into for liquidity or working capital purposes. It is our policy, however, that neither the senior secured indebtedness nor the amount of collateral pledged may exceed an amount equal to 10% of our total tangible assets (total assets less intangible assets). If we enter into a senior secured credit facility, the holders of a Certificate will be subordinate in interest to such senior debt to the extent collateral is pledged to secure said debt. As of the date of this Offering Circular, we have no outstanding senior secured indebtedness.

The book value of our financial instruments and other assets set forth in this Offering Circular and our financial statements may not reflect the actual value we would receive in a sale of these assets.

From time to time, we may sell certain assets to provide liquidity or for other purposes. Since book values of some assets are based upon significant judgments by management and other uncertainties, there is no assurance that assets would be sold for an amount equal to their book value.

A substantial portion of our Certificates will mature in 2023.

A total of \$14.7 million, or approximately 26% of our outstanding Certificates, will mature during the year ending December 31, 2023. Historically, a high percentage of our Certificates are renewed or reinvested in a new Certificate when the Certificate matures. For the years ended December 31, 2022, and 2021, 93% and 95%, respectively, of our Certificates were renewed or reinvested at maturity. In addition, ICFG has provided liquidity support to the Fund in launching and maintaining its operations. Of the \$14.7 million of Certificates that will mature in 2023, ICFG holds \$7.0 million, or 48% of those Certificates. There is no guarantee that our investors will continue to renew their investments at maturity at the rates we have historically experienced. If a substantial portion of or investors fail to renew their certificates at maturity, our liquidity and ability to repay the Certificates at maturity could be adversely affected.

There are no income tax benefits for an investment made in a Certificate.

Investors will not receive a charitable deduction when an investment in a Certificate is made. Interest paid or payable on the Certificates will be taxable as ordinary income to an investor, regardless of whether the interest is received by the investor or retained and compounded until maturity. Investments made through an Individual Retirement Account or other deferred account are subject to different tax treatment. For investors that invest or provide a gift loan of more than \$250,000, the Internal Revenue Service, may impute additional taxable income if the interest rate payable to you is less than the applicable federal rate. See “Tax Matters” commencing on page 45.

Investors may choose not to continue to reinvest or renew their Certificates when a Certificate matures.

We depend upon reinvestments and renewals, together with principal and interest payments on our loans, to provide sufficient liquidity to meet current liquidity requirements, including the repayment of principal on our maturing obligations. If a substantial number of our investors do not reinvest or renew their Certificates, our ability to meet current liquidity requirements could be adversely affected.

Risks Related to the Offering

Our ability to sell Certificates may be affected by changing laws.

We will offer the Certificates in one or more states that exempt debt securities offered and sold by tax exempt public charities. While we intend to comply with the “blue sky” laws affecting the offer and sale of debt securities where we offer our Certificates, changes in applicable laws and regulations in such states could affect our ability to offer and sell our Certificates in those states. In that event, investors in such states would be unable to make additional investments or invest in new Certificates.

The ability to add to, renew or reinvest in a Certificate is subject to the securities laws of various states.

While we intend to maintain all required securities registrations, exemptions, permits and qualifications in order to enable our investors to renew their investment or make new investments, we may not continue to be registered or exempt from registration in all states where we currently sell our Certificates. Accordingly, you may not be able to renew or reinvest the proceeds of a maturing Certificate with the Fund if you reside in a state where our Certificates are not registered or exempt at the time you wish to renew, add to or purchase a new Certificate.

No underwriter has made a firm commitment to purchase the Certificates.

This is a “best efforts” offering and no underwriter will make a firm commitment to purchase the Certificates. We are offering the Certificates for sale directly without the assistance of an underwriter. No assurances can be given as to the principal amount of Certificates that will be sold or whether the proceeds will be sufficient to accomplish the purposes of the Offering. As an offering of debt securities, the Certificates will compete with other investment opportunities which may be of more or less risk, and which may provide higher or lower yields.

You will not be able to rely on the review of an independent underwriter.

When an offering is made through an underwriter that firm generally takes the responsibility of reviewing and approving the offering in accordance with its professional standards and due diligence procedures. Because we are selling the Certificates directly through our officers and employees, you will not be able to rely on an independent underwriter's review of the Offering.

A self-directed IRA may invest in our Term Certificates if permitted by the IRA trustee or custodian.

A self-directed IRA is an individual retirement account that allows the holder the option of selecting investment vehicles for the IRA account. Investors who invest through their IRA should consider whether the investment is in accordance with the documents and instrument governing the IRA; whether there is sufficient liquidity in the IRA should the IRA's beneficiary need to take a mandatory distribution; and whether the investment could constitute a non-exempted prohibited transaction under applicable law. Consultation with a competent financial and tax adviser is recommended. See “Investment Procedures – IRA Investments” on page 44.

THE FUND

History of Issuer

The Fund was organized on January 11, 1980 as a not-for-profit religious corporation under the laws of the State of California, but was inactive until July 12, 2011, when it amended its Articles of Incorporation and by-laws to change its name to Foursquare Financial Solutions Loan Fund, Inc. and launched a church extension loan fund. The principal function of the Fund is to generate funds to be made available to finance the acquisition, construction and remodeling of ICFG affiliated churches, parsonages and other church-related projects. The Fund has been organized as a subordinate organization that is affiliated with ICFG and operates a loan fund that supports, promotes and enhances the mission of ICFG and its affiliated churches, ministries, districts and auxiliary organizations. The ICFG Board of Directors elects the Fund's Board of Directors. The debts and liabilities incurred by the Fund are independent from ICFG, or any districts, subsidiaries or related entities whose members are members of ICFG churches. Financial reporting for the operations, financial position and cash flows of the Fund will be separately accounted for, but reported on a consolidated basis with ICFG, its affiliated entity. As a result, neither ICFG, nor any of its agencies will have any legal obligation with respect to the Certificates.

The mailing address of the Fund is P.O. Box 26092, Los Angeles, California 90026-0176. The telephone number is (213) 709-4145. All loans or financing assistance provided by the Fund that is made to ICFG churches and ICFG affiliated entities will be entirely separate from any loan program provided by any other program, division, agency or district of the ICFG. The Fund has adopted a calendar year ending on December 31 to coincide with the calendar year of ICFG. As a separately organized nonprofit religious corporation under California law, we maintain independent books and records and our annual audited financial statements and reports are made available for review by our investors.

The Fund manages its operations through certain officers, managers, employees and from time to time through independent consultants and contractors. The Fund relies on ICFG employees in assisting it with the administrative tasks. In carrying out the operation of the Fund, the Fund retains the services of certain ICFG officers, managers and employees to (i) monitor underwriting for loan approvals; (ii) handle the closing of loans; (iii) provide oversight and management of loan servicing and loan collection efforts on behalf of the Fund; and (iv) handle the administrative tasks associated with working with investors in the Fund. The Fund compensates ICFG for the services of certain ICFG employees through an Administrative Services Agreement that allocates the costs of these employees.

International Church of the Foursquare Gospel

International Church of the Foursquare Gospel is a California non-profit religious corporation that was formed on December 28, 1927. ICFG is a Pentecostal denomination whose founding mission is to present the Gospel of Jesus Christ and make disciples of all nations. The Foursquare Church began its worldwide outreach under the dynamic evangelistic ministry of Aimee Semple McPherson, who opened the historic Angelus Temple in Los Angeles, California in 1923. The vision of ICFG is to present Jesus Christ, God's Son, to every person in every culture and nation as Savior, Baptizer with the Holy Spirit, Healer and Soon-Coming King.

Since the founding of the initial Foursquare church in 1923, ICFG has expanded to include 1,406 churches and meeting places operating in the United States, 54,226 churches and ministries operating through 156 countries and works, with 6,664 active licensed ministers in the United States, 360 missionary workers internationally, 76,517 international pastors and affiliated national workers, with an average of approximately 6.6 million individuals attending a Foursquare church internationally. In addition to establishing churches and other religious organizations, ICFG has been able to establish and operate schools for all grade levels through its member churches. As of the date of this Offering Circular, there are 49 schools affiliated with ICFG operating within the United States, including four colleges.

Under the ICFG governance structure and mission statement, a strong emphasis is placed on developing, fostering and planting national churches around the world and it is dedicated to preaching the Gospel of Jesus Christ and making disciples of all nations. While title to church buildings and properties are most often held corporately by ICFG and local church pastors are appointed by the ICFG Board upon recommendation of ICFG District Supervisor, the local church approves its own budget, establishes and approves its church membership and conducts all necessary business of the church.

ICFG has made a limited commitment to provide liquidity to support the Fund. As of December 31, 2022 and 2021, ICFG held \$7.0 million and \$3.5 million of our Certificates, respectively.

USE OF PROCEEDS

The net proceeds that we receive from the sale of the Certificates will be used to provide additional capital for the Fund, which will be used primarily to grant mortgage loans that finance the acquisition, construction or refinancing of facilities used by ICFG affiliated churches, schools, colleges, ministries and related ministry projects. Funds from the sale of the Certificates will also be used to repay Certificates as they mature or are redeemed and assist us in meeting our operating expenses. We may also use the proceeds of this Offering to pay fees and deposits in procuring additional capital and funding sources for the Fund. Any proceeds from the sale of Certificates that are not immediately used for the purposes set forth above will be invested in interest-earning investments. We will not pay any underwriting fees or selling commissions in connection with the Offering.

There is no minimum amount of Certificates that must be sold in this Offering and there can be no assurance that we will sell all or any of the Certificates. Although the Fund has not identified any specific investments that will be made with the net proceeds of the Offering and our management team will have broad discretion to direct the use of such funds, no proceeds of the Offering may be used for purposes not related to the operation and mission of the Fund as described in this Offering Circular. All net proceeds available to the Fund will be used to establish and operate the church loan extension fund.

We will not pay any underwriting fees or selling commissions in connection with the Offering. The following table sets forth the estimated use of proceeds from the Offering:

	Total	Percent
Gross Offering Proceeds ⁽¹⁾	\$100,000,000	100.00%
Less Offering Expenses ⁽²⁾	35,000	0.03%
Originate/acquire mortgage loans	88,000,000	88%
Pay interest on Certificates	4,000,000	4.0%
Redeem outstanding Certificates	7,400,000	7.4%
Working Capital	565,000	0.57%
⁽¹⁾ Assumes all of the Certificates are sold and no discounts in the selling price of the Certificates have been made.		
⁽²⁾ These figures are our best estimates of the legal, accounting, printing, filing, and blue sky registration fees that will be incurred in the Offering, all of which will be paid to state agencies, independent professionals and service providers.		

FINANCING AND OPERATIONAL ACTIVITIES

Financing Activities

The primary method that the Fund uses to finance its lending and operational activities is the sale of Certificates. We also expect to generate cash flow from principal and interest payments received from borrowers on outstanding loans we have made. We may also raise funds from the sale of participation interests or whole loans we have acquired, invested in or originated. Additionally, we expect to receive income from our cash, time deposits and investments in short-term marketable securities.

Outstanding Investments, Previous Offerings

As of December 31, 2022, we had 238 investors that held Certificates in the Fund. We have been offering debt certificates annually since 2012. The Fund has never missed a payment due on an investment made in our Certificates. Rates paid on the Certificates have a weighted average of 2.2% for the year ended December 31, 2022.

Net Interest Income and Interest Margin

Our earnings depend largely upon the difference between the income we receive from interest earning assets, which are principally mortgage loan investments and the interest we pay on our Certificates. This difference is net interest income. Net interest margin is net interest income expressed as a percentage of our average total interest-earning assets. See “DISCUSSION OF FINANCIAL DATA” below.

Liquidity Policies

The Fund has adopted a policy that requires that we maintain minimum liquid assets equal to at least 8% of our outstanding Certificates. As of the date of this Offering Circular, we have not established a line of credit with a commercial lender to assist us in managing our liquidity needs. Our liquidity policy provides that the maximum amount of senior secured indebtedness to which the Certificates may be subordinated may not exceed 10% of the Fund’s tangible assets. From time to time since the inception of the Fund, ICFG has assisted the Fund in managing its short-term liquidity needs. As of the date of the Offering Circular, however, ICFG has no legal obligation under a line of credit or other contractual arrangement to provide financing to the Fund.

DISCUSSION OF FINANCIAL DATA

The Fund is a California not-for-profit religious corporation affiliated with ICFG and has been formed for the purpose of providing financing solutions for ICFG churches, schools, colleges, universities and other affiliated religious organizations exempt under Section 501(c)(3) of the IRC. The Fund commenced its operations in July 2011. As of December 31, 2022, the Fund held mortgage loan investments (net of allowance for loan losses) of approximately \$51.6 million. The Fund generated \$787 thousand in net income in 2022, as compared \$946 thousand in 2021.

As of the date of this Offering Circular, none of the loans held in the Fund’s portfolio are “nonperforming” or are in default. Since inception, the Fund has had no charge-offs on any of its mortgage loan investments.

Our financial condition and results for the year ended December 31, 2022 are summarized below:

- Total assets decreased to \$61.9 million as compared to \$67.9 million at December 31, 2021;
- Mortgage loan investments (net of allowance of loan losses) decreased \$898 thousand to \$51.6 million;
- The outstanding principal balance on our investment certificates totaled \$55.6 million, which represented a \$6.6 million decrease from 2021;
- Net operating income totaled \$788 thousand, as compared to \$947 thousand in 2021;
- As of December 31, 2022, the Fund had \$10.1 million in liquid assets available to invest in mortgage loans as compared to \$15.1 million at December 31, 2021;
- Our allowance for loan losses total \$522,000, which represents approximately 1.01% of our mortgage loan investments;
- We have no “nonperforming” loans in our portfolio;
- The Fund also benefited from \$109 thousand from income generated on its investments;
- We funded \$2.37 million in new loans in 2022, as compared to \$12.7 million in 2021;
- The weighted average loan rate at December 31, 2022 was 4.45% and weighted average rate on our Certificates was 2.2%;
- Of the 54 loans granted COVID relief by the Fund in 2020, all but two have returned to making required payments on their loans (one of the two loans has been restructured and is performing according to its terms and the other loan has returned to making regular payments on the loan);
- Although the Fund has a large cash balance at the beginning of 2023, the Fund made only \$2.37 million in new loans for 2022;
- Over the previous ten-year period, the Fund averaged \$11.3 million in new loans made on an annual basis;
- The Fund had \$18.2 million of Certificates redeemed in 2022, primarily resulting from \$11.8 million of withdrawals made by three large investors that needed access to their funds; and

- The Fund continues to see increases in the amount of Demand Certificates that are outstanding (\$22.5 million at December 31, 2022, \$16.4 million at December 31, 2021, and \$11.4 million at December 31, 2020) representing 40%, 26% and 18% of total Certificates outstanding, respectively.

The following table shows the Fund's cash and invested funds, net outstanding loans, total assets, outstanding Certificates and net assets for the years ended December 31, 2020, 2021 and 2022:

<u>Year Ended</u>	<u>Cash and Invested Funds</u>	<u>Net Outstanding Loans</u>	<u>Total Assets</u>	<u>Outstanding Investment Certificates</u>	<u>Net Assets</u>
12/31/2020	\$8,108,146	\$59,669,855	\$68,055,499	\$63,536,236	\$4,496,728
12/31/2021	\$15,154,721	\$52,559,798	\$67,931,256	\$62,297,883	\$5,443,686
12/31/2022	\$10,102,471	\$51,661,155	\$61,978,885	\$55,667,945	\$6,231,502

Summary of Operations – 2020 - 2022

The following Summary of Operations for the years ended December 31, 2022, 2021 and 2020 has been derived from the Fund's audited financial statements for the years ended December 31, 2022, 2021 and 2020. The Fund's financial statements for the years ended December 31, 2022, 2021 and 2020 have been audited by Capin Crouse, LLP, Independent Auditors, whose report for the years ended 2022 and 2021 is attached as Exhibit "A". This summary should be read in conjunction with the Fund's audited financial statements, for 2022, 2021 and 2020, respectively, and notes thereto, as set forth as Exhibit "A" to this Offering Circular.

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Fees for services	\$ 40,693	\$ 69,278	\$ 79,628
Interest income from loans and investments	\$ 2,376,698	\$ 2,714,418	\$ 2,834,285
Investment income	\$ 109,208	\$ 128,532	\$ 90,037
General and administrative Expenses	\$ 494,543	\$ 445,222	\$ 554,254
Interest Expenses	\$ 1,253,240	\$ 1,593,048	\$ 1,608,549
Provision for loan losses	(\$9,000)	(\$73,000)	\$ 89,000
Other income	\$ 0	\$ 0	\$ 0
Change in Net Assets	\$ 787,816	\$ 946,958	\$ 752,147
Net assets	\$ 6,231,502	\$ 5,443,686	\$ 4,496,728

2022 Results; Strategic Objectives

The Fund reported earnings from its operating activities, loan and investment portfolio of \$787 thousand for 2022. At December 31, 2022, the Fund had \$10.1 million in liquid assets available to invest in mortgage loans. There were no nonperforming loans held by the Fund.

For 2023, the Fund intends to focus on the following objectives:

- Effectively utilize the \$10.1 million in liquid assets, preserve and protect our cash as a buffer in a rapidly changing interest rate environment and adjust our cash assets when appropriate to take advantage of opportunities to invest in profitable mortgage loans;
- Continue efforts to streamline our administrative operations after the management agreement with Foursquare Financial Solutions, Inc., an affiliated entity ("FFS"), was terminated. The Fund believes with these restructuring efforts, it will enable the Fund's administrative team to focus on new loan initiatives and maintaining investments made in the Fund;

- Respond effectively to market changes with investor interest rates, conditions in the loan market for churches, the need to effectively utilize the Fund's cash assets and maintain a strong net interest margin on the loans held in the Fund;
- Given the amount of cash held in the Fund, the Fund intends to manage the assets and liabilities on its balance sheet in order to offer competitive loan terms and benefits to Foursquare affiliated churches that are seeking to refinance their current mortgage loan or seek new financing in the market; and
- The Fund will offer a special Centennial Certificate in 2023 that will pay an interest of 4.5% for a one-year Term Certificate. The offer requires that new funds be invested and is open to new and existing investors. By offering this promotional rate in response to changes in U.S. financial markets and interest rates set by the Federal Reserve Board, the Fund intends to increase the amount of Certificates sold and new loans made in 2023 and 2024.

2021 Results

The Fund reported record earnings of \$946 thousand for the year ended December 31, 2021. At December 31, 2021, the Fund held \$15.1 million of liquid assets available to invest in mortgage loans. For the year, mortgage loans receivable decreased by approximately \$7.1 million to \$52.6 million at December 31, 2021. The Fund had no non-performing loans in its portfolio and all but two of the borrowers that received COVID relief assistance returned to making current required payments on its mortgage obligations. The two remaining loans were restructured and each of these borrowers is performing in accordance with the terms of the modified loan.

The Fund made \$12.7 million in new loans for 2021. The weighted average loan mortgage interest rate was 4.63% at December 31, 2021 and the weighted average on the Fund's outstanding investment certificates was 2.09%, resulting in a net interest margin of 2.54%. While the Fund made \$12.7 million in new loans in 2021, \$11.4 million of loans in its portfolio were refinanced by borrowers seeking a better interest rate.

2020 Results

For the year ended December 31, 2020, the Fund generated \$752,147 in net income, as compared to \$578,711 for 2019. The Fund benefited from an increase in net interest income to \$1,315,773 for 2020, as compared to \$1,055,663 for 2019. The Fund's growth in net interest income of \$260,110 was generated despite the effects of a global pandemic that impacted the U.S. economy, and primary markets where the Fund's mortgage loan investments are located. The Fund also maintained strong liquidity and increased its cash assets from \$4.5 million at December 31, 2019 to \$8.1 million at December 31, 2020. We funded ten loans in 2020 totaling \$12.2 million (net of loan participations sold), as compared to \$8.9 million in 2019. Our mortgage loan investments increased from \$51 million at December 31, 2019 to \$59.7 million at December 31, 2020. The Fund continues to demonstrate consistent net earnings, improved liquidity, growth of our outstanding Certificates and mortgage loan investments and high investor renewal rates in our Certificates.

Compliance with NASAA Statement of Policy

Although approximately 61% of our Certificates are held by investors that reside in the states of California, Oregon and Hawaii, we offer the Certificates in a number of other states where permitted by law. As an offering of debt securities by a church extension fund, the Fund follows the standards established by the North American Securities Administrators Association's Statement of Policy (the "NASAA Policy"). Under the NASAA Policy, a state securities administrator may apply the policy as a condition for exempting the Certificates from registration or to register the Certificates. Registration or exemption of the offering of the Certificates may be denied or disallowed by the administrator if the proposed offering does not sufficiently comply with the NASAA Policy.

For the year ended December 31, 2023, the NASAA Policy requires that the Fund maintain: (i) net assets equal to 5% or more of its total assets; (ii) liquidity consisting of cash, cash equivalents, readily marketable securities and available unused line of credit facilities (not to exceed 2% of our outstanding Certificates) as a percentage of total outstanding securities of not less than 8%; (iii) senior secured indebtedness to which the Certificates are subordinated may not exceed 10% of the Fund's total assets; and (iv) loan delinquencies during the Fund's most recent fiscal year

may not be excessive and shall be at a level that will enable the Fund to satisfy its net capital and satisfy its liquidity requirements. For the year ended December 31, 2022, the Fund was in compliance with the NASAA Policy standards.

The Fund's compliance with the NASAA Policy is summarized below:

Liquidity. As of December 31, 2022, the Fund had cash and cash equivalents equal to 20% of the total outstanding Certificates as follows:

Cash and cash equivalents	\$10,102,471
Total Investment Certificates outstanding	\$55,667,945
Cash as a percentage of Certificates payable	20%

Loan Delinquencies. As of December 31, 2022, none of the Fund's loans were past due.

Capital Adequacy. As of December 31, 2022, the Fund's net assets constituted 10.0% of the Fund's total assets determined as follows:

	<u>December 31, 2022</u>
Net assets	\$6,231,502
Total assets	\$61,978,885
Net assets as a percentage of total assets	10%

Cash Flow. The ratio of available cash, cash equivalents and invested funds as compared to cash redemptions under the NASAA Statement of Policy is expected to be at least one to one (1:1). When determining available cash, the Fund will include the following assets: (i) cash provided by the Fund's normal operating activities as shown on its Statements of Cash Flows in its financial statements; (ii) liquid assets (cash and marketable securities available) at the beginning of the Fund's fiscal year; (iii) loan principal payments received, less loan disbursements; (iv) cash generated from the sale of Certificates; and (v) funds from other sources. The Fund's ratio of available cash to cash redemptions for its three most recent years is at least one to one as shown in the following table:

	December 31, <u>2022</u>	December 31, <u>2021</u>	December 31, <u>2020</u>
Net cash from operating activities	\$670,045	\$1,101,874	\$749,245
Liquid assets (cash, readily marketable securities)	\$10,102,471	\$15,154,721	\$8,108,141
Loan repayments	\$3,284,335	\$19,874,818	\$3,391,153
Cash from sales of Certificates	\$11,659,674	\$11,358,401	\$12,152,324
Loan disbursements	(\$2,376,692)	(\$12,691,761)	(\$12,691,761)
Total available cash	\$23,339,833	\$34,798,050	\$11,709,107
Redemption of Certificates	\$18,289,612	\$12,596,754	\$4,340,891
Ratio	1.27:1	2.8:1	2:1

Source of Funds for Payment of Certificates. The Fund anticipates that interest payments due on the Certificates will be made from operating income, including interest received on its mortgage loan investments. Principal payments on the Certificates are expected to be made from the Fund's assets, including cash investments and payments of principal and income received on its mortgage loan investments. Although the Fund may use the proceeds from the sale of new Certificates for short-term operating expenses, we do not anticipate that these proceeds will be used for operating expenses or to make interest and principal payments on the Certificates.

Operating Trends. The Fund launched its operations in July 2011. Although the Fund had positive earnings in each of the previous five years, no assurances can be given that the Fund will continue to be profitable in the future. The following table summarizes the Fund's operating trends and financial results for the years 2018 – 2022:

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Interest income	\$2,376,698	\$2,714,418	\$2,834,285	\$2,449,540	\$2,238,605
Provision for loan losses	(\$9,000)	\$(73,000)	\$89,000	\$30,000	\$55,000
Origination fees; fees for service	\$40,693	\$69,278	\$79,628	\$79,400	\$52,963

Equity contributions	\$-0	\$-0-	\$-0-	\$-0-	\$-0-
Investment income	\$109,208	\$128,532	\$90,037	\$75,938	\$71,864
Unrestricted change in net assets	\$787,816	\$946,958	\$752,147	\$578,711	\$162,367
Net assets at beginning of the period	\$5,443,686	\$4,496,728	\$3,744,581	\$3,165,870	\$3,003,503
Net assets at the end of the period	\$6,231,502	\$5,443,686	\$4,496,728	\$3,744,581	\$3,165,870

Certificate Maturity Information

As of December 31, 2022, the scheduled maturity dates and amount of principal due for our investor Certificates are as follows:

Type of Certificate	Aggregate Amount
Demand	\$ 22,564,839
1-Year	\$ 14,753,139
2-Years	\$ 7,497,499
3-Years	\$ 4,893,121
4-Years	\$ 4,079,312
5-years	\$ 1,880,035
Total	<u>\$ 55,667,945</u>

At December 31, 2022, investors holding Certificates of \$100,000 or greater had invested a total of \$51.9 million in our Certificates. For the year ended December 31, 2022, investors constituting 93% of the amount of maturing Certificates as of December 31, 2022 either maintained their investment in the Fund or reinvested the principal by purchasing new Certificates at the then prevailing interest rates at maturity.

OUR LENDING ACTIVITIES

General

The proceeds of this Offering will be used by the Fund to provide capital funding for use by ICFG affiliated organizations and entities to finance the acquisition of properties, refinance existing facilities, and provide construction funding for expansion or renovation of ministry related facilities. The Fund has been formed by ICFG to serve as a church loan extension fund that will invest primarily in mortgage loans secured by liens on ICFG affiliated churches, affiliated agencies and entities and/or ministry related projects. Our current loan policies provide that the maximum loan granted to any one ICFG church location may not exceed 10% of our total assets. Any loan in excess of these maximum amounts may be considered and authorized subject to approval of the Board of Directors of the Fund when the underwriting analysis supports, and the Board concludes that there is compelling basis for approving the loan. As of the date of this Offering Circular, we have not established a minimum loan amount for an approved loan.

When the Fund receives a loan application from a member church seeking approval of a loan that exceeds the Fund's policy limits on the loan amount for a single borrower, the Fund may originate the mortgage loan, retain the servicing rights to the loan and sell participation interests in the loan. To ensure compliance with regulatory constraints on credit unions or other banking institutions, the loan could also be originated by the regulated financial institution, with the Fund retaining servicing rights, a portion of the origination fee paid by the borrower and purchasing a loan participation interest in the loan from the commercial lending institution.

Our organizational mission is to provide financing assistance to ICFG affiliated churches, affiliated agencies, districts, schools, colleges, ministries and ministry related projects that are affiliated with ICFG churches and ministries. We may invest our working capital in mortgage loans and investments which enable us to better serve the

ICFG ministries, churches and affiliated agencies that obtain loans from the Fund. We generally charge each borrower a fee at the inception of the loan as a loan origination fee and may assess an origination fee for certain types of renewal or refinancing transactions. These loan fees may be paid in cash or added to the principal of the loan under the terms of the applicable financing transaction. Loan origination fees typically range from 1% to 1.5% of the amount financed. In addition, each borrower is required to pay other direct closing costs such as appraisal, survey, title insurance and title examination fees, environmental reports and document preparation expenses. From time to time, we have waived charging loan origination fees when an ICFG affiliated church seeks to refinance a mortgage loan that is currently held with an outside commercial lender. The Fund is actively expanding its marketing efforts with ICFG churches that have mortgage loans with commercial lenders and seeks to be the lender of first choice for ICFG affiliated churches and ministries.

Operation of Loan Fund

We have been formed for the specific purpose of providing financing assistance to ICFG affiliated churches, agencies and affiliated entities. While the Fund is authorized to act as an originator and underwriter of mortgage loans to ICFG affiliated churches, agencies and affiliated entities, the Fund will also consider purchasing whole loans or loan participation interests in loans made by a commercial lender to an ICFG affiliated church or affiliated entity. When the Fund participates with other lenders by making an investment in a qualified loan, it is able to reduce risk in the mortgage loan portfolio by reducing the investment made in a larger loan, thereby leveraging its assets, meet the demand for mortgage loans it receives from qualified borrowers and maximize the use of its liquidity and available cash resources.

Each whole loan and participation interest we acquire from a commercial lender must meet our lending guidelines and underwriting standards. We may also sell loan participation interests we acquire to unaffiliated parties and commercial lenders on a non-recourse basis for liquidity purposes pursuant to which the acquiring entity assumes the risk of any loss on the participation interest purchased in a loan made to an ICFG affiliated church or entity. By acquiring a percentage ownership interest in the underlying loan made to an ICFG affiliated church or affiliated entity by an originating lender, we will share principal and interest payments received from the borrower in an agreed upon manner.

When we enter into a loan participation agreement in a loan originated by a commercial lender to an ICFG affiliated church or affiliated entity, the originating lender will maintain all records, collect all payments and remit monthly to the Fund the appropriate pro rata share of both interest and principal collected on the loan. Our right to take enforcement action with respect to the borrower or collateral on these participation loan interests is subject to cooperative efforts with the lead lender and originator of such loans. We will be responsible for our pro rata share of any extraordinary expenses incurred to preserve the collateral or enforce the lender's rights with respect to such loan in any foreclosure or other collection action.

Loan Policies

Our Board of Directors has adopted a policy that requires loans authorized by the Fund to be made to ICFG affiliated churches, schools, ministry related projects and facilities, colleges, and ICFG affiliated organizations. From time to time, the Fund may approve a loan made to a church, ministry or organization that may not have a direct affiliation with ICFG but nevertheless has a core mission and doctrinal beliefs that align with ICFG's statement of faith; provided, however, that (i) the Fund's Board of Directors determines that approving such a loan will enhance the Fund's operating income; (ii) strengthen its loan portfolio; and (iii) effectively manage the Fund's mortgage loan investments and net interest margin. In most instances, a loan made for the acquisition, construction, refinancing or expansion of a ministry related facility will be secured by a mortgage lien against the real property used by the church or ICFG affiliated entity or which is owned by a church that has an affiliation with ICFG. From time to time, we may purchase loans from third parties, enter into joint loan agreements with participating lenders and acquire loans from other ICFG affiliated entities. Our loan policies are adopted and approved by our Board of Directors, reviewed annually and are subject to amendment at any time. We reserve the right to change our loan policies and procedures from time to time in response to changes in loan demand, interest rates, market conditions and practices of other lenders that provide financing to ICFG affiliated churches, ministries, schools and educational institutions and organizations.

Our Board of Directors determines the loan policies and guidelines we will follow in carrying out the Fund's lending and operational activities and may revise them at any time. Although the policies and guidelines set forth below guide the decision making process that the Board or if we delegate those duties, to a Loan Committee that reviews an application, we may make exceptions from time to time when we review a particular application and make decisions as to the amount of the loan, maturity term, interest rate, amortization schedule, fees or other terms of the loan.

To assist us in meeting our operational and administrative expenses incurred in maintaining the Fund, we generally charge ICFG affiliated churches that enter into a borrowing arrangement with us a loan origination fee. We may waive this from time to time when a borrower refinances a mortgage loan held with a commercial lender. Borrowers will also be required to pay all closing costs, third party costs and associated expenses. In some instances, we may require that the church's members purchase a minimum amount of Certificates, the proceeds of which will go, in whole or in part, towards funding the loan. Our Loan Committee is authorized to structure loans under arrangements where members and supporters of the borrower purchase a minimum amount of Certificates in the Fund and continue to hold a requisite amount in order to maintain a lower interest rate on the mortgage loan. From time to time, the Fund may also accept Certificates held by members or supporters of the borrower as additional collateral in order to approve the loan. In operating the Fund, we intend to keep loan terms made to ICFG affiliated churches at a level that is more competitive than those generally available from commercial sources.

We have adopted a Foursquare Financial Solutions Loan Fund Policies and Procedural Manual which governs the types of loans we intend to offer in the Fund. This policies and procedural manual will assist us in deciding which loan applicants will qualify for a loan and the amount of the loan to be approved. Loans are available only to ICFG subordinates churches and ICFG covenant churches in the U.S. Loans we intend to make or acquire for the Fund are typically secured by a first mortgage for a period not to exceed 20 years or for a construction loan that will convert to a term loan upon completion of construction, unless the loan represents refinancing of existing debt. Our loan policy provides, however, that we may offer mortgage loans with an amortization period of up to thirty (30) years when the Loan Committee deems it appropriate to do so. Our current policy provides that we will limit our loans to a single church location to 10% of our total assets. Any loan in excess of these maximum amounts may be considered and authorized subject to approval of the Fund's Board of Directors when the underwriting analysis and review for the loan application establishes excellent loan to value and/or debt service to income ratios.

We will acquire, invest or originate a loan after we complete our investigation of the prospective ICFG church's financial condition, including review of giving patterns, income and expense statements, capital campaign income and statements and balance sheet information. When evaluating a loan application, we review:

- the borrower's annual general income trend for the past three years and current year using a twelve-month rolling average criteria;
- attendance trends over the past three years and current year;
- whether the borrower has three months of cash on hand to cover proposed mortgage payments;
- whether the borrower has cash equity equal to or greater than 10% of the requested loan amount;
- whether the annual debt service required by the mortgage as compared to the borrower's average revenues generated for the previous year and current year satisfy the Fund's underwriting criteria;
- whether the loan to value ratio of the mortgaged property or collateral after completion of construction satisfies our underwriting standards;
- whether the church's net cash flow for the twelve-month period prior to the date of the loan is equal to or greater than 100% of the proposed annual mortgage payments; and
- whether loan applicant demonstrates that it has three years of operating history and financial statements.

As part of our review process in reviewing a loan application, we require that the applicant submit a loan application, together with supporting documentation. This assessment will focus on the applicant's debt service coverage ratio (net cash flow divided by proposed annual debt service), loan to value ratio (dividing the mortgage loan by the value of the secured collateral), debt service to income ratio (dividing the proposed annual debt service by unrestricted revenue of the borrower) and debt service plus salary to income ratio (proposed annual debt service plus salary exposure divided by unrestricted revenue of the ICFG affiliated church). We refer to these ratios as primary ratios when evaluating the credit risk of the loan. In addition, the Fund also evaluates secondary ratios for general income trends, cash on hand, attendance and cash equity as compared to the requested mortgage under this analysis.

Based upon the financial information and loan assessment undertaken, we prepare a comprehensive credit grading matrix which is reviewed by the Fund's Loan Committee. The Fund's Loan Committee consists of not less than five (5) members that are appointed by the Fund's Board of Directors. While our governing documents provide for a Loan Committee, the Board of Directors currently serves as the Loan Committee under our Loan Policy. Our secured loans typically bear interest that is initially fixed for a one, three or five year term, as selected by the church when the loan is made. As of the date of this Offering Circular, the initial interest rates we charge on our mortgage loans generally range from 5.75% to 7.5% based on the length of the term of the initial fixed rate and the credit grading of the borrower.

After the loan is entered into, our current loan policies provide that the interest rate will be adjusted every one, three or five years, in accordance with the adjustment term selected by the borrower. In order to provide fund liquidity, the Fund reserves the right to call the loan as of the end of the adjustment term period selected by the borrower. The applicable interest rate will be reflected in the loan documents signed by the borrower, and we may, in our sole discretion, select an index or change the interest rates for new loans at any time.

Types of Loans

We offer the following types of loans in the Fund:

Term Loans. Term loans are loans secured by a deed of trust or mortgage. The standard term and amortization period is twenty (20) years, but the Loan Committee may approve loans up to thirty (30) years in exceptional circumstances. The Fund may also offer a term to maturity that is less than the amortization period of the applicable law. In that event, the borrower will have a balloon payment due on the stated maturity date. The interest rate on a term loan may be adjusted in one, three or five year adjustment periods at the option of the ICFG affiliated church that is entering into the loan. We generally charge a loan origination fee of 1% to 1.5% of the principal balance of the loan. For larger loans, a lower origination fee may be charged from time to time to ensure the Fund remains competitive in the terms it offers to a potential borrower. Origination fees may also be lowered or waived at the discretion of the Fund's Loan Committee. At the end of the adjustment period, a financial and ministry review of the church is conducted, and the interest rate reset according to our current rates. The Fund reserves the right to call a loan effective as of the adjustment term selected by the church.

Construction Loans. Construction loans will be made for a term of up to eighteen (18) months, which may be extended for up to six months if approved by the Fund's Loan Management Committee. During the term of the loan, repayment is on an interest-only basis and the loan will be secured by a first mortgage or a second mortgage behind a Fund owned related first mortgage loan. Upon completion of construction and issuance of a certificate of occupancy, the construction loan will convert to a permanent term loan. We generally charge a construction loan fee in an amount up to 1.5% to 2.0% of the original principal amount of the loan.

Capital Bridge Loans. Capital bridge loans are generally made for a term of up to three years and usually require the church to participate in a multi-year professionally led capital campaign. In most instances, a capital bridge loan provides interim funds during construction or when pursuing a capital improvement effort while the church raises additional capital. During the term of the loan, monthly interest-only payments will be required. We will usually authorize advances on the loan in an amount not to exceed 70% of all outstanding written capital pledges. All capital campaign proceeds will usually be required to be deposited into a segregated account which can only be drawn down to reduce the outstanding principal balance of the bridge loan. For each capital bridge loan we make, the Fund must receive a first mortgage or a second mortgage behind either an IFLF first mortgage or a first mortgage we hold on the real estate collateral. Interest rates on capital bridge loans increase twenty-five basis points per year during the three-

year term, which increase may be waived in the sole discretion of the Fund. We generally charge a loan fee of 1% to 2% of the principal amount of the bridge loan.

Small Loans. In 2023, the Fund's Board of Directors amended its Loan Policies for small loans. Small loans guaranteed by ICFG are available only to ICFG subordinate churches. If a covenant church provides adequate security, a small loan under this program may be approved. Ordinarily, the closing costs required for a full underwriting of a loan makes granting such loans prohibitive for the Fund. Under the amended Loan Policy adopted by the Board, the Fund may approve loans under \$150,000 which are unsecured, but which will be guaranteed by ICFG. The standard term for a small loan is ten years, but the Loan Committee may approve terms with up to fifteen years. When approving a small unsecured loan, the borrower will enter into a security agreement which will contain standard borrower covenants, including a prohibition on increasing additional debt absent the Fund's consent. In addition, the Fund will require that a title search be undertaken on a refinance loan to ensure that ICFG has a priority ownership interest in the property owned by the church. Under the Small Loans Policy, the proceeds of the loan must be used for minor construction, property improvement, minor upgrades and equipment requests. The interest rate for a small loan is set at the then current five year adjustable rate. As of December 31, 2022, the Fund held \$346 thousand of unsecured loans under this program. As approved by the Board, no more than 10% of the total assets of the Fund or \$2.0 million, whichever is lower, may be approved for unsecured loans.

Interest Rates

We offer loans with fixed interest rates for 12 months, 36 months or 60 months, at the option of the borrower, but with payments based upon an amortization schedule for up to 30 years. Small loans may have different interest rates than offered on our standard mortgage loans. Our loan agreements with a borrower usually provide that we may call the loan at the end of any interest rate adjustment period. If we do not call the loan, the interest rate on the note will adjust to the then current interest rate for the 12, 36 or 60 month term. The terms offered to borrowers regarding interest rates, maturities, points and fees are determined from time to time by our Board of Directors based upon risk evaluation, the cost of funds, our operating expenses and expenses incurred in arranging for the loans and general market conditions. Different interest rates are established by the Fund's Board of Directors for each interest rate adjustment period. The Fund's Loan Committee has discretion to grant term loan interest rate adjustments which may be adjusted to the lowest currently offered interest rate.

Loan Committee Review and Approval Process

Each loan applicant submits its loan application to us for review for compliance with the loan guidelines and standards established in our Policies and Procedures Manual by our Board of Directors. We have established a Loan Committee, the members of which are appointed by Board of Directors of the Fund. Currently, the Fund's Board of Directors serves as the Loan Committee. Our Loan Committee reviews the creditworthiness of the church that is obtaining a loan and monitors the rates, terms and conditions of each loan. Our Loan Committee meets on a regular basis to review and consider loan requests. Upon approval by the Loan Committee, we furnish a letter of commitment to the church. The Loan Committee has the authority to approve any exceptions to our lending policies but must report the exception to our Board of Directors for its review.

The review process undertaken by the Loan Committee includes an analysis of the creditworthiness of the church, the feasibility of the project and an analysis of the value of the collateral. The Loan Committee relies on financial statements, annual budgets, credit reports, attendance records, contracts with builders and architects, if any, and may require that independent appraisals of the properties to be mortgaged be submitted by the church. Once a church has accepted a loan proposal, we typically require that a good faith deposit be submitted. At that point, a title insurance commitment is ordered, and arrangements made for the provision of mortgage title insurance. A professional independent accountant may be asked to prepare appropriate financial statements and an environmental consultant may be required in order to close a loan that we may authorize.

When we evaluate a loan request, we objectively review both primary and secondary ratio analyses such as the primary ratios of the requested loan, including loan to value ratio, debt service coverage ratio and debt service to income ratio and secondary ratios which evaluate the borrower's general income and attendance trends, cash on hand, and cash equity as compared to indebtedness. When determining the value of the collateral securing the loan, the Loan Committee uses one of the following options:

- (i) commercial appraisal from a state-licensed appraiser;
- (ii) non-commercial appraisal, brokers, or realtor's opinion of value with three supporting comparables dated within twelve months of the valuation;
- (iii) property tax assessment; or
- (iv) other sources of valuation as deemed acceptable by the Loan Committee.

The Loan Policy provides that a MAI appraisal may be required for large and/or complex loans.

For mortgage loans we originate, acquire or invest in, we typically require title insurance, fire and extended coverage insurance and we typically use standard mortgage and security documents in the state where the real property collateral is located. We generally require that payment of principal and interest on all loans be made in equal monthly installments. All loans may be prepaid at any time without penalty, but any loan participation interest we acquire from a commercial lender may impose a prepayment penalty.

Loan Commitments

From time to time, the Fund makes funding commitments through an offer letter that outlines the terms and conditions of the loan to be granted. The total amount provided in the commitment letter does not necessarily represent the total amount of cash requirements needed since construction costs may require that the total amount of committed funds be spent on the project. The Fund closely monitors the credit risk associated with each commitment letter through credit approvals, limits and monitoring procedures maintained by the Fund. At December 31, 2022, the Fund had outstanding commitments of approximately \$1.78 million.

Loan Repayment

Loan payments from a church that enters into a loan agreement with us ordinarily will be required monthly. However, some loans made to churches will require weekly or other repayment schedules as determined to be appropriate. Late payments will result in the charging of a fee. No prepayment penalty will be imposed on the loans that we approve (unless the loan has been refinanced), but any loan participation interest we acquire, or a loan acquired from a commercial lender may impose a prepayment penalty.

Covenant Church Loans

If an ICFG church is structured as a Covenant church, the church has incorporated as a legally independent entity under a Covenant Agreement with ICFG. A Covenant church is an affiliated ICFG church but will hold legal title to its real property under its separate legal existence. When a Covenant church enters into a loan financing transaction with the Fund, the various processes, legal documentation and underwriting review undertaken by the Fund may be different. The following table summarizing the terms and conditions that will apply to Covenant and Subordinated ICFG or Chartered churches:

Item	Covenant Church	Subordinate Church
Small Loans	No; unless security offered	Yes; if qualified
Personal Guarantors or Co-Borrower	May be required; Primary borrower must be Covenant church	Not applicable
Transition to Covenant Church status by existing borrowers*	The loan and property must be converted into name of newly incorporated entity; sale of property, at price equal to loan amount, new loan granted by the Fund, and legal transfer of property by ICFG to Covenant church's legal entity.	See description under Covenant church.

Approved by the Borrower	Signed by Senior Pastor and Church Council, Resolution adopted by Church Council	Approved by ICFG or its designee
Title Policy	Yes	For small loans and refinance transactions, title search only
Construction Loan Funding	Draw requests funded through a Demand Certificate established	Same as Covenant church, the Fund can use a restricted savings account to fund draws.
Typical Loans	All apply; except small loans	All apply
Underwriting Credit Review	Same standards	Same standards
Loan Terms	Same provisions	Same provisions
Interest Rate; Rate Adjustments	Same for each	Same for each

*When an ICFG Charter church or subordinate church that has an outstanding loan with the Fund transitions to a Covenant structured ICFG church, the real property of the church held in the name of the ICFG must be conveyed to the new legal entity established by the church. Once legal title to the property is transferred to the newly incorporated entity, the Fund will originate a new loan to the church that will be secured by a deed of trust or mortgage on the property. The transaction will be structured as a sale of the real property by ICFG to the transitioning church at a purchase price equal to the outstanding principal balance on the Fund's loan. Payment to ICFG will be made from the proceeds of the loan granted by the Fund to the transitioning church. The transitioning church will be required to meet the Fund's underwriting criteria to determine whether there has been a material change in the credit grading of the loan. If there has been no material change, the Fund's loan will be made on the same terms and conditions.

Underwriting Requirements

Our lending policies generally require the normal protections afforded by church extension fund lenders as set forth in our Loan Policy and Procedures Manual. Most loans require title insurance, surveys, appropriate resolutions of the church, evidence of the property value, and fire, builder's risk and extended coverage insurance. For certain construction loans, payment and performance bonds also may be required. Mortgage loans are generally limited to 75% of the property value. For the purposes of determining such property value under our current loan policies, the value of the land and existing facilities, as well as the future value of new construction, is considered. Typically, a church cannot enter into a loan agreement for an amount more than 35% of its average monthly revenues received for the twelve-month period prior to the date of the loan. We have adopted a loan policy that restricts us from making unsecured loans in excess of 10% of the aggregate balance of loans in the Fund or \$2.0 million, whichever is lower.

Liquidity; Allowance for Loan Losses

We intend to offer the Certificates from time to time to match the demand for loans that we reasonably anticipate and to make mortgage related investments from the Fund as soon as is reasonably practical after receipt of such funds. We expect to operate the Fund on a positive margin based upon the spread between the interest, fees and revenues that we generate and the interest costs that we will pay on the Certificates.

We maintain a loan loss reserve for contingent loan losses that can be reasonably predicted and for contingent loan losses that may occur at irregular or unpredictable intervals. The amount of the loan loss reserve is estimated based on the following considerations: (i) historical loss experience; (ii) delinquency trends and levels; (iii) non-accrual trends and levels; (iv) loan growth; (v) maturity trends; (vi) loan-to-value ratios; and (vii) credit policy changes. We may also establish a loan loss reserve for a specific loan in an amount to cover the projected loss associated with such loan. The allowance for loan loss is monitored by the Fund's senior management on an on-going

basis. We examine the performance characteristics of loans in the portfolio, delinquency ratios, loan modifications and significant factors that, in management's judgment, may affect the collectability of loans held by the Fund. The Fund's Board of Directors have adopted a policy which provides that the Fund will generally seek to maintain a minimum of 1% of the Fund's loan balances as a loan loss reserve. For the years ended December 31, 2022 and 2021, our provision for loan losses was (\$9,000) and (\$73,000), respectively. Our reserve for loan losses totaled \$522,000 at December 31, 2022, which represented 1.01% of our outstanding loan investments.

Our Board of Directors has also approved policies and procedures to mitigate interest rate risk. Most of the loans we approve have interest rates that are adjusted every three years or five years, at the option of the church. By using interest rates that adjust from time to time, the Fund will have a level of protection in regard to any major interest rate fluctuations in the marketplace. In administering the Fund, we manage the maturities of our loan investments to provide for our expected liquidity needs and we could also seek to obtain a short term line of credit facility to provide us with additional liquidity. In addition, ICFG holds a \$1.59 million equity investment in the Fund. Under its investment, ICFG, may provide liquidity through cash contributions, equity transfers, the purchase of Certificates, mortgage loans or participation interests in mortgages held by the Fund. The Foursquare Foundation, an affiliated entity whose sole member is ICFG, initially made the \$1.59 million equity investment but was dissolved during the year ended December 31, 2020. All of its assets were transferred to ICFG.

As required by the North American Securities Administrators Association's Statement of Policy for church extension fund securities, the Fund will be required to maintain minimum liquidity consisting of cash, cash, marketable securities and unused credit facilities (not to exceed 2% of total outstanding Certificates) equal to at least 8% of the Fund's total assets. Our Board of Directors has adopted a policy requiring that we maintain sufficient operational reserves, together with short-term borrowing capabilities and expected cash from our lending activities and operating funds, sufficient to permit us to timely pay any interest and principal due on the Certificates and comply with the NASAA Policy for church extension fund securities. Should these resources be insufficient from time to time, we may seek to sell mortgage loan assets or participation interests in our loans in order to meet our cash flow demands.

Loan Delinquencies

During the year ended December 31, 2022, no loans in our mortgage loan portfolio were ninety (90) days or more past due. Under the Fund's loan policies, loans will be placed on a non-accrual status if the financial position of the borrower has deteriorated to a level that future performance cannot be projected or principal and/or interest have been "nonperforming" for a period of ninety (90) days or more unless a formal workout agreement is in place or in process. As of the date of this Offering Circular, the Fund has never had a charge-off on one of its mortgage loan investments.

Loan Modifications

From time to time we may enter into a loan modification agreement or restructure a loan. We review each of these cases on an individual basis and approve any modification in accordance with the terms of our Loan Policy. If we decide to accept a loan modification or restructure, we generally will not forgive or reduce the principal amount of the loan and we strive to reach an accommodation with the borrower that will protect and preserve the interests of our investors in the Fund. When a loan is modified or restructured, the modified terms usually include an interest rate modification, deferring principal payments on an amortized basis for a limited period of time, extending the maturity date of the loan or reducing accrued interest due on the loan on a contingent or absolute basis. In order to properly evaluate a potential restructure, when we receive a request for a modification or restructure, we evaluate the strength of the borrower's financial condition, leadership of the pastoral team and board, developments that have impacted the church and its leadership team, local economic conditions, the value of the underlying collateral, the borrower's commitment to sound budgeting and financial controls, debt service coverage for the borrower, availability of other collateral and any other relevant factors unique to the borrower. While we have no written policy that establishes criteria for when a request for modifying or restructuring a loan will be approved, our Loan Committee reviews each

request, solicits written reports and recommendations from management and summaries of the requests are presented to the Fund's Board of Directors for their review throughout the year. Loan modifications often produce a better outcome for the Fund as opposed to initiating a foreclosure action. As of December 31, 2022, the Fund held one modified loan in its mortgage loan portfolio with a principal amount outstanding of \$3.5 million. See, "Our Lending Activities – Troubled Debt Restructures" below.

Impaired Loans

The Fund classifies a loan as impaired when it concludes that the collection of principal or interest according to the terms of the loan is doubtful. We may grant a loan concession, modification or approve a restructuring of the terms of the loan to grant the borrower temporary relief in an effort to enable the borrower work through its financial difficulties. We measure and monitor impairment on a loan by loan basis. Concessions usually include a temporary reduction in the interest rate, providing for interest only payments for a limited duration, modifying the original repayment terms or extending the maturity date of the loan. As of December 31, 2022, the Fund had no impaired loans.

Troubled Debt Restructures

A troubled debt restructure ("TDR") is a loan for which the Fund, for reasons related to a borrower's financial difficulties, grants a concession to a borrower that the Fund would not otherwise consider. Under Accounting Standards Codification ("ASC") 340-10, the concessions must be for a period longer than an insignificant period of time. Concessions may include reducing the interest rate for a limited period of time, extending the maturity date of the loan, or adding past due interest to the loan balance.

As of December 31, 2022, the Fund had one TDR. The Fund initially modified this loan in January 2022 by offering the borrower the opportunity to make interest only payments for a period of twelve months, commencing in February, 2022 with payments increasing thereafter. By providing these concessions, the Fund believes that it will be able to give the church time to adjust and restructure its financial operations. As of December 31, 2022, the outstanding principal balance of the TDR is approximately \$3.5 million. This TDR represent approximately 6.8% of the Fund's loan portfolio. The Fund has extended the interest only payment period for an additional twelve-month period ending on January 1, 2024. The Fund is fully protected on this loan given the value of the real property securing the loan.

For loans that are not considered collateral dependent, the Fund measures TDR's at the present value of estimated future cash flows expected to be received from the borrower using the loan's effective interest rate when the loan was entered into. The Fund reports the change in present value of the cash flows received over the course of the loan as interest income.

For the TDR's granted by the Fund, the term of these restructured loans is generally less than three years, at which time the financial condition of the borrower will be reevaluated. The Fund's management team will continue to evaluate these TDR's, review the Fund's allowance for loan reserves and consider establishing reserves for each loan based upon the present value of projected cash flows as outlined by the terms of the modification agreement. As of the date of the Offering Circular, the Fund has not established any reserves for the modified loan.

Our Loan Documentation

Under ICFG's ministry guidelines and procedures for its chartered churches, legal title to the real property and facilities used by the local church is held in the name of ICFG. When the Fund approves a loan made to an ICFG church, a loan agreement will be entered by and among the Fund, as lender, ICFG, as the legal owner of the property, and the local ICFG church, as borrower. Although ICFG will execute a mortgage, deed of trust and loan agreement, its obligation under the Fund's loan documents will be non-recourse only and its sole obligation under the loan documents will be to transfer any required documentation to the Fund in the event that a member church defaults in making required payments of principal and interest due under the loan documents. To enable the Fund to protect its rights under the deed of trust or mortgage, ICFG will be required to execute a deed of trust or mortgage for any loan made to a local ICFG church where legal title to the real property is held by ICFG. For any mortgage loans made to a local church that is affiliated with, but is not a chartered ICFG church, the Foursquare church will be the borrower

under the Fund's loan documents and will deliver an executed deed of trust, mortgage and promissory note in favor of the Fund securing the mortgage loan. For any non-chartered Foursquare church that obtains a mortgage loan from the Fund, the church will have entered into a Covenant Agreement with ICFG, see "Covenant Church Loans" on page 27 of the Offering Circular.

Operation of Church Loan Extension Fund

While the Board of Directors and principal executive officers of the Fund exercise authority over and carry out our lending and investing activities, we generally rely on third party providers to assist us in closing our loans, servicing and administering the loans, underwriting, processing loan applications, communicating with churches and administering our day-to-day operations. To assist us in identifying qualified churches for the Fund, we may enter into independent consulting agreements from time to time with a mortgage loan originator to provide us with qualified loan applicants. Each independent originator will be responsible for finding, gathering and presenting appropriate loan documentation for underwriting that will enable our Loan Committee to act upon and review a loan application.

Our principal executive officers and Board of Directors provide oversight to operation and administration of the Fund. These duties generally include (i) reviewing our loan policies and underwriting procedures; (ii) evaluating lending opportunities that are consistent with the Fund's mission and objectives; (iii) developing relations with prospective churches seeking mortgage loans from the Fund; (iv) reviewing the churches' loan performance, financial status and credit quality of the mortgage loan; (v) maintaining proper financing reporting and accounting for the operation of the Fund; (vi) providing oversight of the investments and assets of the Funds; and (vii) reviewing and analyzing monthly financial reports and portfolio status reports and making adjustments as may be needed to our lending and collection policies to insure the safety of the assets in the Fund and profitability of the Fund.

Outstanding Loans

As of December 31, 2022, the Fund's loan portfolio includes 126 mortgage loan investments. The following table provides additional information regarding our mortgage loan investments (the amounts include \$4.4 million in loan participations sold):

<u>Number of loans</u>	<u>Outstanding Principal Amount Per Loan</u>	<u>Aggregate Outstanding Principal Amounts</u>	<u>Percent of Loan Portfolio</u>
28	Less than \$100,000	\$ 1,396,524	2%
35	\$100,000 - \$250,000	\$ 7,061,435	12%
35	\$250,001 - \$500,000	\$ 10,137,646	18%
18	\$501,000 - \$1,000,000	\$ 14,969,218	26%
10	Greater than \$1,000,000	\$ 22,995,295	42%
	TOTAL	<u>\$ 56,560,118</u>	<u>100%</u>

Set forth below are the amounts the Fund had invested in each loan category for the year ended December 31, 2022 and 2021, respectively:

<u>Type of Loan</u>	<u>2022</u>	<u>% of Portfolio</u>	<u>2021</u>	<u>% of Portfolio</u>
Real estate secured	\$ 56,171,167	99.3%	\$ 57,180,701	99.3%
Construction loan	\$ 388,951	.7%	\$ 402,273	.7%

At December 31, 2022, the Fund had no loans that are considered individually material (10% of total assets or greater) to its operations.

The following table sets forth the scheduled maturity dates of our mortgage loan portfolio:

<u>Mortgage Loans Maturing*</u>		
2023	\$	136,639
2024	\$	16,104
2025	\$	247,134
2026	\$	59,433
2027	\$	886,408
Thereafter	\$	55,214,400
Total	\$	56,560,118

* Under the terms of our mortgage loans, the Fund reserves the right to call the loan as of the end of the interest rate adjustment period selected by the borrower. Our mortgage loans typically have an interest rate that is fixed for a period of three or five-year terms, as selected by the church when the loan is made. Accordingly, the maturity date set forth in the table above reflects the final maturity date for such loans, but the Fund reserves the right to call the loan when the initial interest rate period expires in order to protect the Fund's liquidity.

Diversification of Mortgage Loan Portfolio

The following table sets forth, as of December 31, 2022 and 2021, each state in which: the (i) unpaid balance of our mortgage loan constitutes 10% or more of the total unpaid balance of our loan portfolio; and/or (ii) the number of our loans was 5% or more of our total loan balances:

Arizona			
	2022		2021
Unpaid Balance of Loans	\$ 3,132,036	\$	3,230,424
Percentage of Total Loan Balance	6 %		6 %
Number of Loans	4		4
California			
	2022		2021
Unpaid Balance of Loans	\$ 20,276,242	\$	21,108,912
Percentage of Total Loan Balance	36 %		37 %
Number of Loans	32		32

Oregon

	2022	2021
Unpaid Balance of Loans	\$ 4,375,549	\$ 3,962,355
Percentage of Total Loan Balance	8 %	7 %
Number of Loans	12	12

Washington

	2022	2021
Unpaid Balance of Loans	\$ 11,025,228	\$ 11,699,499
Percentage of Total Loan Balance	19 %	20 %
Number of Loans	18	17

International Foursquare Loan Fund

Since 2001, ICFG has operated an internal loan fund that makes loans to ICFG churches and affiliated entities, also referred to as “**IFLF Loans**”. Initially, IFLF Loans were approved with a five-year term but with payments based upon a twenty year amortizing loan payment schedule. Since 2015, loans are generally fully amortizing loans with a twenty (20) year term that reprice every five (5) years. As of December 31, 2022, ICFG held a total of 152 loans with an aggregate loan balance of \$85 million. The breakdown for these loans was as follows:

<u>No. of Loans</u>	<u>Aggregate Amount</u>	<u>Amount of Loan</u>
66	\$3,061,067	under \$100,000
58	\$14,780,026	\$100,000 - \$499,999
11	\$7,334,665	\$500,000 - \$999,999
17	\$59,661,673	\$1 million or more

Although the average loan balance in the IFLF loan portfolio as of December 31, 2022 is \$558,141, if the seventeen (17) loans in excess of \$1 million are excluded, the average loan balance of an IFLF loan is \$186,487.

When ICFG approves an IFLF Loan made to a local Foursquare Church, title to the real property securing the loan is held in the name of ICFG. The ICFG member church, however, agrees to make payments to ICFG under the terms of a corporate borrowing resolution. The interest rate on these IFLF Loans generally ranges from 2.5% to 7.95% with maturities through 2050. While no formal policy directive has been established, ICFG and the Fund have agreed to grant the Fund the right of first refusal to offer and make new loans to ICFG affiliated churches. ICFG may also, from time to time, offer and approve loan workouts, restructurings, modifications and refinancing initiatives for its IFLF loans. In the event that the Fund does not have sufficient liquidity or capacity to originate a loan that meets its underwriting criteria, it intends to work with ICFG and its IFLF Loan program to assist local Foursquare churches and affiliated ministries with their borrowing needs. The Fund may also acquire IFLF Loans that meet its underwriting criteria.

Commercial Mortgage Loans

Under ICFG governing policies and practices, when a charter or district church acquires real property, legal title to such real property is held in the name of ICFG. When a commercial lender makes a mortgage loan to a Foursquare charter or district church, ICFG enters into a mortgage/deed of trust, promissory note and related financing documents required by the commercial lender. While repayment of the mortgage note is the legal responsibility of ICFG, payments for these loans are primarily made by such churches to finance the purchase or improvement of church facilities used by such ICFG church. In the event such ICFG church fails to make required payments of principal and interest on such loans to a commercial lender, ICFG will be required to make such payments. As of December 31, 2022, \$76,698,558 in mortgage debt was owed by ICFG to outside commercial lenders secured by real properties held in the name of ICFG for the benefit of member churches and affiliated entities. Of this total, \$10,493,341 of these loans will mature in 2023.

For Foursquare churches that have decided to become a covenant church and enter into a Covenant Agreement with ICFG, the church will become a separate legal entity. When a Foursquare church enters into a Covenant Church Agreement with ICFG, the local church will hold title to the church's real property and will execute loan documents on behalf of the borrower. Each Foursquare charter or district church that is reconstituted as a covenant church and has a mortgage with an outside commercial lender that is held in the name of ICFG will need to work with such lender to transfer the mortgage loan to the local Foursquare covenant church that becomes a separate legal entity, refinance the loan or work with the Fund to refinance its loan.

For the year ended December 31, 2022, ICFG reported that \$21.3 million in loan payments was paid on member church loans held in the name of ICFG to outside commercial lenders. We anticipate that the Fund over a period of years will be able to replace many of these outside commercial lenders and thereby generate interest income that will be used to pay the holders of the Certificates and assist the Fund in carrying out the mission of ICFG, its member churches and affiliated entities. Once the Fund demonstrates consistent earnings from its operations and establishes a strong capital reserve, we expect that at least 50% of the net increase in our total assets, after appropriate loan loss reserves are funded and payments to investors made, will be available for distribution to ICFG to carry out its mission and conduct evangelistic outreach programs.

Participation Agreements

We expect that the Fund may acquire loan participation interests from commercial lenders or other financial institutions that make loans to ICFG affiliated churches. From time to time, the Fund may also acquire a participation interest in an IFLF Loan. If we acquire a participation interest from a lead lender, all servicing activities for the loans we acquire will be provided by the lead lender under the terms and conditions of a non-recourse participation agreement. In each instance, any participation interest we acquire on behalf of the Fund must be made on terms and conditions that comply with our lending policies and guidelines. For any participation interest we acquire, we will require that a first or co-first mortgage or deed of trust be held as collateral for the Fund. The Fund may permit a commercial lender to originate the loan, but for larger loans that exceed \$2 million, we seek to retain the servicing rights on such loan and share any origination fee. By entering into a loan participation purchase agreement with a commercial lender, the Fund can minimize undue concentration of risk in a larger loan, protect its liquidity and more effectively utilize its capital to serve its borrowers.

Under the terms of a standard form of participation agreement, the lead lender's duties include, but are not limited to, the following: (i) servicing and administration of the mortgage loans acquired as a participation interest on behalf of the Fund; (ii) collecting and disbursing all mortgage loan payments, escrows and deposits for any participation interest loans; (iii) establishing and maintaining custodial and servicing accounts for any participation interest loans; (iv) enforcing loan terms and borrower's obligations under the loan documents; (v) periodic review of each mortgage loan file; (vi) safeguarding the Fund's interest in the property and rights under each participation interest we acquire and exercising our remedies in connection with defaulted non-performing loans; (vii) foreclosing upon, managing and disposing of properties securing the participation interests; and (viii) maintaining accurate books and records with respect to the participation interests that are made by or acquired from the Fund.

Any attorneys' fees, collection costs, insurance and other expenses that are incurred in connection with the exercise of our enforcement remedies under the mortgage loan documents are our responsibility, although we are entitled to recoup such expenses from the borrower in the process of pursuing our enforcement remedies.

Performance and Monitoring of our Loan Portfolio

We regularly monitor and service all of the mortgage loan investments we make to ensure that payments are made when due and produce status reports on these loans for regular meetings held by our Board of Directors. A "nonperforming" loan is a loan which is 90 days or more past due. When a borrower is 30 days or more late on a payment, the Fund's Loan Servicing Department contacts the borrower and works with ICFG's District Supervisor and the church to address the delinquency. If the Fund restructures or modifies a loan, the Fund works with the borrower on a plan to remedy the outstanding delinquency. If we modify a loan or grant concessions, these actions may include permitting the borrower to make interest-only payments for a limited period of time, permit negative amortization of the loan for a specified period, reduce the interest rate for a definite term, forgive a portion of the interest payments due under the loan, grant maturity date extensions of the loan, or approve an arrangement which includes a combination of any of these methods.

When we receive a request for a loan modification or restructure, we evaluate the strength of the borrower's financial condition, pastoral leadership team and board, developments that have impacted the church and its leadership team, local economic conditions, the value of the underlying collateral, the borrower's commitment to sound budgeting and financial controls, whether there is a guaranty of any portion of the indebtedness, debt service coverage for the borrower, availability of other collateral and any other relevant factors unique to the borrower. While we have no written policy that establishes criteria for when a request for restructuring a loan will be approved, our Loan Committee reviews each request, solicits written reports and recommendations from management and summaries of the requests and actions taken by the Loan Committee are presented to the Fund's Board of Directors for their review at regularly scheduled meetings throughout the year. We treat a restructured loan as an impaired loan. We "charge off" or "write off" a loan against our allowance or reserve for loan losses when we believe the collectability of the loan balance is unlikely. Since the inception of the Fund, we have never had a "charge off" or "write off" of any of our mortgage loan investments. As of December 31, 2022 and 2021, none of our mortgage loans were "nonperforming".

COVID-19 Developments

For the year ended December 31, 2020, the Fund granted COVID-19 pandemic relief to 54 borrowers representing approximately \$25.1 million of principal balances on outstanding liabilities owed of the 54 loans granted relief, 6 deferred payments for six months, 7 for a four-month period and the remainder for three months. During 2020, approximately \$717,000 of monthly payments otherwise due were deferred under the Loan Payment Deferral Program adopted by the Fund and offered to our borrowers. Under this relief program, borrowers were permitted to defer payments ranging from three to a maximum of six months with the maturity date of the loan extended to adjust for the relief granted. All but 1 of these loans resumed making regular payments on their loans. The remaining borrower requested further relief and the Fund entered into 9 loan modifications with the borrower. The borrower is making required payments under the terms of the modified loan and the Fund is fully secured in the collateral for this loan. The Fund has discontinued its pandemic relief plan. See "Our Lending Activities – Troubled Debt Restructures on page 29 of this Offering Circular."

For borrowers who have been granted this relief, the Fund has furnished these borrowers with a letter agreement, confirming the deferral of payments, with the maturity date and amortization schedule extended for the duration of the relief granted. Interest continues to accrue under the loans. Under the existing COVID-19 relief policy, the Fund permitted borrowers to defer payments for a limited duration, after which payments would commence amortizing again, but with mortgage payments remaining the same and the amortization schedule kept intact throughout the duration of the loan. As a result, the terms of the loan agreement have been revised to reflect this change in terms. All other provisions of the loan agreement, deed of trust or mortgage remain unchanged.

Given the Fund's strong liquidity position, its strong relationship with its covenant churches who have a direct legal tie to ICFG, the Fund believes it is well positioned to meet its current and future payment obligations under its Certificates. Under the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), financial

institutions that are regulated as insured depository institutions were granted relief from treating loan modifications granted in response to the COVID-19 pandemic as troubled debt restructurings under otherwise applicable generally accepted accounting principles. Further relief was also provided pursuant to an inter-agency statement released on April 7, 2020 by a group of banking agencies that offered further guidance for evaluating whether a loan modification granted in response to the COVID-19 pandemic will constitute a troubled debt restructuring arrangement. Although the interagency statement applies to financial institutions, the Financial Accounting Standards Board (“FASB”) has stated that lenders that are not regulated financial institutions are eligible to apply the guidance to the COVID-19 pandemic related loan modifications granted by the lender. Without this relief granted in response to the COVID-19 pandemic, the Fund would be required to determine whether the concession would not have been granted if it were not for the borrower’s current financial situation. If so, the loan must be tested to see if the loan would be considered an impaired loan. A loan is considered to be impaired when, based up current information and events, it is probable that the lender will not be able to collect all amounts due according to the terms of the loan. When a loan is deemed to be impaired, the lender must write down the loan balance to the current market value of the loan with an appropriate reserve taken to provide an allowance for a possible loss incurred on the loan. When a loan is deemed to be impaired, the Fund’s income statement could be adversely impacted, and the troubled debt restructure must be segregated on the lender’s financial statements.

Under the recent guidance issued by FASB and the interagency statement, we believe we are not required to treat the loan modifications granted in response to the COVID-19 pandemic as a troubled debt restructure.

INVESTMENT ACTIVITIES

The Board of Directors of the Fund is responsible for establishing and revising the Fund’s investment policies. To provide funding for loan commitments and redemption requests and to provide for payment of principal and interest due on the Certificates, we intend to maintain an investment portfolio consisting of cash, marketable securities and other liquid assets. Under our investment policy, no more than 5% of the total portfolio may be invested in a single security, with the exception of U.S. Treasury and government securities. Our general policy is to use all reasonable efforts to maintain cash, cash equivalents, time deposits, and marketable securities at a level equal to at least 8% of our outstanding liabilities. If we enter into a short-term credit facility, we will include the unused portion of such facility as a liquidity source, provided that it does not exceed 2% of our total outstanding liabilities.

Our investment policy provides for a mix of short term investments, fixed income securities and, to a limited extent, equity securities. We seek to limit our exposure to significant swings in the securities markets by investing primarily in short-term to intermediate term investment grade fixed-income securities and adopting asset class diversification practices. Fixed-income investments are generally restricted to corporate bonds, preferred stocks, U.S. government agency securities, U.S. government mortgage-backed securities and U.S. Treasury securities that are rated investment grade or preferred stock of companies listed on a national exchange with a market capitalization in excess of \$1 billion. Short-term investments are generally made in U.S. Treasury Bills, U.S. Government Agency securities, money market funds, corporate commercial paper, money market accounts and certificates of deposit. Our Board of Directors is responsible for the management of these investments. The Fund has not engaged an independent investment advisor to manage its investment assets.

Cash and Investments

At December 31, 2022, our cash and investments were as follows:

<u>Description</u>	<u>Aggregate Principal Balance</u>	<u>Percentage of Liquid Assets</u>
Cash held with ICFG	\$9,319,000	92%
Cash held with financial institutions	\$783,471	8%
Total	\$10,102,471	100%

The following table summarizes the financial results related to our investment activity for the year ended December 31, 2022:

<u>Investment Activities</u>	<u>2022</u>
Investment income	\$109,208

MANAGEMENT

Board of Directors and Executive Officers

Our Board of Directors consists of 5 members who have been appointed pursuant to the Fund's Bylaws. Each Board Member serves for a three-year term. The Board of Directors meets at least annually. Each director may serve multiple and successive terms without limitation. Any revisions, amendments or supplements made to the Fund's Bylaws or Articles of Incorporation must be approved by the ICFG Board of Directors.

No compensation will be paid to the directors for serving in this capacity, but they will be reimbursed for expenses reasonably incurred in carrying out their duties as directors. Our Board of Directors elects our executive officers. Each executive officer serves for a one-year term or until their successors are elected.

The directors and executive officers of the Fund, are as follows:

Name	Age	Position(s)
Randall K. Barton	69	Director and Chairman
Adam Davidson	51	Director
Jarrod Kula	49	Treasurer
Brent R. Morgan	81	Director
Jonathan Phillips	56	President, Vice Chair
Burton E. Smith, Jr.	79	Director
Elizabeth Tapelt	50	Secretary
Mario Zambrano	51	Director

Summaries of the experience of our directors and executive officers of the Fund are set forth below:

RANDALL K. BARTON has served on the Foursquare Financial Solutions Loan Fund Board as Chairman since inception and as President from 2012 to 2015. Mr. Barton is a senior executive and tax attorney with over 40 years of strategic leadership experience advising non-profits, foundations, ministries, universities, and businesses. As CEO (1992-2005), Mr. Barton led the Assemblies of God Financial Services Group a/k/a AG Financial during a period in which its assets grew from \$25 million to a diversified affinity financial firm with \$2.2 billion in assets. Mr. Barton has over 20 years of experience providing executive oversight of church extension funds. Currently, Barton Law Offices serves as General Counsel for a number of private foundations, exempt organizations, and private family offices. Mr. Barton has substantial experience chairing and consulting with boards of local, national, and international organizations. Previously, Mr. Barton served as Mayor of Kirkland, Washington, as Foundation Executive for Northwest University (1984-1992), and Attorney/Partner of Holden, Kidwell, Hahn & Crapo, a law firm located in Idaho Falls, Idaho (1977-1984). Mr. Barton received a Bachelor of Science in Mathematics-Engineering from Northwest Nazarene University (1975), a Doctor of Jurisprudence from the University of Idaho (1977) and has received executive training from Harvard Business School and Tuck School of Business at Dartmouth College.

ADAM DAVIDSON serves on the FFS Loan Fund Board of Directors and as Corporate Secretary and Vice President of Administrative Operations of the International Church of the Foursquare Gospel. This unique role is key in aligning and orchestrating the organization's efforts to achieve its mission through effective and ethical management of business and financial operations. A member of The Foursquare Church since 1975, Adam has served in many leadership roles, including church planter, district administrator, camp director, national church administrator, executive pastor, and (most recently) Director of Administrative Operations. Rev. Davidson has served as a Foursquare minister since 1994, when he completed his bachelor's degree in business from Ball State University. His

background in sales, marketing, business development, finance, human resources, and operations management gives him a business-minded perspective within The Foursquare Church. He also holds a master's degree from Life Pacific University.

JARROD KULA serves as FFS Loan Fund Corporate Treasurer, on the FFS Loan Fund Board of Directors, and as Controller (since 2019) and Chief Financial Officer (since 2023) of the International Church of the Foursquare Gospel. His role includes overseeing financial compliance and accounting matters for ICFG and its entities and included leading the restructure of the ICFG Accounting Department, overseeing changes in the staffing of personnel, and implementation of updated accounting solutions. Previous experience includes serving from 2013 to 2019 as Executive Pastor of The Church on the Way (Van Nuys, CA) and from 1997 to 2013 as Chief Financial Officer of Life Pacific University. His education includes a Master of Business Administration degree from Cal Poly Pomona; and Bachelor's degrees in Economics and Accounting from Pomona College. Rev. Kula is an ordained Foursquare minister and previously was a Certified Management Accountant and Licensed Tax Practitioner (CA).

BRENT R. MORGAN has served on the Foursquare Financial Solutions Loan Fund Board of Directors since December 2015. He is the chairman of the ICFG Board Lending Committee and is a consultant in banking. Mr. Morgan has extensive financial and banking experience and served as Consultant and Acting Chief Credit Officer for American Continental Bank in the City of Industry, CA (2016-2017); Executive Vice President and Chief Credit Officer for Coast National Bank in San Luis Obispo, CA (2011-2016); Senior Associate for Audit One, LLC (2004-2011); Chief Financial Officer and Treasurer for the International Church of the Foursquare Gospel, Los Angeles, CA (1998-2004); Senior Vice President and Chief Credit Officer for United National Bank (1991-1998); Vice President, Security Pacific National Bank, Los Angeles, CA (1971-1990); and International Officer for Citibank, New York, NY (1966-1971). He has taught at the UCLA Extension, Golden Gate University, West Coast University, and the American Institute of Banking. In addition to serving on the Foursquare Financial Solutions Loan Fund Board, Mr. Morgan is a Foursquare credentialed minister and serves on the Foursquare Financial Solutions Board of Directors and the Servant's Council of First Foursquare Church (Van Nuys, CA). Mr. Morgan received a Master of Business Administration from Columbia University (New York, NY) and a Bachelor of Science degree from Northwestern University Evanston, IL).

JONATHAN PHILLIPS has served on the Foursquare Financial Solutions Loan Fund Board and its Executive Committee since inception; currently he serves as President and Vice Chairman and non-voting participant (February 2016-present), and previously as Vice President/Secretary and voting member of the Board (2011-2015). Mr. Phillips currently serves as Director of Aligned Businesses for ICFG (2010-Present), Manager of Corporate Financial Planning, (2007-2009), and Manager of Retirement Services (1999-2006). His prior experience also includes serving as Director of Operations for Cathedral of the Valley Church Schools & College (1993-2000); Project Manager-Fabrication of McDonnell Douglas Corp. (1990-1993); and Project Superintendent of A.F. Anderson Inc. (1984-1990). Mr. Phillips has served as a Board member of the Highland Ranch Inc. (1995-2000) and New Life Ministries Board of Directors (1992-1995). Mr. Phillips received a Bachelor of Business Administration from Point Loma Nazarene University in 1990, and a Master of Business Administration from San Diego State University in 1998.

BURTON E. SMITH, JR. has served on the Foursquare Financial Solutions Board and Foursquare Financial Solutions Loan Fund Board since inception, and since December 2012 has served as the Chairman of the Foursquare Foundation Board. Rev. Smith has served Church of Living Water (Olympia, WA) as Pastor Emeritus (2010-present) and Senior Pastor (1991-2009), and as member of the ICFG Board and Cabinet since 2010. Rev. Smith served as a Divisional Superintendent (1992-2002) and Supervisor of the Evergreen District of ICFG (2002-2009). Rev. Smith's previous experience also includes pioneering and growing Little Country Church (Redding, CA) from 7 to 5,900 members, building Christian schools, and serving on the Continuant Technologies, Inc. Board of Directors as well as working as a title officer/salesperson at California Land & Title Company (1970-1972), in corporate sales for a major Southern California Real Estate Firm in residential/corporate real estate acquisitions, and corporate office location, expansion, and development (1972-1973), Managing Partner for Dominion Financial Corp. (1972-1973), and CFO of Calvary Chapel (Costa Mesa, CA, 1973-1976). Rev. Smith received a Bachelor of Science degree in 1966 and Elementary to Secondary Teaching Credentials in 1967 from Whittier College.

ELIZABETH TAPALT has served Foursquare Financial Solutions and Foursquare Financial Solutions Loan Fund and assisted with corporate recordkeeping since inception. In 2016, she was officially elected as Corporate Secretary for Foursquare Financial Solutions Loan Fund in a non-director capacity. The majority of Mrs. Tapelt's experience

has been supporting religious financial services non-profits in administrative support roles. Past positions include Administrative Support Services to the Office of the CEO for AG Financial (1994 to 2005); freelance Executive and Legal Secretarial Services (2005 to 2011); and Senior Administrative Assistant for Foursquare Financial Solutions (since 2011), where she now serves as Field Services Administrator. Mrs. Tapelt attended Madonna University (Livonia, Michigan) and Central Bible College ministerial school (Springfield, Missouri).

MARIO ZAMBRANO serves on the FFS Loan Fund Board of Directors, as Senior Pastor of San Leandro Vida Nueva Foursquare (San Leandro, CA) since 2015, as a member of the National Hispanic District Board Council, and as a Healthcare Industry Integration Expert for Architecture & Engineering at IBM. He has over 30 years of working in I.T. for multiple industries and multiple fortune 100 companies. Rev. Zambrano displays an excellent balance between technology and the business process lifecycle. Previous experience includes working for IBM, Caterpillar, OH Logistics, Sterling Commerce, Inc., Wells Fargo, Genentech, Inc., and McKesson Corporation. Together with his ministry and personal investment experience, Rev. Zambrano has a well-rounded perspective. He has received education from the University of California—Berkeley in Computer Science and the University of Phoenix in Business Supply Chain Management.

Committees

The Board of Directors of the Fund has established the following committees:

Loan Committee. The Loan Committee consists of at least five members approved by the Fund's Board of Directors. The primary responsibilities of the Loan Committee include reviewing and implementing the credit and loan policies of the Fund and approving loan applications and investments in accordance with the Fund's loan policies and procedures. Currently, the entire Board of Directors serves as the Loan Committee.

Executive Committee. The Executive Committee consists of five members appointed by the Fund's Board of Directors. This Committee coordinates and oversees our financial reporting process, our annual audit process, and work with our outside auditor and our Board of Directors in reviewing our annual financial reports. This committee also reviews our investment policies, periodic and annual financial statements, and capital and operating plans and makes recommendations to our Board of Directors regularly on financial reporting and investment policies. Currently, the entire Board of Directors serves this role and an Executive Committee has not been appointed.

Foursquare Loan Management Committee. Under the Fund's Loan Policies and Procedures Manual, the Foursquare Loan Management Committee exercises day to day management oversight of the Fund's lending operations. In addition to exercising oversight of the Fund's lending operations, the Foursquare Loan Management Committee is authorized to approve small loans and underwrite tier one or tier two credits. The Foursquare Loan Management Committee membership consists of the Fund's President, Treasurer, Secretary and an assigned credit analyst for the particular loan or loan application.

Loan Delinquency Committee. The Loan Delinquency Committee consists of the members appointed by the Fund's Board of Directors. This Committee provides oversight and monitors the Fund's troubled debt restructuring efforts, loan workouts and modifications, and non-performing loans. The Loan Delinquency Committee also provides regular reports to the Fund's Loan Committee as to the status of all non-performing loans owned by the Fund. Currently, the Foursquare Loan Management Committee serves as the Loan Delinquency Committee.

Related Party Transactions

As of the date of this Offering Circular, we do not have any agreements with, or loans entered into with our officers and directors. We have adopted a conflicts of interest policy that governs transactions entered into or with our officers or directors or affiliated entities. Under this policy, any transactions between us and an officer or director must be on terms and conditions no less than favorable to us than could be obtained from an unaffiliated third party.

Staffing. The employees retained by the Fund will receive compensation and will be paid a salary as employees of ICFG, but certain of which costs will be paid by the Fund to ICFG. Our President serves in a broad role with ICFG and in that capacity will also devote his efforts and attention to providing the role of Fund president. The

Fund's other employees, also employed by ICFG, will work with the President and carry out the services of the Fund. In addition, ICFG may also provide certain accounting, and operational services to the Fund. The Fund will reimburse ICFG for all staffing, personnel, accounting and human resources services costs provided to the Fund. For the year ending December 31, 2023, the Fund expects that the costs incurred for ICFG providing these services will not exceed \$250,000.

Office Space. We will use space provided by ICFG to assist us in maintaining the Fund. No rental payments or other payments will be made to ICFG for use of any necessary office space and property related services.

Affiliate Investments. ICFG, FFS, and its affiliated organizations from time to time have invested in our Certificates. We may also sell one or more of our participation interests or loan investments to ICFG, FFS, or an affiliated entity. As of December 31, 2022, ICFG held \$7.0 million of the Fund's investment Certificates and also held a \$4.3 million loan participation interest with the Fund.

Loan Purchases. We may acquire whole loans or participation interests from ICFG that meet our underwriting policies and guidelines and are approved by our Loan Committee.

Independent Consultant Agreement. On April 1, 2015, the Fund entered into an Independent Consulting Agreement with Church 1st Financial Solutions, LLC ("Church 1st") pursuant to which Church 1st will act as a loan originator and provide credit analysis, loan underwriting and closing services. Church 1st will receive a fixed fee of \$5,000 per month for providing this service. The Agreement with Church 1st has been renewed for another one-year term effective as of January 1, 2023. The Agreement may be terminated by either party for cause. The Fund may also terminate the Agreement without cause after giving sixty 60 days' written notice to Church 1st. Upon termination of the Agreement without cause, the Fund will be obligated to pay Church 1st the fixed monthly fee for the remaining term of the Agreement. R. Bryan Barton, the principal owner of Church 1st is the son of the Fund's Chairman of the Board, Randall K. Barton.

IFLF Loans. The Fund and ICFG will be each managing and operating two separate loan funds that will hold loans entered into with member ICFG churches. When making loan investment decisions, the Fund may be faced with opportunities to (i) acquire loans or participation interests that have been originated by ICFG; (ii) refinance a loan made to a member ICFG church by an outside lender; or (iii) originate a new loan. Because the Fund will have members on its Board of Directors that may also serve on the Board of Directors of ICFG, FFS or an affiliated entity, there may be conflicts of interest that arise in connection with the approval of new loan investments made on behalf of the Fund. To address these perceived conflicts, we have adopted an informal policy which acknowledges that ICFG will continue to work with local Foursquare churches that have an IFLF loan and may offer loan modifications, workouts, restructuring alternatives and refinancing initiatives for such borrowers. In the event the Fund has insufficient liquidity or lending capacity to originate a loan that meets its underwriting criteria, it intends to work with ICFG and its IFLF loan program to assist Foursquare churches and its ministries with their borrowing needs. Under an informal policy arrangement, the Fund has also been granted the right of first refusal to make new loans to ICFG churches.

DESCRIPTION OF CERTIFICATES

General

The Certificates we are offering by this Offering Circular will be unsecured debt obligations of the Fund. Our Term and IRA will be issued with a fixed maturity term and will be subject to the terms and conditions set forth below. We are also offering Demand Certificates which may be redeemed, in whole or in part, at any time upon at least thirty (30) days prior written notice to us, subject to the availability of funds. Demand Certificates offer an interest rate that may be adjusted from time to time on a quarterly basis. As required by applicable state law, certain provisions that govern the Certificates may be superseded to the extent there is any inconsistency. You should review the state specific information applicable to your state of residence commencing on page (iv) of this Offering Circular. We will issue the Certificates pursuant to this Offering Circular.

Issuance of Certificates

The Term and IRA being offered have a fixed duration, earn a fixed rate of interest and are payable at maturity. Our Demand Certificates do not have a fixed term. We will issue the Certificates only in book-entry form, in denominations of \$1,000 and integral multiples of \$1,000. The minimum investment amount to purchase a Term or IRA is \$1,000. The minimum investment amount to purchase a Demand Certificate is \$5,000.

For investments in excess of \$250,000, we reserve the right to sell the Certificate with a different interest rate, depending upon the then current market rates of interest. When the interest rate and maturity term of a negotiated Certificate in which \$250,000 or more is being invested has been confirmed by us as evidenced by a signed and accepted Application for Investment, the Certificate, its interest rate and maturity terms will be fixed and no longer subject to change. To qualify for a negotiated Certificate, the investor must commit a minimum of \$250,000 to purchase the Certificate. Unless we supplement the Offering Circular, no change in the interest rates or maturity dates of the Term Certificates will be made. The interest rate on our Demand Certificates may be adjusted prospectively as the Board of Directors determines but typically on a quarterly basis on January 1, April 1, July 1 and October 1 of each year.

Principal, Maturity and Interest

We are offering Term Certificates with terms ranging from twelve (12) months to five (5) years in an aggregate principal amount of \$100,000,000. Interest on the Term Certificates will accrue from the date of issuance of the Certificate, with the principal paid at maturity. Each Certificate represents the right of the Certificate owner to be paid the face amount or principal balance thereof plus accrued interest at the interest rate provided. Interest payable on the Certificates will be payable based upon a 365-day year. Our Demand Certificates may be redeemed, in whole or in part, at any time when the investor furnishes at least thirty (30) days prior written notice, subject to the availability of funds.

Interest Rate

The current interest rates for our Certificates are listed on the cover page of this Offering Circular and are posted on our website or any supplement issued under our Offering Circular. The interest rate set for a particular term on our website, this Offering Circular or any Rate Sheet supplement thereto may change before you purchase a Certificate. Please contact our offices for further information or updated interest rates before you purchase our Certificates. The Fund's Board of Directors reviews the rates paid on our Certificates typically on a quarterly basis.

Interest on the Certificates will compound on a calendar quarterly basis and will be based on a 365-day year. Except for a Demand Certificate, each investor may choose to have interest payments made quarterly, annually or added to the principal balance of the Certificate, subject to the availability of funds and terms of the Certificates. No compounding of interest will be made if you choose to receive your interest payments quarterly by check or direct deposit. For investments made through an IRA, interest will be compounded. Interest earned on our Demand Certificates is compounded quarterly on the last business day of each calendar quarter. Except in certain states where prohibited by applicable state law, the Term Certificates will be automatically reinvested at maturity for the term Certificate that matches the original term of the Certificate if you do not request payment at maturity. The interest rates in effect for a one, two, three, four or five-year term Certificate at the time the Certificate is automatically reinvested will be the new fixed rate for the reinvested Certificate. Any changes in the interest rate we offer on new Certificates will not affect our issued and outstanding Certificates prior to their stated maturity date, whether in their initial term or any reinvestment term.

When the Fund accepts a Certificate with a minimum investment of \$250,000, the Fund may offer a negotiated interest rate to the investor. In that instance, the Application to Purchase will memorialize the negotiated interest rate entered into with the investor that purchases a Certificate.

Once we receive an executed Application to Purchase a Certificate and appropriate funds, the Certificate will commence accruing interest from the date of issuance. If we receive funds and the executed Application to Purchase on a non-business day or after 12:00 pm Pacific Time on any business day, the date of issuance will be the next

business day. Interest paid when due will be paid as simple interest, while interest that is allowed to compound will result in a higher yield to maturity.

Centennial Certificates

The Fund is offering Centennial Certificates to celebrate the 100th anniversary of the founding of the Foursquare movement with the establishment of its first Foursquare Gospel church, located at Angelus Temple, in Los Angeles, California in 1923. The Fund will be offering during the period ending August 31, 2023 one-year Term Certificates at an interest rate of 4.5%. The Fund may extend the offering period for the Centennial Certificate to June 30, 2024. The maximum amount that can be purchased under a Centennial Certificate is \$250,000. The Certificates will be restricted to new funds placed into the Fund. If an investor holds a Demand Certificate or Term Certificate, the investor will not be permitted to renew an existing Term Certificate that matures or request a redemption of a Demand Certificate and then purchase a Centennial Certificate if the purchase is made within a period of ninety (90) day after funds are redeemed from a Demand or Term Certificate. For example, if an investor holds a three-year Term Certificate that matures on December 31, 2023, the investor cannot re-invest the proceeds from this Certificate to purchase a Centennial Certificate if the purchase is made prior to March 30, 2024. If, however, the investor renews the three-year Term Certificate at maturity with an interest rate of 4.375%, the investor could invest new funds into a Centennial Certificate with a rate of 4.5%. All other terms and conditions of a one-year Term Certificate will apply to a Centennial Certificate.

Demand Certificates

We are offering up to \$25,000,000 of our Demand Certificates in this Offering. Demand Certificates may be redeemed, in whole or in part, when the investor provides at least thirty (30) days prior written notice. The interest rate on our Demand Certificates is set at the time the Certificate is purchased. We reserve the right to adjust the interest rate paid on our Demand Certificates on a quarterly basis on the first day of January, April, July and October each year. Interest earned on the Demand Certificates is compounded quarterly on the last business day of each quarter. Investors may invest additional amounts in a Demand Certificate by sending us written instructions on an appropriate form, together with a check for the amount to be invested or a wire or electronic funds transfer. Redemption of a Demand Certificate is subject, however; to availability of funds. No early redemption penalty is imposed when a partial or complete redemption request is made. In the event we do not have sufficient funds to satisfy redemption requests for any of our Term or Demand Certificates at the time they are made, it is our policy to honor requests in the order in which they are received.

We generally require that a minimum investment amount of \$5,000 be made when a Demand Certificate is acquired. When a withdrawal or request to invest additional principal is made, the maximum amount requested must be at least \$500. We generally authorize up to three withdrawals to be made in any calendar month. We reserve the right to redeem a Demand Certificate when the amount invested is less than \$1,000. Additional contributions may be made to a Demand Certificate in \$100 increments. We will furnish investors in our Demand Certificates a statement including any additions, withdrawals and interest credited, withdrawn or accumulated on a quarterly basis.

IRA Certificates

We offer IRA Certificates to owners who establish an Individual Retirement Account. The minimum investment amount is \$1,000. IRA Certificates are offered solely as Term Certificates with a term of five years. The interest paid on an IRA Certificate will have the same interest rate as the 5-year Term Certificate unless otherwise determined by the Board of Directors. As of the date of this Offering Circular, the interest rate paid on a 5-year term IRA Certificate is 5.0%.

Redemption Prior to Stated Maturity

The Term Certificates may be redeemed prior to stated maturity only as set forth below. Although we may choose to grant a request from an investor that demonstrates exceptional need or hardship, we have no legal obligation to honor a redemption request.

Our Right to Redeem. We have the right to call any Certificates for redemption without premium at any time. If we exercise our discretionary right of redemption, we will give the affected Certificate holders thirty (30) days' notice that we intend to redeem their outstanding Certificates. If a Certificate is redeemed, we will be required to pay the face amount or principal balance of the Certificate, as applicable, plus accrued interest (less any interest already paid to you).

Request by Holder. Prior to maturity, you may request that we redeem all or a portion of your Term Certificate. We have no legal obligation to grant your redemption request. If we grant your request for a redemption, we may impose a redemption penalty, in our sole discretion, as follows:

Maturity Date	Redemption Penalty
60 months	Up to 120 days of interest
48 months	Up to 105 days of interest
36 months	Up to 90 days of interest
24 months	Up to 75 days of interest
12 months	Up to 60 days of interest

For our jumbo Certificates which are held by investors that have invested a minimum of \$250,000 to purchase a single Certificate, the Fund's Board of Directors in its September 2013 meeting agreed to amend its redemption penalty policy for our one-year Certificates. Under the revised policy, if an investor has invested a minimum of \$100,000 in one of our one-year Certificates, the investor will be given an option to accept the currently published fixed interest rate offered by the Fund for a one-year Certificate at the time the Certificate is purchased. In that instance, no redemption penalty will be imposed by the Fund on the one-year Certificate that has been purchased if the investor chooses to withdraw funds from their Certificate prior to the maturity date of such Certificate.

Redemption of Certificates at Maturity

Term Certificates will be redeemed at the expiration of each Certificate's term by the payment of all principal and accrued and unpaid interest on the Certificate subject to the availability of funds. We will furnish you with written notice at least thirty (30) days prior to the maturity of the Certificate. Unless prohibited by applicable state law, for our Term Certificates, the maturity notice we will send you will advise that the Certificate will be automatically reinvested in a term Certificate equal to the original term unless you notify us in writing prior to the maturity date that you do not wish to reinvest in a new Term Certificate. When we notify you of the maturity date and automatic renewal of your Term Certificate, we will also notify you of the interest rate that will apply to the reinvested Certificate. We reserve the right to pay you principal and accrued interest due to you at maturity and not permit you to reinvest your Certificate. In the event you choose not to reinvest in a new Term Certificate, we will promptly pay the outstanding principal balance plus accrued interest at maturity, subject to the availability of funds. A check in such amount will be mailed on the maturity date of the Certificate to the holder of the Certificate.

Additional Indebtedness

Although from time to time we may borrow funds from banks or other lenders, we intend to primarily rely on the sale of Certificates to fund our lending activities. If we grant a security or first lien on up to 10% of our total tangible assets (total assets less intangible assets), your interest as an unsecured investor will have lower priority than the secured debt we incur. Holders of Certificates, including prior certificates and future investors in the Certificates, will have equal ranking ("pari passu") with all existing and future investors in the Certificates and would be entitled to receive a pro rata payment based upon the principal balance of the Certificate held by such investor.

Transfer

Although we do not prohibit the transfer of a Certificate under this Offering Circular, any sale, assignment or transfer of the Certificate is subject to restrictions on transfer that may be applicable under federal or state securities laws. There is no established market for the Certificates and it is unlikely that any will develop in the future. In the case of emergency or hardship, the investor may be required to locate a buyer if the Certificate is to be sold prior to its maturity date. Any buyer, if located, may demand that a discount be given for such a private sale.

Book-Entry for Certificates

No written form of Certificate will be furnished to you evidencing your investment. We will use a book-entry system to track all investments made and accrued balances in your account. Under a book-entry system, we will keep an electronic record of your investment account and will send you written confirmation evidencing your investment in a Certificate. We will also mail or send you by electronic transmission periodic statements showing any subsequent additions, investments, redemptions and the balance of your investment account.

Electronic Funds Transfer

You may make periodic investments in our Certificates as well as receive interest payments via electronic transfer. In order to use this electronic fund transfer option, you will need to authorize us to withdraw and deposit funds from or into your bank account or another similar account. You may revoke this authorization at any time if you give us at least fifteen (15) days prior written notice.

Gifting of Certificate

You may elect to gift-over your Certificate to an ICFG designated fund, ICFG member church or affiliated agency or institution upon your death. If you make this election, you are entitled to revoke it at any time prior to your death by furnishing written notice to us. In the event you do not revoke this election, we will transfer ownership of the Certificate to your designated beneficiary. You may also choose to benefit an ICFG church, ministry or fund by designating that any interest earned on the Certificate will be paid to your designated ICFG church, ministry or fund. Cancellation of this gifting election may be made at any time effective thirty days after we receive your written notice of cancellation.

INVESTMENT PROCEDURES

General

If you intend to purchase a Certificate, please complete the Purchase Application that is attached hereto as Exhibit "B". The minimum opening investment in a Term Certificate is \$1,000. For an investment made in a Demand Certificate, we require a minimum investment of \$5,000. Please send your completed and manually signed Purchase Application, together with a check made payable to Foursquare Financial Solutions Loan Fund, Inc. in the amount of the initial investment to the address on the cover page of this Offering Circular. Payment may also be made by wire transfer of funds. If you wish to transfer funds by wire transfer, you should furnish us with wire notification instructions at least two business days before funds are wired.

Your purchase of a Certificate will be completed when we (i) receive your completed and signed Purchase Application; (ii) confirm receipt of funds necessary to make your investment; (iii) confirm that you are an eligible investor in the Fund in accordance with the terms of the Offering Circular; and (iv) deliver our written confirmation of your investment in the Fund. We reserve the right to reject any application, or not sell any Certificate to any person and will return your funds to you if we decide not to sell a Certificate to you. All investments made will be confirmed in writing.

Ownership of a Certificate

Certificates may be purchased in your own name, by an ICFG agency, fund, mission, or ICFG church or in any of the following ways:

(i) Joint Ownership. If you and another person wish to purchase a jointly-owned Certificate, both of you will be required to complete and sign a Purchase Application. Joint owners will be treated as joint tenants with right of survivorship. Unless otherwise instructed, we will make all payments of interest and principal on the Certificates in both of the owners' names. A joint owner may give us instructions, including whether to redeem the Certificate at maturity, but if we receive conflicting instructions from the joint owners, we may refuse to take any requested actions unless ordered to do so by a court of competent jurisdictions. We require that an investment in our Certificates that is to be held by joint owners specify a primary owner. We will report interest earned on a jointly owned Certificate using the social security number of the primary owner. In the event of death of one of the joint owners of a Certificate, the surviving owner will automatically receive full ownership of the Certificate. To effect transfer of the deceased owner's interest to the surviving owner, we will require satisfactory proof of the death of the joint owner.

(ii) IRA Investments. You may use a self-directed Individual Retirement Account, Roth IRA or Coverdell Education IRA to purchase a Certificate. Under a self-directed IRA arrangement, an investor will need to establish an account with an IRA custodian that will permit the investor to use the funds in the IRA account to purchase the Certificates. Alternatively, if you have an existing self-directed IRA, prospective investors will need to check with their existing IRA trustee or custodian to determine whether your self-directed IRA may invest in the Certificates. We have entered into an agreement with GoldStar Trust Company ("GoldStar"), a Canyon, Texas based company, whereby GoldStar has agreed to assist our investors establishing a self-directed Individual Retirement Account to facilitate the purchase of a Certificate. GoldStar has agreed to assist in establishing IRA arrangements that will accommodate roll-overs from an existing IRA or the opening of a new account. Acting as custodian of this self-directed IRA account, GoldStar will invest IRA funds in accordance with your instructions.

We reserve the right to limit or restrict the amount of roll-overs or transfers from IRA accounts. Interest on an investment held by a trustee or custodian for an IRA account must be compounded quarterly at the end of each calendar quarter. Any Certificate purchased as an IRA investment will be subject to the same terms, conditions and provisions of a Certificate with the same term to maturity. When you establish an IRA with GoldStar, you will be responsible for the set-up costs in opening the IRA self-directed account. Our current policy provides that we will pay the annual fee charged by GoldStar to maintain the account, provided that substantially all of the assets in the account are invested in the Certificates. We reserve the right to require that a minimum amount be invested in the Certificates in order to accept an IRA investment in the Certificates and we may revise our agreement with GoldStar from time to time. In the event there is a change in our cost sharing arrangement for self-directed IRA accounts, we will furnish the investor with notice of such change at least thirty (30) days prior to the effective date of such change.

(iii) Trusts. Certificates may be purchased in the name of a revocable or irrevocable trust, to be issued in the name of the trustee, in their capacity as trustee of the trust named in the Purchase Application. Unless otherwise specifically noted on the Purchase Application, the signature of all trustees will be required to redeem a Certificate or take any other action requiring the consent of the Certificate holder.

(iv) Custodian for Minor. We will permit investors to hold their Certificates in their capacities as custodians for the benefit of a minor under the California Uniform Transfer to Minor Act ("UTMA"). Under the UTMA, an adult family member will be entitled to invest in a Certificate on behalf of a minor without having to formally establish a trust or guardianship. If ownership is to be held under this arrangement, ownership will be recorded in the name of the adult family member as "custodian for minor under the California Uniform Transfer to Minors Act". Any decision to transfer, gift over, or purchase a Certificate for or to a minor under the UTMA will be irrevocable as required by law. When the minor reaches 21 years of age, the Certificate will automatically become the unrestricted property of the minor. We urge you to consult with your attorney or financial advisor for more specific information about a purchase or transfer under the UTMA, including potential tax benefits and consequences.

Additions to Principal

You may also add to the principal amount of a Certificate you have purchased in any amount if the interest rate on your Certificate is the same or below the interest rate we would pay if you purchased a new Certificate for the same term. Any principal amount you add to the Certificate you have invested in will earn interest at the rate stated on your Certificate as issued rather than the rate then in effect for a Certificate for the same term. The minimum amount of principal that may be added to your Certificate must be at least \$1,000.

TAX MATTERS

General

The following discussion is a summary of certain federal income tax considerations relevant to the purchase, ownership and disposition of the Certificates by investors acquiring the Certificates in this Offering but does not purport to be a complete analysis of all potential tax effects and is not intended or written to be used, and cannot be used, by any taxpayer for the purpose of avoiding tax penalties. The discussion is based upon the IRC, applicable Treasury Regulations promulgated and proposed there under, rulings and pronouncements and judicial decisions now in effect, all of which are subject to change at any time by legislative, judicial or administrative action. Any such changes may be applied retroactively in a manner that could adversely affect an owner of the Certificates.

We have not sought and will not seek any rulings from the Internal Revenue Service with respect to the tax considerations relevant to owners of the Certificates. The tax treatment of an owner of Certificates may vary depending on such owner's particular situation or status. Certain owners (such as tax-exempt organizations, foreign individuals, IRAs or retirement plans) may be subject to special rules not discussed below. In addition, the discussion does not consider the effect of any applicable state, local or other tax laws.

No Charitable Deduction

Although we are a Section 501(c)(3) organization under the IRC, the purchase of a Certificate is not a donation to a religious organization, but is an investment. Investors will not be entitled to a charitable deduction upon the purchase of a Certificate.

Interest

The interest paid on Certificates is not exempt from federal or state income taxes. Unless you hold your Certificate through an IRA, the interest paid or payable on Certificates will be taxable as ordinary income to the owner in the year it is earned and paid. More specifically, for federal and state income tax purposes, the stated interest paid on the Certificates will be included in the "gross income" of the Certificate owners and may be subject to federal and state income taxation when paid.

Current federal tax laws and regulations require that all interest earnings be reported to the Internal Revenue Service and to the Certificate owner by sending the Certificate owner a Form 1099 by January 31st each year stating the interest earned on your Certificate during the previous year. Unless you hold your Certificate through an IRA, the brokerage firm or bank that handles your account will provide a Federal Income Tax Form 1099-INT or the comparable federal form to you by January 31st of each year. You will not be taxed on the return of any principal amount of your Certificate or on the payment of interest that was previously taxed. Payments of interest may also be subject to "backup withholding" of federal income taxes (currently at the rate of 24%) if you fail to furnish a correct social security number or other tax identification number to us, or if the IRS has informed us that you are subject to backup withholding.

Sale, Exchange or Redemption

In general, an owner of a Certificate will recognize gain or loss upon the sale, exchange or redemption of a Certificate measured by the difference between (a) the amount of cash and fair market values of property received in exchange therefore, and (b) the owner's adjusted tax basis in such Certificate. Your adjusted tax basis of a Certificate generally will equal your original cost for the Certificate, increased by any accrued but unpaid interest you previously included in income with respect to the Certificate and reduced by any principal payments you previously received with respect to the Certificate. Any gain or loss will generally be treated as capital gain or loss. This capital gain or loss will be long-term capital gain or loss if the Certificate has been held for more than one year and otherwise short-term capital gain or loss. Any gain or loss on the sale or exchange of a Certificate is subject to applicable state and federal income tax laws. Investors who hold Certificates until their maturity will not be taxed on the return of the principal purchase price.

If you intend to purchase a Certificate through an IRA, there are special tax rules that govern the investment. Accordingly, consultation with a competent tax or financial advisor is recommended.

The foregoing summary does not discuss all aspects of U.S. tax laws that may be relevant to a purchaser of the Certificates. For example, it does not address special rules that may apply if you are a financial institution or tax-exempt organization, or if you are not a citizen or resident of the United States. It also does not address the special tax rules that apply in the event that a Certificate is purchased through an IRA, tax qualified retirement plan, SEP, 403(b) plan or other benefit plan.

Net Investment Income Tax

If investors have net investment income, when added to their own modified adjusted gross income, that exceeds \$200,000 for an unmarried individual, \$250,000 for a married taxpayer filing a joint return (or a surviving spouse), or \$125,000 for an unmarried individual filing a separate return, they will be subject to an additional 3.8% Medicare tax on their "net investment income". An investor's net investment income will generally include its interest income and net gains from the disposition of a Certificate. As a result, certain investors may be subject to an additional 3.8% tax on all or substantially all of their income and gains received from the Certificates.

The foregoing summary does not discuss all aspects of U.S. tax laws that may be relevant to a purchaser of the Certificates. For example, it does not address special rules that may apply if you are a financial institution or tax-exempt organization, or if you are not a citizen or resident of the United States. It also does not address the special tax rules that apply in the event that a Certificate is purchased through an IRA, tax qualified retirement plan, SEP, 403(b) plan or other benefit plan.

LEGAL PROCEEDINGS AND OTHER MATTERS

As of the date of this Offering Circular, there were no lawsuits, actions or other legal proceedings or claims pending against us, and we are not subject to any adverse order, judgment or decree of any court, governmental authority or administrative body. None of our officers or directors, during the last ten years, have been convicted in any criminal proceedings, or was the subject of any order, judgment or decree of any court enjoining them from any activities associated with the offer or sale of securities.

Our legal counsel has provided an opinion letter to us as to the validity, legality and enforceability of the Certificates subject to this Offering.

ADDITIONAL INFORMATION

We may file certain documents with the appropriate agencies of the states in which the Certificates are offered for purchase, including certain exhibits and amendments thereto for the offer and sale of the Certificates offered hereby.

The information contained above is subject to change without notice and no implication is to be derived therefrom or from the sales of the Certificates that there has been no change in our affairs from the date of such information. This Offering Circular is submitted in connection with the sale of Certificates referenced to herein and may not be reproduced or used, as a whole or in part, for any other purpose. Any statements in this Offering Circular involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Offering Circular is not to be construed as a contract or agreement between the Fund and the purchasers or registered owners of any of the Certificates.

ANNUAL REPORTS

While any of our Certificates are outstanding, our policy is to make available to our investors, upon request, our audited financial statements within 120 days of our fiscal year end. We may also include information on our website about our Certificates.

PLAN OF DISTRIBUTION

We are offering interests in the Certificates on a continuous basis directly through our officers and directors. No underwriting or selling agreement has been entered into and no commissions will be paid to any persons or organizations in connection with the offer and sale of interests in the Certificates.

Information regarding the Certificates and the Fund may be found on our website, and, from time to time, we distribute brochures, information bulletins and mailings to current and former investors and ICFG organizations.

We provide a copy of the Offering Circular to each prospective investor prior to an investment being made. No minimum amount must be sold in order for us to accept any investment application. Our current policy is to make available existing investors a copy of the revised Offering Circular each year, including annual financial statements, as well as copies of any supplements to the Offering Circular.

We reserve the right to accept or reject an Application to Purchase in our sole discretion and impose limitations on the amount accepted.

PRIVACY NOTICE

The U.S. federal government and certain state governments have taken steps to assure the protection of nonpublic personal information that businesses and organizations obtain from their investors and customers. Protecting your privacy is important to us. We want you to understand what information we collect, how we use it and the steps we take to protect that information. We have recently updated our policies regarding these matters as follows:

- Information we collect: We collect nonpublic personal information about our investors on the forms we receive from you and in connection with the transactions you conduct with us. This information may include, among other things, your first and last name, address, e-mail address, telephone number, social security number, bank account information, and other information that permits us to contact you either electronically or by other means, to maintain and store this information through the use of these identifying items, and to perform financial transactions for you.
- Information we disclose: We do not disclose any nonpublic personal information about our investors or former investors to anyone outside of the Fund, except as permitted or required by law. For example, nonpublic personal information may be disclosed to third parties providing essential

services to us who have contracted to maintain the confidentiality and security of the information; or to law enforcement personnel pursuant to proper authority.

- Confidentiality and Security: Furthermore, we limit access to nonpublic personal information about our investors and former investors to those employees who need to know that information to perform their job responsibilities. We maintain procedural safeguards to guard the nonpublic personal information of our investors.

WEBSITE

We have established a website that can be accessed at www.4sqfs.org. Unless we post the Offering Circular or any supplement thereto on our website, no information that we place on the website is part of the Offering Circular or any supplement thereto.

EXHIBIT A

FINANCIAL STATEMENTS

The audited financial statements prepared by the Fund for the years ended December 31, 2022, 2021, and 2020 are attached hereto as part of this Offering Circular.

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

Financial Statements
With Independent Auditors' Report

December 31, 2022, 2021, and 2020

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Foursquare Financial Solutions Loan Fund, Inc.
Los Angeles, California

Opinion

We have audited the accompanying financial statements of Foursquare Financial Solutions Loan Fund, Inc., which comprise the statements of financial position as of December 31, 2022, 2021, and 2020, and the related statements of activities, functional expenses, and cash flows for each of the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Foursquare Financial Solutions Loan Fund, Inc. as of December 31, 2022, 2021 and 2020, and the changes in its net assets and cash flows for each of the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Foursquare Financial Solutions Loan Fund, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Foursquare Financial Solutions Loan Fund, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Board of Directors
Foursquare Financial Solutions Loan Fund, Inc.
Los Angeles, California

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Foursquare Financial Solutions Loan Fund, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Capin Crouse LLP

Ontario, California
June 23, 2023

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

Statements of Financial Position

	December 31,		
	2022	2021	2020
ASSETS:			
Cash and cash equivalents	\$ 10,102,471	\$ 15,154,721	\$ 8,108,146
Notes receivable	51,661,155	52,559,798	59,669,855
Other assets	215,259	216,737	277,498
	<u>\$ 61,978,885</u>	<u>\$ 67,931,256</u>	<u>\$ 68,055,499</u>
LIABILITIES AND NET ASSETS:			
Liabilities:			
Accounts payable and accrued expenses	\$ 13,110	\$ 14,568	\$ 3,961
Deposits payable	66,328	175,119	18,574
Loan certificates payable	55,667,945	62,297,883	63,536,236
	<u>55,747,383</u>	<u>62,487,570</u>	<u>63,558,771</u>
Net assets:			
Without donor restrictions	6,231,502	5,443,686	4,496,728
	<u>6,231,502</u>	<u>5,443,686</u>	<u>4,496,728</u>
Total Liabilities and Net Assets	<u>\$ 61,978,885</u>	<u>\$ 67,931,256</u>	<u>\$ 68,055,499</u>

See notes to financial statements

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

Statements of Activities

	Year Ended December 31,		
	2022	2021	2020
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:			
Revenues:			
Loan interest	\$ 2,376,698	\$ 2,714,418	\$ 2,834,285
Fees for service	40,693	69,278	79,628
Investment income	109,208	128,532	90,037
Total revenue	<u>2,526,599</u>	<u>2,912,228</u>	<u>3,003,950</u>
Expenses:			
Interest expense	1,253,240	1,593,048	1,608,549
General and administrative	494,543	445,222	554,254
Provision for uncollectible notes receivable	(9,000)	(73,000)	89,000
Total expenses	<u>1,738,783</u>	<u>1,965,270</u>	<u>2,251,803</u>
Change in Net Assets Without Donor Restrictions	787,816	946,958	752,147
Net Assets, Beginning of Year	<u>5,443,686</u>	<u>4,496,728</u>	<u>3,744,581</u>
Net Assets, End of Year	<u>\$ 6,231,502</u>	<u>\$ 5,443,686</u>	<u>\$ 4,496,728</u>

See notes to financial statements

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

Statements of Functional Expenses

	Year Ended December 31, 2022		
	Program Services	General and Administration	Total
Interest	\$ 1,253,240	\$ -	\$ 1,253,240
Salaries and benefits	-	247,808	247,808
Legal and professional fees	-	134,218	134,218
Other	-	112,517	112,517
Uncollectible accounts	-	(9,000)	(9,000)
	<u>\$ 1,253,240</u>	<u>\$ 485,543</u>	<u>\$ 1,738,783</u>

	Year Ended December 31, 2021		
	Program Services	General and Administration	Total
Interest	\$ 1,593,048	\$ -	\$ 1,593,048
Salaries and benefits	-	199,189	199,189
Legal and professional fees	-	166,686	166,686
Other	-	79,347	79,347
Uncollectible accounts	-	(73,000)	(73,000)
	<u>\$ 1,593,048</u>	<u>\$ 372,222</u>	<u>\$ 1,965,270</u>

	Year Ended December 31, 2020		
	Program Services	General and Administration	Total
Interest	\$ 1,608,549	\$ -	\$ 1,608,549
Management fees	-	199,004	199,004
Salaries and benefits	-	132,575	132,575
Legal and professional fees	-	131,011	131,011
Other	-	91,664	91,664
Uncollectible accounts	-	89,000	89,000
	<u>\$ 1,608,549</u>	<u>\$ 643,254</u>	<u>\$ 2,251,803</u>

See notes to financial statements

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

Statements of Cash Flows

	Year Ended December 31,		
	2022	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:			
Change in net assets	\$ 787,816	\$ 946,958	\$ 752,147
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:			
Provision for uncollectible notes receivable	(9,000)	(73,000)	89,000
Changes in operating assets and liabilities:			
Other assets	1,478	60,761	(81,975)
Accounts payable and accrued expenses	(1,458)	10,607	(4,563)
Deposits payable	(108,791)	156,545	(5,364)
Net Cash Provided by Operating Activities	<u>670,045</u>	<u>1,101,871</u>	<u>749,245</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Collection of notes receivable	3,284,335	19,874,818	3,391,153
Issuance of notes receivable	<u>(2,376,692)</u>	<u>(12,691,761)</u>	<u>(12,152,324)</u>
Net Cash Provided (Used) by Investing Activities	<u>907,643</u>	<u>7,183,057</u>	<u>(8,761,171)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from loan certificates payable	11,659,674	11,358,401	15,952,955
Payments of loan certificates payable	<u>(18,289,612)</u>	<u>(12,596,754)</u>	<u>(4,340,891)</u>
Net Cash Provided (Used) by Financing Activities	<u>(6,629,938)</u>	<u>(1,238,353)</u>	<u>11,612,064</u>
Net Change in Cash and Cash Equivalents	(5,052,250)	7,046,575	3,600,138
Cash and Cash Equivalents, Beginning of Year	<u>15,154,721</u>	<u>8,108,146</u>	<u>4,508,008</u>
Cash and Cash Equivalents, End of Year	<u>\$ 10,102,471</u>	<u>\$ 15,154,721</u>	<u>\$ 8,108,146</u>
SUPPLEMENTAL DISCLOSURES AND NONCASH TRANSACTIONS:			
Cash paid for interest on certificates	<u>\$ 261,519</u>	<u>\$ 418,589</u>	<u>\$ 450,013</u>
Interest added to certificates	<u>\$ 955,915</u>	<u>\$ 1,207,175</u>	<u>\$ 1,157,847</u>
Matured investment certificates reinvested	<u>\$ 22,292,374</u>	<u>\$ 38,236,605</u>	<u>\$ 17,698,095</u>

See notes to financial statements

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

1. NATURE OF ORGANIZATION:

Foursquare Financial Solutions Loan Fund, Inc. (the Organization) is a nonprofit religious corporation formed to operate a church extension loan fund and to receive, borrow, hold, invest, loan, and distribute monies and other assets for the benefit of the International Church of the Foursquare Gospel, (ICFG), its institutions, agencies, congregations, members, and those who support its ministry and mission.

The Organization primarily provides financing or refinancing to ICFG churches and denominational entities for the acquisition, construction, and remodeling of ICFG churches. Loans over \$150,000 are secured by underlying real estate. Churches apply for loans and provide necessary ministry and financial information for management of the Organization to evaluate the relative merits of the application. Management then provides information to the loan committee of the board of directors for final approval or denial of the application.

Funds are provided by issuance of investment certificates to individuals, member churches, and organizations affiliated with ICFG. Certificates, which may be payable upon demand or for a specified term, are interest bearing obligations for the Organization. Term certificates range from one to five years with interest rates from 0% to 4.75%.

The Organization is a nonprofit organization that is exempt from income taxes under the group exemption of ICFG, a nonprofit church, under Section 501(c) (3) of the Internal Revenue Code (IRC) and comparable state laws. However, the Organization is subject to federal income tax on any unrelated business taxable income. In addition, the Organization is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

The Organization is under common control with ICFG. The financial statements of the Organization were consolidated with the financial statements of ICFG for the fiscal years ended December 31, 2022, 2021, and 2020, which is required under the Accounting Standards Codification (ASC) consolidation rules issued by the Financial Accounting Standards Board (FASB).

2. SIGNIFICANT ACCOUNTING POLICIES:

BASIS OF PRESENTATION

The accompanying financial statements have been prepared using the accrual basis of accounting. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents are defined as short term, highly liquid investments that are both readily convertible to known amounts of cash and have original maturities of three months or less at the date of purchase. At December 31, 2022, 2021, and 2020, the Organization's uninsured cash balances were approximately \$9,882,000, \$14,956,000, and \$7,853,000, respectively.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

NOTES RECEIVABLE AND ALLOWANCE FOR LOAN LOSSES

Notes receivable are stated at their principal amount outstanding less the related allowance for loan losses. Loans are collateralized by church buildings and land. Interest is calculated using the simple interest method and interest rates adjust every 1 to 5 years.

Under the terms of the loans, the Organization reserves the right to call the loan as of the end of the interest rate adjustment period selected by the borrower. The loans typically have an interest rate that is fixed for a period of three or five year terms, as selected by the church when the loan is made. The Organization reserves the right to call the loan when the initial interest rate period expires in order to protect the Organization's liquidity.

The Organization maintains a loan loss reserve for contingent loan losses that can be reasonably predicted and for contingent loan losses that may occur at irregular or unpredictable intervals. The amount of the loan loss reserve is estimated based on the following consideration: (i) historical loss experience; (ii) delinquency trends and levels; (iii) non-accrual trends and levels; (iv) loan growth; (v) maturity trends; (vi) loan-to value ratios; and (vii) credit policy changes.

Loans are considered delinquent if payment is not received within 10 days of the due date. Loans are placed on non-accrual status if the financial position of the borrower has deteriorated to a level that future performance cannot be projected; or principal and/or interest have been delinquent for a period of ninety days or more. Loans are restored to accrual status when substantiated performance under the original loan agreement and outstanding principal and interest have been brought current or the loan is no longer ninety days past due; or appropriate documentation has been executed by the borrower to show their agreement and obligation under a loan workout plan.

REVENUE AND EXPENSES

Revenue is recognized in the period earned. Expenses are recorded when incurred under the accrual method.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing program services and supporting activities have been summarized in the statements of functional expenses, which reports certain categories of expenses that are attributable to either program or supporting functions. These expenses require allocation on a reasonable basis that is consistently applied. Furthermore, there are no joint costs that have been allocated among the program services and general and administrative functions.

CLASSES OF NET ASSETS

The financial statements report amounts by classification of net assets. Net assets without donor restrictions are amounts currently available at the discretion of the board for use in the Organization's operations. At December 31, 2022, 2021, and 2020, the Organization had no net assets with donor restrictions.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

3. NOTES RECEIVABLE:

Notes receivable consist of the following:

	December 31,		
	2022	2021	2020
Term loans	\$ 56,171,167	\$ 57,180,701	\$ 58,176,766
Construction loans	388,951	402,273	9,699,747
	56,560,118	57,582,974	67,876,513
ICFG participation in notes receivable	(4,376,963)	(4,492,176)	(7,602,658)
Allowance for loan losses	(522,000)	(531,000)	(604,000)
	<u>\$ 51,661,155</u>	<u>\$ 52,559,798</u>	<u>\$ 59,669,855</u>
Allowance for losses, beginning of year	\$ 531,000	\$ 604,000	\$ 515,000
Provision for losses	(9,000)	(73,000)	89,000
Allowance for losses, end of year	<u>\$ 522,000</u>	<u>\$ 531,000</u>	<u>\$ 604,000</u>

The Organization categorizes notes receivable as Unclassified, Doubtful or Loss using credit quality information such as the financial stability of the member churches, fair value of property held as collateral and historical collection experience.

Notes receivable are categorized as follows:

Unclassified - Unclassified receivables are receivables not past due more than 180 days. The financial condition of the borrower is sound as well as the status of any collateral.

Doubtful - Receivables categorized as doubtful exhibit credit weakness and/or are past due greater than 180 days. The source of repayment has been compromised and the potential for future losses or write-off exists.

Loss - Receivables categorized as loss are receivables for which the collection of debt is unlikely and the possibility of a loss is high but not certain.

As of December 31, 2022, 2021, and 2020, all notes receivable were categorized as Unclassified.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

3. NOTES RECEIVABLE, continued:

A restructuring of a debt constitutes a troubled debt restructuring if the Organization for economic or legal reasons related to the borrower's financial difficulties grants a concession to the borrower that it would not otherwise consider. This is granted only at the discretion of management and the loan committee. Restructured loans typically present an elevated level of credit risk, as the borrowers are not able to perform according to the original contractual terms. Notes that are reported as troubled debt restructurings are considered impaired and measured for impairment. Restructures typically include some combination of a rate reduction and/or extension of amortization period and may include forgiveness of accrued interest. As of December 31, 2022, the following table represents troubled debt restructurings for notes receivable:

	Number of Contracts	Premodifications Outstanding Amount	Postmodification Outstanding Amount
Troubled debt restructurings			
Member churches and related organizations	1		
Outside parties			
Employees			
Total	1	<u>\$ 3,536,320</u>	<u>\$ 3,536,320</u>

The loans were situations which management allowed deferral period on payments. None of the impairments were due to a delinquent payment. Management believes the loans are fully collectible because of the underlying collateral and timely payments since the restructuring.

Notes receivable bear interest at ranging from 3.45% to 6.5% and are summarized as follows:

Interest Rate	December 31,		
	2022	2021	2020
3.45% - 4.75%	\$ 39,232,067	\$ 32,067,287	\$ 32,120,342
4.80% - 5.75%	17,328,051	25,515,687	35,328,577
5.80% - 6.50%	-	-	427,594
	<u>\$ 56,560,118</u>	<u>\$ 57,582,974</u>	<u>\$ 67,876,513</u>

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

3. NOTES RECEIVABLE, continued:

Notes receivable at December 31, 2022, are estimated to mature or be subject to review and adjustment as follows:

<u>Year Ending December 31,</u>	
2023	\$ 136,639
2024	16,104
2025	247,134
2026	59,433
2027	886,408
Thereafter	<u>55,214,400</u>
	<u><u>\$ 56,560,118</u></u>

The Organization has 126 notes receivable at December 31, 2022. Notes receivable are distributed by size of loan as follows:

<u>Loan Balance</u>	<u>Number of Loans</u>	<u>Amount Outstanding</u>	<u>Percent of Loan Portfolio</u>
Less than \$100,000	28	\$ 1,396,524	2%
\$100,001 - \$250,000	39	7,061,435	12%
\$250,001 - \$500,000	28	10,137,646	18%
\$500,001 - \$1,000,000	22	14,969,218	26%
Greater than \$1,000,000	9	<u>22,995,295</u>	<u>42%</u>
	<u>126</u>	<u><u>\$ 56,560,118</u></u>	<u><u>100%</u></u>

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

3. NOTES RECEIVABLE, continued:

Within the United States, the Organization has no geographic lending restrictions. However, aggregate loans totaling 5% or more of total loan balances are located in the following states:

<u>State</u>	<u>Number of Loans</u>	<u>Amount Outstanding</u>	<u>Percent of Loan Portfolio</u>
California	32	\$ 20,276,242	36%
Washington	18	11,025,228	19%
Oregon	12	4,375,549	8%
Arizona	4	3,132,036	6%
	<u>66</u>	<u>\$ 38,809,055</u>	<u>69%</u>

Although the Organization has a geographically diverse portfolio of loans, concentrations of credit risk exist with respect to individually significant loans which are defined as those exceeding 5% of the total loan balance. At December 31, 2022, 10 borrowers with an aggregate principal balance in excess of \$1,000,000, together representing approximately \$24,338,000 or 43% of the total loans outstanding. As of that same date, the Organization had 2 borrowers with aggregate individually significant loans exceeding 5% of the total loans outstanding, totaling approximately \$12,290,000.

LOAN COMMITMENTS

At December 31, 2022, the Organization had outstanding commitments of approximately \$1,786,000, to fund construction in progress, undrawn lines of credit, and real estate mortgages. Outstanding commitments are letters that outline the terms and conditions of the loan to be granted. The total commitment amount does not necessarily represent future cash requirements since construction costs may not total the amount the Organization agreed to lend or the commitments may expire without being fully drawn upon. The Organization's exposure to credit loss, in the event of nonperformance by the churches to which it has extended commitments, is limited to the amount of the commitment. The Organization controls the credit risk of its commitments through credit approvals, limits, and monitoring procedures.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

4. LOAN CERTIFICATES PAYABLE:

The Organization issues unsecured time certificates of deposit to member churches, affiliated organizations and members of ICFG churches with a minimum investment of \$1,000. The certificates issued and outstanding are as follows:

	December 31,	
	2022	
	Weighted Average Rate	Amount
Certificates payable on demand	1.71%	\$ 22,564,839
Term certificates	2.49%	33,103,106
		<u>\$ 55,667,945</u>
	2021	
	Weighted Average Rate	Amount
Certificates payable on demand	1.22%	\$ 16,474,290
Term certificates	2.46%	45,823,593
		<u>\$ 62,297,883</u>
	2020	
	Weighted Average Rate	Amount
Certificates payable on demand	1.76%	\$ 11,470,185
Term certificates	2.83%	52,066,051
		<u>\$ 63,536,236</u>

The demand certificates can be redeemed on demand. Term certificates mature in one to five years and are automatically renewable at maturity in most states.

Interest expense was approximately \$1,253,000, \$1,593,000 and \$1,609,000, for the years ended December 31, 2022, 2021, and 2020, respectively.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

4. LOAN CERTIFICATES PAYABLE, continued:

The Organization has 419 loan certificates at December 31, 2022 and are summarized as follows:

<u>Certificate Balance</u>	<u>Number of Certificates</u>	<u>Aggregate Balance</u>	<u>Percent of Certificates Outstanding</u>
Less than \$100,000	303	\$ 6,059,573	11%
\$100,000 - \$200,000	50	6,721,596	12%
\$200,001 - \$300,000	24	5,841,587	10%
\$300,001 - \$500,000	20	7,852,956	14%
Greater than \$500,000	22	29,192,233	53%
	<u>419</u>	<u>\$ 55,667,945</u>	<u>100%</u>

As of December 31, 2022, loan certificates are contractually set to mature as follows:

<u>Year Ending December 31,</u>	
Demand	\$ 22,564,839
2023	14,753,139
2024	7,497,499
2025	4,893,121
2026	4,079,312
2027	1,880,035
	<u>\$ 55,667,945</u>

The Organization offers certificates in a total of 41 states pursuant to exemption, registration or other qualifications pursuant to applicable regulatory procedures. Investors in states with total certificates in excess of 5% of certificates outstanding are as follows:

<u>State</u>	<u>Number of Certificates</u>	<u>Aggregate Balance</u>	<u>Percent of Certificates Outstanding</u>
California	113	\$ 22,505,004	40%
Hawaii	29	8,651,653	16%
Washington	35	4,175,036	7%
Montana	18	4,029,097	7%
Oregon	37	2,682,721	5%
Texas	68	2,572,924	5%
	<u>300</u>	<u>\$ 44,616,435</u>	<u>80%</u>

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

5. RELATED PARTY TRANSACTIONS:

The Organization is affiliated with ICFG, Foursquare Foundation (Foundation), and Foursquare Financial Solutions, Inc. (FFS). Prior to March 31, 2019, the board of directors of the Organization was appointed by the board of FFS, and the appointments were ratified by the board of ICFG. As of March 31, 2019, the board of directors are appointed directly by ICFG. As such, U.S. GAAP requires the consolidation of the Organization's financial activity into the financial statements of ICFG.

All but eight, five, and two of the notes receivable, as of December 31, 2022, 2021, and 2020, respectively, are from ICFG on behalf of member churches.

The Organization reimbursed ICFG for shared independent contractor and other expenses of approximately \$0, \$25,000 and \$199,000 for the years ended December 31, 2022, 2021, and 2020, respectively. The Organization also reimbursed ICFG for payroll and accounting services. Payroll was \$312,000, \$75,000, and \$132,000 for the year ended December 31, 2022, 2021, 2020, respectively. Accounting services were \$0, \$0, and \$12,000 for the years ended December 31, 2022, 2021, and 2020, respectively.

At December 31, 2022, 2021, and 2020, the Organization held cash at ICFG of approximately \$9,319,000, \$14,892,000, and \$7,734,000, respectively.

The Organization had a consulting agreement with a relative of a board member. The Organization paid approximately \$70,000, \$60,000, and \$60,000 for each of the years ended December 31, 2022, 2021, and 2020.

The Organization had the following outstanding balances to related parties:

	December 31,		
	2022	2021	2020
Account payable: FFS	\$ -	\$ 44,894	\$ 12,417
Accounts payable: ICFG	66,328	130,225	6,157
Loan participation payable: ICFG	4,376,963	4,492,176	7,602,658
Loan certificates: ICFG	7,005,444	3,501,597	3,500,954
Loan certificates: Board members	312,836	367,987	289,195
	<u>\$ 11,761,571</u>	<u>\$ 8,536,879</u>	<u>\$ 11,411,381</u>

Subsequent to the year-ended December 31, 2022, the loan participation payable to ICFG, reflected in the table above in the amount of \$4,376,963, was purchased in full by ICFG. Additionally, subsequent to the year-ended December 31, 2022, the loan certificate in the amount of \$7,005,444 was redeemed.

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

5. RELATED PARTY TRANSACTIONS, continued:

In 2012, the Foundation provided funding of \$1,591,384 to the Organization in the form of an equity transfer. The Organization paid the Foundation interest on the transfer at a rate of return equal to the current rate offered for 5 year certificates, which was 3.25% in 2019. During the year ended December 31, 2020, the Foundation was dissolved and all of its assets, including the equity in the Organization, were transferred to ICFG. Subsequent to the year-ended December 31, 2022, the equity was transferred from the Organization to ICFG.

6. AVAILABILITY AND LIQUIDITY:

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Organization's main source of liquidity at its disposal is cash and cash equivalents.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization operates within an annual budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. A large portion of the loan certificates maturing within the next 12 months are expected to be renewed. The statements of cash flows identify the sources and uses of the Organization's cash reporting positive cash generated by operations for fiscal years ended December 31, 2022, 2021, and 2020.

The following table shows the financial assets available for general expenditure within one year of the statement of financial position date:

	December 31,		
	2022	2021	2020
Financial assets:			
Cash and cash equivalents	\$ 10,102,471	\$ 15,154,721	\$ 8,108,146
Notes receivable	51,661,155	52,559,798	59,669,855
Financial assets, end of year	61,763,626	67,714,519	67,778,001
Less those unavailable for general expenditures within one year due to:			
Notes receivable collectible beyond one year	(51,524,516)	(51,530,740)	(59,421,233)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 10,239,110</u>	<u>\$ 16,183,779</u>	<u>\$ 8,356,768</u>

FOURSQUARE FINANCIAL SOLUTION LOAN FUND, INC.

Notes to Financial Statements

December 31, 2022, 2021, and 2020

7. **RISKS AND UNCERTAINTIES:**

The Organization's operations may be affected by the recent and ongoing outbreak of the coronavirus disease 2019 (COVID-19) which was declared a pandemic by the World Health Organization in March 2020. The ultimate disruption which may be caused by the outbreak is uncertain. Possible effects may include, but are not limited to, disruption to the Organization's workforce, and a decline in value of assets held by the Organization. The financial impact cannot be estimated at this time.

For the year ended December 31, 2020, the Organization granted COVID-19 pandemic relief to 54 borrowers representing approximately \$25.1 million of principal balances on outstanding liabilities owed of the 54 loans granted relief, 6 deferred payments for six months, 7 for a four month period and the remainder for three months. During 2020, approximately \$717,000 of monthly payments otherwise due were deferred under the Loan Payment Deferral Program adopted by the Organization and offered to borrowers. Under this relief program, borrowers were permitted to defer payments ranging from three to a maximum of six months with the maturity date of the loan extended to adjust for the relief granted. All but 2 of these loans resumed making regular payments on their loans. The remaining 2 requested further relief and the Organization entered into loan modifications with these borrowers in 2021.

8. **SUBSEQUENT EVENTS:**

Subsequent events were evaluated through June 23, 2023, which is the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

EXHIBIT B

APPLICATION TO PURCHASE CERTIFICATE



FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

PURCHASE APPLICATION REPRESENTATIONS AND AGREEMENT

1. **Purchase of Certificate.** You have agreed to purchase the Certificate identified in the Purchase Application (for individuals or organizations).
2. **Terms of Certificate.** You have received and have been advised to review the Offering Circular prepared on behalf of the Fund that is dated June 15, 2023, including the financial statements referenced therein. You have also been furnished with an opportunity to ask questions and receive answers regarding the Fund's Offering Circular, the risks of investing in the Certificates and the terms of the Certificate you have agreed to purchase. By signing this Purchase Application, you agree to those terms.
3. **Joint Applicants.** If purchased as a joint applicant, the undersigned primary applicant and joint co-applicant must sign the Purchase Application. The primary applicant and joint applicant shall be jointly and severally liable under the Individual Purchase Application and Agreement. We will be entitled to act on, rely upon and take actions based on the instructions and directions of either applicant in all matters, including any redemption or transfer request.
4. **Authority of Organization.** If the applicant is a church, ministry, agency, corporation, limited liability company or other institution, you represent that you have been duly authorized to purchase the Certificate as designated in the Purchase Application and that the person signing the Application has been duly authorized to sign the Purchase Application on behalf of the organization or entity.
5. **Investment by a Trust.** If a trust is making an investment in a Certificate, each trustee must sign the Purchase Application. By furnishing this Certification of Trust, you represent and certify that the trust powers may be exercised by the persons identified in Part I and that the trust identified in Part I has not been revoked, modified or amended in any manner that would cause this certification of trust to be incorrect or incomplete.

6. **International Church of the Foursquare Gospel Affiliation.** As a person that is affiliated with, been a member of or contributor to, or is a participant in the International Church of the Foursquare Gospel, the Fund or in any program, activity or organization which is part of the mission of and ministry of International Church of the Foursquare Gospel, the applicant has an individual affiliation with or an entity connection to the International Church of the Foursquare Gospel or its agencies, churches, ministries and funds.
7. **Beneficiary Designation.** By completing this Purchase Application, you hereby authorize us to pay the outstanding principal and accrued interest on your Certificate to the designated beneficiary named in this Application. You may change or revoke a beneficiary designation at any time prior to your death, but the terms of the designation of beneficiary will be binding on your heirs, successors and assigns.
8. **Electronic Funds Transfer Authorization.** If you elected to use electronic funds deposit to transfer or accept deposits, you are named on the bank account listed in the Purchase Application and can authorize funds to be withdrawn from and deposited into it. You further authorize us to initiate any correcting debit or credit to your account that may be necessary to make the withdrawal or deposit you have elected in this Purchase Application and Agreement.
9. **Investment Purpose.** Purchase of a Certificate is made solely for investment purposes and not for re-sale or further distribution. The Certificates are subject to transfer and re-sale restrictions under applicable U.S. and State securities laws.

**FOR OFFICE USE ONLY**

Security Number: _____

Interest Rate: _____

Representative: _____

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.**ORGANIZATION PURCHASE APPLICATION AND AGREEMENT**

Detailed instructions for completing this application may be found at the back of the Offering Circular. If you have additional questions about this application, please call (213) 709-4145. Please print clearly using a ballpoint pen.

The offer and sale of Investment Certificates ("Certificates") are subject to the terms of the Foursquare Financial Solutions Loan Fund, Inc. Offering Circular dated June 15, 2023, as may be supplemented, amended and restated ("Offering Circular"), which is incorporated herein by reference. Foursquare Financial Solutions Loan Fund, Inc. reserves the right to refuse your application and not offer or sell any Certificate to you for any reason.

☐ NEW APPLICATION ☐ CHANGE OF INFORMATION

PART I: APPLICANT AND OWNERSHIP INFORMATION

Investment made on behalf of:

☐ Section 501(c)(3) ministry,
Agency, church or organization

☐ Corporation

☐ Limited liability company

☐ Partnership

Name of Organization or Entity

Mailing Address

City

State

Zip

Authorized Officer

Employer I.D. Number

()

Phone

()

Fax

Email Address

Church Affiliation

PART II: TYPE OF CERTIFICATE / TERMS

Enclosed is a check or payment in the amount of \$_____ for investment in the following Certificate:

☐ One-Year Term Certificate \$_____ ☐ Two-year Term Certificate \$_____ ☐ Three-year Term Certificate \$_____

☐ Four-year Term Certificate \$_____ ☐ Five-year Term Certificate \$_____

☐ Demand Certificate (minimum \$5,000) \$_____ ☒ ~~Cash~~ Certificate \$_____ **Promotional**

TOTAL INVESTMENT: \$_____

We hereby request that interest earned on the Certificate be paid in the following manner:

- ☐ Compound any interest accrued and add to the principal amount of the Certificate to be paid at maturity.
- ☐ Pay by electronic funds transfer (Please complete authorization section below and attach a voided check):
[] quarterly [] annually
- ☐ Please pay all interest earned to the International Church of the Foursquare Gospel, mission, fund or agency designated in a separate letter of instruction (Please attach letter of instruction in selecting this option)

ELECTRONIC FUNDS TRANSFER

☐ We desire to have Foursquare Financial Solutions Loan Fund, Inc. process any specific request for electronic transfers received in Foursquare Financial Solutions Loan Fund, Inc.'s office for transfer to and/or from our account at the bank named below:

Bank Name

()

Bank Phone

Bank Account Number

Bank Routing Number

Please attach a voided check from the account named here to the Purchase Application

SIGNATURES

We will not process your Purchase Application until you have completed Parts I and II and signed below. If you are signing on behalf of an organization, corporate entity or institution, print your name and title on the provided line. This Purchase Application includes terms printed on the back side of this form

Name (please print)

Title

Name (please print)

Title

Street Address

Street Address

City

State

Zip

City

State

Zip

()

Home Phone

()

Work Phone

()

Home Phone

()

Work Phone

Signature

Date

Signature

Date

Please mail this Purchase Application with a check payable to Foursquare Financial Solutions Loan Fund, Inc. for the amount of your investment to P.O. Box 26902, Los Angeles, California 90026-0176, unless you have elected to have funds electronically transferred.



FOR OFFICE USE ONLY
Security Number: _____
Interest Rate: _____
Representative: _____

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

INDIVIDUAL PURCHASE APPLICATION AND AGREEMENT

Detailed instructions for completing this application may be found at the back of the Offering Circular. If you have additional questions about this application, please call (213) 709-4145. **Please print clearly using a ballpoint pen.**

The offer and sale of Investment Certificates ("Certificates") are subject to the terms of the Foursquare Financial Solutions Loan Fund, Inc. Offering Circular dated June 15, 2023, as may be supplemented, amended and restated ("Offering Circular"), which is incorporated herein by reference. Foursquare Financial Solutions Loan Fund, Inc. reserves the right to refuse your application and not offer or sell any Certificate to you for any reason.

☐ NEW APPLICATION ☐ CHANGE OF INFORMATION

PART I: INVESTOR INFORMATION

Primary Applicant

Name		Social Security or Tax I.D. Number	
Date of Birth: mo/day/year		Email Address (optional)	
Address	City	State	Zip
()	()	()	
Home Phone	Work Phone	Mobile Phone	

This application is to be used by individual applicants. You may select only one of the following additional ownership categories. If you do not select any of the following options, we will issue the Certificate solely in the name of the primary applicant.

☐ *Joint Tenants.* If you select this option, we will issue the Certificate to the primary applicant and joint applicant as joint tenants with right of survivorship, unless you elect below to hold this Certificate as tenants-in-common. We will honor the request of either co-owner to redeem a Certificate, effect a transfer or take any other action requiring the consent of the holder of the Certificate.

Joint Applicant (if applicable)

Name		Social Security or Tax I.D. Number	
Date of Birth: mo/day/year		Email Address (optional)	
Address	City	State	Zip
()	()	()	
Home Phone	Work Phone	Mobile Phone	

☐ *Tenants-in-Common.* We elect to hold this Certificate as tenants-in-common, not as joint tenants with right of survivorship.

For joint applications, please indicate the number of signatures required to process a redemption request:

☐ (1) ☐ (2)

☐ *Trust.* If you check this box, the Certificate will be issued in the name of the primary applicant, as trustee of the trust. If there are more than one trustees, each trustee must be identified in the purchase application

Name and Date of Trust

Name of Trustee

Name of Additional Trustee (If Applicable)

Tax I.D. Number of Trust

If there is more than one trustee, will all trustees be required to exercise trust powers? ☐ yes ☐ no

☐ *Custodian.* Custodial investments are subject to the California Uniform Gift Transfer to Minor Act ("UTMA"). If this box is checked, we will issue the Certificate to the primary applicant listed above for the minor described below. By law, this election will be irrevocable and the Certificate will become the unrestricted property of the minor when the minor reaches the age of 21. We advise you to contact a qualified attorney or financial advisor for more information regarding the UTMA.

Minor's Name

Minor's Social Security Number

Minor's Date of Birth: mo/day/year

Relationship to Owner

Transfer investment to Minor at age (cannot exceed age 21)

PART II: TYPE OF CERTIFICATE / INTEREST OPTIONS

☐ One-Year Term Certificate \$_____ ☐ Two-year Term Certificate \$_____ ☐ Three-year Term Certificate \$_____

☐ Four-year Term Certificate \$_____ ☐ Five-year Term Certificate \$_____ ☐ IRA Certificate \$_____

☐ Demand Certificate (minimum \$5,000) \$_____ ☐ ~~Centennial~~ Certificate \$_____ **Promotional**

TOTAL INVESTMENT: \$_____

PART III: PAYMENT ON DEATH (Please attach a separate sheet for additional beneficiaries)

By completing this section, you authorize us to pay the principal and accrued interest on your Certificate to the named beneficiary, custodian or Section 501(c)(3) tax-exempt organization designated below, after your death (or in the case of joint tenants, after both of your deaths). Please fill-in the name, address and social security number (or Tax I.D. number) of your intended beneficiaries. In the case of multiple beneficiaries, monies will be distributed equally unless you expressly instruct otherwise. Beneficiary designations may be changed or revoked by notice sent to us prior to the death of the Certificate holder. If you would like to designate the International Church of the Foursquare Gospel or a specific affiliated church, ministry or fund as your designated beneficiary, please fill-in the name of the ICFG or ICFG affiliated church ministry or fund.

Transfer on Death to:

Name	Relationship	Social Security or Tax I.D. Number		
Address		City	State	Zip

Name	Relationship	Social Security or Tax I.D. Number		
Address		City	State	Zip

PART IV: CHURCH AFFILIATION (Please Check all applicable)

☐ I am a member of an International Church of the Foursquare Gospel affiliated church

Name of Church	City	State
----------------	------	-------

☐ I have an existing relationship with and interest in promoting the work of the International Church of the Foursquare Gospel and its affiliated agencies and ministries.

☐ Other. Please help us understand what prompted you to invest in the Certificates using the space below:

PART V: ELECTRONIC FUNDS TRANSFER

☐ I desire to have Foursquare Financial Solutions Loan Fund, Inc. process any specific request for electronic transfers received in Foursquare Financial Solutions Loan Fund, Inc.'s office for transfer to and/or from my account at the bank named below:

Bank Name
()
Bank Phone

Bank Account Number	Bank Routing Number
---------------------	---------------------

Please attach a voided check from the account named here to the Purchase Application

PART VI: DISTRIBUTION OF INTEREST (If none checked, default will be "Accumulate and compound in my investment")

- ☐ Accumulate and compound in my investment
- ☐ Pay to me by electronic funds transfer (Please complete Part V above and attach a voided check): [] quarterly [] annually
- ☐ Zero-Interest Rate. If you wish to donate the interest payments to a designated International Church of the Foursquare Gospel, mission, fund or agency, you may do so by checking this box.

ACKNOWLEDGEMENT (Signatures required)

Each person signing below declares under penalty of perjury that such person(s): 1) meets the definition of "Eligible Investor" set forth in Foursquare Financial Solutions Loan Fund, Inc.'s Offering Circular; 2) has reviewed the Offering Circular and the Pro-forma financial

statements reproduced therein; and 3) agrees to the terms and conditions described in the Offering Circular.

X

Signature

Date

X

Signature

Date

The purchase of Certificates is subject to risks which are described in the Offering Circular. Offers to sell and solicitation of offers to buy Certificates are made only pursuant to the Offering Circular and only in those states where the Certificates may lawfully be offered or sold. The Certificates are not FDIC or SIPC insured nor are they bank deposits.

Interest rates are established according to policies set forth in the Offering Circular and are subject to change. For a complete listing of current investment rates, call (213) 709-4145 or visit www.4sqfs.org

Pennsylvania Residents: You have the right to withdraw from this purchase agreement and receive a full refund of all monies paid by you. This right must be exercised within two business days. The procedure to be followed in exercising this right is explained in the Offering Circular.

Georgia Residents: See the Offering Circular for right of rescission.

SPOUSAL CONSENT

For applicants that are married and reside in a community property state, please review the following:

If you are married, reside in a community property or marital property state (listed below) and designate someone other than your spouse as your sole primary beneficiary, your spouse must sign below. (AZ, CA, ID, LA, NV, NM, TX, WA and WI residents only)

I am the spouse of the Certificate Owner named above. I give to the owner any interest I have in the Certificate. Therefore, I agree to my spouse's naming of a primary beneficiary other than myself. I acknowledge that I have received a fair and reasonable disclosure of my spouse's property and financial obligations. I also acknowledge that I shall have no claim whatsoever against Foursquare Financial Solutions Loan Fund, Inc. for any payment made to my spouse's named beneficiary(ies).

X

Signature of Certificate Owner's Spouse

Date

Spouse of

SUBSTITUTE W-9 FORM

Foursquare Financial Solutions Loan Fund, Inc. (the "Fund") is required to obtain your correct Taxpayer Identification Number (for individuals this is your social security number) in order to report to the Internal Revenue Service (IRS) interest paid to you. The Fund, like any other payer of interest or dividends, must withhold 28% of the interest paid if you fail to furnish the Fund with your correct Taxpayer Identification Number or if you fail to sign the acknowledgement portion of the Purchase Application. This is referred to as "backup withholding". For more information on backup withholding, please visit www.irs.gov.

Under penalties of perjury, I certify that 1) the Social Security Number or the Tax Identification Number shown on this application is correct; 2) I am not subject to backup withholding either because I have not been notified that I am subject to backup withholding as a result of a failure to report all interest or dividends, or the Internal Revenue Service has notified me that I am no longer subject to backup withholding; and 3) I am a U.S. person (including a U.S. resident alien).

(NOTE: You must cross out item 2) above if you have been notified by the IRS that you are currently subject to backup withholding because you failed to report all interest and dividends on your tax return.)

Name**X**

Signature

Social Security or Tax I.D. Number

Date

Address

City

State

Zip

Please mail this Purchase Application with a check payable to Foursquare Financial Solutions Loan Fund, Inc. for the amount of your investment to P.O. Box 26902, Los Angeles, California 90026-0176, unless you have elected to have funds electronically transferred.

EXHIBIT C

CONSENT TO USE ELECTRONIC SIGNATURES AND RECORDS



FOURSQUARE

FINANCIAL SOLUTIONS

FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.

P.O. Box 26902

Los Angeles, California 90026-0176

(213) 709-4145

CONSENT FOR USE OF ELECTRONIC SIGNATURES AND RECORDS

When you invest in a Certificate offered by Foursquare Financial Solutions Loan Fund, Inc. (the “Fund”, “we”, or “us”), we intend to use an electronic process that includes the delivery and use of electronic records and electronic signatures for investors that choose to receive notices, statements and information by electronic delivery. We are required by law to provide you with certain disclosures and information about your investment (“Required Information”). With your consent, we can deliver Required Information to you electronically. Your consent also permits the general use of electronic records and electronic signatures in connection with your investment. You have the ability to print or download the Required Information and keep it for your records. You can withdraw this consent at any time and request that copy of these documents be mailed to you.

In order to invest in a Certificate, the investor hereby consents to receive electronically through the Fund’s website all notices and documentation (including Offering Circulars and investor documents) relating to an investment in the Certificates. Investor further agrees that the Fund may deliver all notices, financial statements, tax reports, valuations, reports, reviews, analyses or other materials, and any and all other documents, information and communications concerning the affairs of the Fund and the website, including, without limitation, information about the investment, required or permitted to be provided to the Investor under the Certificate or hereunder by means of e-mail or by posting on an electronic message board or by other means of electronic communication. Because the Fund operates principally on the Internet, you will be given the opportunity to consent to transact business with us online and electronically. By entering into this Agreement you are granting your consent to receiving certain disclosures electronically, either via the website or to the email address you provide to us. By entering into this Agreement, you consent to receive electronically all documents, communications, notices, contracts, and agreements arising from or relating in any way to your or our rights, obligations, or services under this Agreement.

All investments made in a Certificate are offered by Offering Circular only. You are encouraged to read the Offering Circular, including the terms of the Certificate and Purchase Application and Agreement before investing. You may obtain a paper copy of an investor document, including the Offering Circular, Purchase Application and Agreement and Certificate by downloading these documents and printing them from your computer.

By executing this consent, your consent permits us to obtain your electronic signature if you choose to make an investment in a Certificate, sign the Purchase Application and Agreement or other written authorizations regarding an investment in a Certificate. If you sign electronically, your electronic signature will bind you to the terms and conditions of a document or communication to the same extent as if you signed the document or communication on paper with an inked signature.

You may withdraw your consent to receiving electronic communication with respect to your investment in a Certificate at any time by contacting us at (855) 807-8504.

Disclosures

You agree to print out or download Required Information when the Fund advises you to do so and keep it for your records. If you have any trouble printing out or downloading any Required Information, you may call the Fund.

You may contact the Fund at (855) 807-8504 if you need to do any of the following:

- Update your e-mail address or other contact information with the Fund,
- Wish to withdraw your consent to electronic disclosures, or
- Wish to obtain a paper copy of the Required Information after submitting your application.

Please contact the Fund immediately if any of your contact information changes.

Electronic Delivery of Documents

You will be notified of the availability of the investment related documents at your primary e-mail address and you will be provided with a link to the material which can be viewed online and printed on your printer. You agree that electronic delivery of these documents will be good delivery to you and be deemed received by you when posted online or sent to you in electronic format, whether you actually access or view any of the documents. You understand that it is your responsibility to promptly and carefully review the documents made available to you electronically and to immediately notify us of any errors.

Maintaining Access

You represent and warrant that you have and will continue to maintain access to the Internet to access these documents. Furthermore, you represent that you have access to a suitable access device with an internet and/or data plan that supports, at your cost, the ability to receive and view e-mail notices and documents in HTML, PDF or other common format, to download PDF files using Adobe Acrobat Reader or other programs as we may advise or as may be required, and to save and (if you desire) print the documents, and that you also have high level browser encryption, PDF file access, Internet, and e-mail access.

Maintaining E-mail Access

You represent and warrant that you have and will continue to maintain the continuous ability to receive and access all e-mail notices sent to you at the e-mail address you provided to us. Maintaining your email address is solely your responsibility. In the event you no longer have such access or if we are unable to deliver e-mails to your e-mail address, we will make postal delivery of your documents.

Your Duty to Review

You understand and agree that it is your responsibility to access and review the documents upon receipt of an e-mail notice. All terms in the documents are binding just as if they were delivered in paper form. Although the documents may be available online for a period of time, you understand that they are delivered in a manner to allow you immediate access to download and print. You understand that you should download and print the documents so that you may access or maintain them in your personal records or in the event they are temporarily or otherwise unavailable online.

Additional Risks

You understand that certain risks are associated with the transmission of confidential materials, e-mail notices, and other communications through the internet including but not limited to unauthorized access, systems outages, delays, disruptions in telecommunications services and the Internet. E-mail is not private or secure. The e-mail notice sent to you is an unencrypted, automatic alert. Although such e-mail notice is not intended to contain personally identifiable confidential financial information, it may contain, in its design, part or all of your name or other identifier that could be seen or intercepted by others if delivered to your business address or other computers or electronic devices not exclusively under your control. You understand and agree that you will not respond to the e-mail notice by return e-mail, or use it to request information, service, paper copies or other items or to revoke consent. The Fund will not be responsible to act upon requests made in that manner. The Fund does not recommend the e-mailing of any private information as there is no reliable security or encryption method available. The Fund will not assume liability for non-receipt of notification of the availability of electronic communications in the event my e-mail address on file is invalid, my e-mail or Internet service provider filters the notification as "spam" or "junk mail," there is a malfunction in my computer, browser, Internet service and/or software, or for any other reasons beyond the control of the Fund.

Withdrawal of Consent

I may withdraw my consent to receive communications in electronic form by calling the Fund at (855) 807-8504. Any withdrawal of my consent to receive electronic communications will not affect or impact in any way the terms of this Agreement or my agreement to the Terms of Use Agreement for the Fund's website.

EXECUTION BY ELECTRONIC SIGNATURE

I have read the information about the use of electronic records, disclosures, notices, and email, and consent to the use of electronic records for the delivery of Required Information in connection with my investment. I have been able to view this information using my computer and software. I have an account with an Internet Service Provider, and I am able to send e-mail and receive e-mail with hyperlinks to websites and attached files. I also consent to the use of electronic records and electronic signatures in connection with my investment in a Certificate with the Fund in place of written documents and handwritten signatures. I am consenting on behalf of all joint applicants identified in the application. I am authorized to consent on their behalf.

By clicking on the button entitled "I Agree" below, you have electronically signed and intended to sign this electronic records and have agreed to be bound by the foregoing terms. By clicking on the button entitled "I Do Not Agree" below, you have decided you do not wish to proceed with making an investment in the Certificates under the Fund's website using electronic means.

☐

I AGREE to the use of electronic signatures and records for this investment.

☐

I DO NOT AGREE to the use of electronic signatures and records for this investment.

EXHIBIT D
RESCISSION NOTICE

GEORGIA RESIDENTS

If you wish to exercise your right of rescission, you may do so using the following forms:

NOTICE OF RESCISSION

To: Foursquare Financial Solutions Loan Fund, Inc.
1910 W. Sunset Boulevard
Suite 200
Los Angeles, California 90026

I hereby exercise my right to rescind my purchase of Foursquare Financial Solutions Loan Fund, Inc. debt securities in the amount of \$_____.

This rescission is made within three (3) business days of the earliest of my execution of a written agreement to purchase said shares, the delivery of a confirmation of sale of said shares to me or the payment for such share. I understand that the effective date of this rescission shall be the date of delivery of this Notice or the depositing of same, properly addressed and with adequate postage thereon, in the United States Mail.

DATED, this _____ day of _____, 20__.

Name

Address

City

State

Zip

NOTICE OF RESCISSION

To: Commissioner of Securities
Office of the Secretary of State
Suite 802, West Tower
2 Martin Luther King, Jr. Drive S.E.
Atlanta, Georgia 30334

I hereby exercise my right to rescind my purchase of Foursquare Financial Solutions Loan Fund, Inc. debt securities in the amount of \$_____.

This rescission is made within three (3) business days of the earliest of my execution of a written agreement to purchase said shares, the delivery of a confirmation of sale of said shares to me or the payment for such share. I understand that the effective date of this rescission shall be the date of delivery of this Notice or the depositing of same, properly addressed and with adequate postage thereon, in the United States Mail.

DATED, this _____ day of _____, 20__.

Name

Address

City

State

Zip

EXHIBIT E

CALIFORNIA RULE 260.141.11



260.141.11 Restriction on Transfer

- (a) The issuer of any security upon which a restriction on transfer has been imposed pursuant to Section 260.102.6, 260.141.10 or 260.534 shall cause a copy of this section to be delivered to each issuee or transferee of such security at the time the certificate evidencing the security is delivered to the issuee or transferee.
- (b) It is unlawful for the holder of any such security to consummate a sale or transfer of such security, or any interest therein, without the prior written consent of the Commissioner (*until this condition is removed pursuant to Section 260.141.12 of these rules*), except:
- (1) to the issuer;
 - (2) pursuant to the order or process of any court;
 - (3) to any person described in Subdivision (i) of Section 25102 of the Code or Section 260.105.14 of these rules;
 - (4) to the transferor's ancestors, descendants or spouse, or any custodian or trustee for the account of the transferor or the transferor's ancestors, descendants, or spouse; or to a transferee by a trustee or custodian for the account of the transferee or the transferee's ancestors, descendants or spouse;
 - (5) to holders of securities of the same class of the same issuer;
 - (6) by way of gift or donation inter vivos or on death;
 - (7) by or through a broker-dealer licensed under the Code (*either acting as such or as finder*) to resident of a foreign state, territory or country who is neither domiciled in this state to the knowledge of the broker-dealer, nor actually present in this state if the sale of such securities is not in violation of any securities law of the foreign state, territory or country concerned;
 - (8) to a broker-dealer licensed under the Code in a principal transaction, or as an underwriter or member of an underwriting syndicate or selling group;
 - (9) if the interest sold or transferred is a pledge or other lien given by the purchaser to the seller upon a sale of the security for which the Commissioner's written consent is obtained or under this rule not required;
 - (10) by way of a sale qualified under Sections 25111, 25112, 25113, or 25121 of the Code, of the securities to be transferred, provided that no order under Section 25140 or subdivision (a) of Section 25143 is in effect with respect to such qualification;

SECTION 260.141.11 TITLE 10, CALIFORNIA CODE OF REGULATIONS

- (11) by a corporation to a wholly owned subsidiary of such corporation, or by a wholly owned subsidiary of a corporation to such corporation;
 - (12) by way of an exchange qualified under Section 25111, 25112 or 25113 of the Code, provided that no order under Section 25140 or subdivision (a) of Section 25143 is in effect with respect to such qualification;
 - (13) between residents of foreign states, territories, or countries who are neither domiciled nor actually present in this state;
 - (14) to the State Controller pursuant to the Unclaimed Property Law or to the administrator of the unclaimed property law of another state; or
 - (15) by the State Controller pursuant to the Unclaimed Property Law or by the administrator of the unclaimed property law of another state if, in either such case, such person (i) discloses to potential purchasers at the sale that transfer of the securities is restricted under this rule, (ii) delivers to each purchaser a copy of this rule, and (iii) advises the Commissioner of the name of each purchaser;
 - (16) by a trustee to a successor trustee when such transfer does not involve a change in the beneficial ownership of the securities;
 - (17) by way of an offer and sale of outstanding securities in an issuer transaction that is subject to the qualification requirement of Section 25110 of the Code but exempt from that qualification requirement by subdivision (f) of Section 25102; provided that any such transfer is on the condition that any certificate evidencing the security issued to such transferee shall contain the legend required by this section.
- (c) The certificates representing all such securities subject to such a restriction on transfer, whether upon initial issuance or upon any transfer thereof, shall bear on their face a legend, prominently stamped or printed thereon in capital letters of not less than 10-point size, reading as follows:

"IT IS UNLAWFUL TO CONSUMMATE A SALE OR TRANSFER OF THIS SECURITY, OR ANY INTEREST THEREIN, OR TO RECEIVE ANY CONSIDERATION THEREFOR, WITHOUT THE PRIOR WRITTEN CONSENT OF THE COMMISSIONER OF FINANCIAL PROTECTION AND INNOVATION OF THE STATE OF CALIFORNIA, EXCEPT AS PERMITTED IN THE COMMISSIONER'S RULES."

SUPPLEMENT NO. 1 TO OFFERING CIRCULAR
\$100,000,000
FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.
INVESTMENT CERTIFICATES

Foursquare Financial Solutions Loan Fund, Inc. (“Fund”) is offering its 2023 Investment Certificates pursuant to an Offering Circular dated June 15, 2023. This Supplement No. 1 updates the Offering Circular to include information about the 2023 Fall Centennial Certificates we have opened for our investors.

This Supplement should be read in conjunction with the Offering Circular dated June 15, 2023. The Offering Circular is not complete without this Supplement and the Supplement should not be used other than with this Offering Circular.

*The information contained in this Supplement No. 1 to Offering Circular dated September 1, 2023 (the “**Supplement**”), supersedes any conflicting information contained in the Foursquare Financial Solutions Loan Fund, Inc. Offering Circular dated June 15, 2023 (the “**Offering Circular**”).*

2023 FALL CENTENNIAL CERTIFICATES

The Fund has approved the offering for a limited period of time an investment certificate with a ten-month term at a rate of 5.25%. The maximum amount that can be invested in this investment certificate is \$500,000, with a minimum investment of \$1,000. We refer to these ten-month certificates as the “Centennial Certificates.” The Centennial Certificates will be available for purchase to investors for a limited period commencing on September 1, 2023 and ending on November 30, 2023. No investment in a Centennial Certificate may be made using funds from an existing demand certificate or other investment currently held with the Fund. No premium interest rate will be available for purchases of \$250,000 or more. All other terms and conditions of the Fund’s Term Certificates described in the Offering Circular will apply to the Centennial Certificates.



FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.
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SUPPLEMENT NO. 2
OFFERING CIRCULAR
\$100,000,000
FOURSQUARE FINANCIAL SOLUTIONS LOAN FUND, INC.
INVESTMENT CERTIFICATES

This Supplement No. 2 dated October 31, 2023 is intended to update the Foursquare Financial Solutions Loan Fund, Inc. (“We”, “Our”, “Us” or the “Fund”) Offering Circular dated June 15, 2023 to include a newly appointed director to the Board of Directors.

This Supplement should be read in conjunction with the Offering Circular dated June 15, 2023. The Offering Circular is not complete without this Supplement and the Supplement should not be used other than with this Offering Circular.

*The information contained in this Supplement No. 2 to Offering Circular dated October 31, 2023 (the “**Supplement**”), supersedes any conflicting information contained in the Foursquare Financial Solutions Loan Fund, Inc. Offering Circular dated June 15, 2023 (the “**Offering Circular**”).*

NEW MEMBER OF THE BOARD OF DIRECTORS

Effective as of September 14, 2023, the Foursquare Financial Solutions Loan Fund, Inc. Board of Directors appointed Jeffrey Stewart to serve as a director of its Board of Directors. Mr. Stewart currently sits on Morgan Stanley's North Haven Credit Fund Advisory Board and is a financial market advisor to ReNu Energy, a solar power and battery company based in Charlotte, North Carolina. Mr. Stewart also serves as a director on the boards of HC Gov and Monarch Title Insurance, two portfolio companies funded by a private investment fund. His investing career began in 1993 at J.C. Bradford in Nashville, Tennessee and he then transitioned to an equity research analyst at I.J.L. in Charlotte, North Carolina. In 1996, his focus shifted from stocks to fixed income by joining First Union Capital Markets. Mr. Stewart is a CFA charter holder (Chartered Financial Analyst) and has served on the Foursquare church leadership council, completed the Foursquare polity, and has been ordained as a minister in the Foursquare International Church. In 2006, Mr. Stewart left First Union/Wachovia with a small group to start a leverage lending group at Piper Jaffray. The financial crisis of 2008 ended the Piper effort and transitioned him to the buy-side by joining Babson/Barings to become a portfolio manager. Mr. Stewart joined the Foursquare Foundation Investment Committee in 2008, became the committee's chair in 2009, and since has led the team in soundly outperforming the market over the past fourteen years. Along with chairing the Foursquare Investment Committee, Mr. Stewart previously chaired the Foursquare Senior Housing Committee. Mr. Stewart received a BS and BA degrees with distinction from the University of North Carolina Chapel Hill with a concentration in finance and a minor in history.