

**ENDOWMENT FUND REPORT FOR TWELVE MONTHS
ENDING SEPTEMBER 30, 2005**

As of September 30, 2005, the Endowment Fund of The First Presbyterian Church of Dearborn, Michigan totaled \$2,232,664. This amount represents the market value of locally-controlled funds, \$1,559,698 for which the original contribution value was \$1,243,460. In addition to locally-controlled funds, the Presbyterian Church (U.S.A.) Foundation holds an investment account identified as the Murray D. Wilson Memorial Fund with a September 30, 2005 market value of \$672,966 representing an original investment of \$411,004. The Fund's income is provided to our Church; the principal is not available.

	Local Funds	Presbyterian Church (USA) Foundation*	Total
1. Market Value September 30, 2004	\$ 1,465,076	\$ 680,035	\$ 2,145,111
2. Changes:			
a. Gifts Received	3,440	0	3,440
b. Dividends/interest received	25,770	29,775	55,545
c. Market value increase/(decrease)	(142,775)	(7,069)	135,706
d. Less: Funds trans'd to church opns	(77,363)	(29,775)	(107,138)
Total changes:	\$ 94,622	\$ (7,069)	\$ 87,553
3. Market Value - September 30, 2005	\$ 1,559,698	\$ 672,966	\$ 2,232,664
(Memo info: Book value)	\$ 919,051	\$ 597,159	\$ 1,516,210
4. Total annualized return	11.5%	(3.34)	8.9%
Asset Allocation of Present Portfolio:			
Equity funds	73%		51%
Bonds, bond funds, and notes	24%	100%	47%
Cash and money market accounts	3%		2%

Locally-controlled funds are invested primarily through Fidelity and the Presbyterian Church (U.S.A.) Foundation's Covenant Funds. The Investment Sub-Committee reviews the performance of these accounts quarterly and authorizes changes when and if advisable. (*The principal value of the Murray D. Wilson Memorial Fund's assets are not available to our Church. The market and book values are included in this report for information purposes only.)

For the full year 2005, the Endowment Fund contributed \$105,369 to the operating funds of our church compared to \$101,950 in 2004 and \$107,138 in 2003. For locally-controlled funds, the annual contribution to church operations equals 5 1/2% of average market value at the end of the three prior years, unless such payments would cause the market value of the Fund to fall below original cost and the Sub-Committee then would authorize a lower contribution. (To date, we have not yet faced such a contingency.) The Murray D. Wilson Memorial Fund contribution to operations is equal to income received.

The Year 2006 contribution to church operating funds from locally-controlled funds is computed to be \$83,808 compared to \$77,731 in 2005. Income from the Murray D. Wilson Memorial Fund is estimated to be \$28,000. Thus, for the Year 2006, the contribution from Endowment is estimated to be \$111,808.

The Investment Sub-Committee thanks all those who have contributed to the Fund since its inception. Contributions to the Endowment Fund can be made in any amount by outright gift, memorial gift, bequest, charitable lead or remainder trust, appreciated securities, or the purchase of insurance naming the Endowment Fund of The First Presbyterian Church of Dearborn as beneficiary. The continued support of the membership is appreciated, as revenues from the Fund are clearly essential to the maintenance of the Church's programs.

Respectfully submitted,

Dick Fisher, Chairperson

Sub-Committee Members: Ted Daykin, Joel DeHamer, Dan Kutt, Kara Lamkin, and Bob Putnam