North Georgia Conference Annual Conference Allocated Underfunding

Dear Amy:

We have prepared an estimate of the underfunded mandatory clergy plan liability attributable to your conference. This estimate reflects the assets and current market environment as of 9/1/2021 and is only considered a valid representation of your conference’s funded status until 11/30/2021. This estimate supersedes any previous estimate.

9/1/2021 Estimates

<table>
<thead>
<tr>
<th>Plan</th>
<th>Market Value of Assets</th>
<th>110% of Liabilities</th>
<th>Funded Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pre-82</td>
<td>$46,875,609</td>
<td>$(40,923,506)</td>
<td>$5,952,103</td>
</tr>
<tr>
<td>MPP Annuities</td>
<td>110,634,071</td>
<td>(126,966,019)</td>
<td>(16,331,948)</td>
</tr>
<tr>
<td>CRSP-DB</td>
<td>88,400,534</td>
<td>(133,455,656)</td>
<td>(45,055,122)</td>
</tr>
<tr>
<td>All DB Plans</td>
<td>$245,910,214</td>
<td>$(301,345,181)</td>
<td>$(55,434,967)</td>
</tr>
</tbody>
</table>

Purpose and Limitations
This valuation is prepared primarily to estimate and document the underfunded liability for purposes of estimating the withdrawal liability of a church in accordance with Book of Discipline ¶ 1504 as amended by General Conference 2019 petition 90016. This valuation has been conducted for the purpose described above and may not be suitable for any other purpose. In particular, this valuation does not determine liabilities on a plan termination basis, for which a separate extensive analysis would be required. In addition, liability measures shown include a premium to estimate the cost of transferring risk to a third party. Actual costs related to such a transfer are dependent on market conditions at the time of transfer and may be more or less than those assumed herein.

Assumptions
Other than those listed below, this estimate was determined using census data, plan provisions and assumptions consistent with those outlined in the September 2021 Corridor and Pre-82 valuation reports. Please see the ASOP 51 and ASOP 56 sections in the aforementioned reports for a discussion of risks associated with this calculation and model descriptions and disclosures.

- Liability Premium: 10.00%
- CRSP DAC Increases: 2.00%
- Pre-82 PSR Increases: 0.00%
- Discount Rate Curve: FTSE Pension Discount Curve as of 8/31/2021

If you have any questions or concerns, please do not hesitate to contact me at (847) 866-4245 or your Client Relationship Manager.

Sincerely,

Frederick C. Hyland
Managing Director Actuarial Services

1 For CRSP-DB and MPP Annuities, total plan assets prorated by the conference’s percentage of CRSP-DB and MPP market liabilities