

GIVING AREAS

GRANTS

As our name implies, the Mustard Seed Foundation provides seed funding for small start-up projects of churches and Christian organizations around the world. We seek to partner with local congregations that identify, equip, and support their members who are called to specific areas of ministry in the Church and society. We look for initiatives that offer innovative approaches to local church-based ministries. The Foundation seeks to help launch projects as a minority partner, providing funds over a limited time period, and in a way that encourages self-sufficiency and reliance on the local church. We consider local church accountability and financial support to be primary indicators of the priority, integrity, and sustainability of a particular project. A church must be willing to invest financially in a project for us to consider funding that project. The Foundation has a strong interest in the unique challenges faced by the urban church. As the world rapidly urbanizes, we believe that investing in churches located in large cities to be particularly strategic. We typically fund projects that share the gospel with non-Christians (outreach), generate income and economic decision-making opportunities for poorer Christians (empowerment), or equip Christians to better proclaim and demonstrate the gospel (discipleship).



Apostolic and Prophetic Marantha Mission - Guatemala City, Guatemala



*Andrew Legg, 2006 Harvey Fellow
DPhil, International Law, Oxford University*

SCHOLARSHIPS

The Mustard Seed Foundation offers a variety of scholarship opportunities for Christians seeking advanced degrees in the United States and around the world. We believe that providing scholarships to individuals who are furthering their formal education to become better ministers within the local church and society, helps enable the Church to reach the whole world with the whole gospel. The Foundation believes that our scholarships empower individuals to take ownership for equipping themselves for Christian service. Scholarships also encourage educational institutions to remain student-focused and accountable to deliver high quality education at an affordable cost. Through our scholarship initiatives, the Mustard Seed Foundation hopes to equip believers for strategic roles within the full spectrum of Christian ministry, from place of business to place of worship. In 2006, the Foundation awarded scholarships through three programs: Harvey Fellows, Theological Education, and Bakke Graduate University Scholarships.

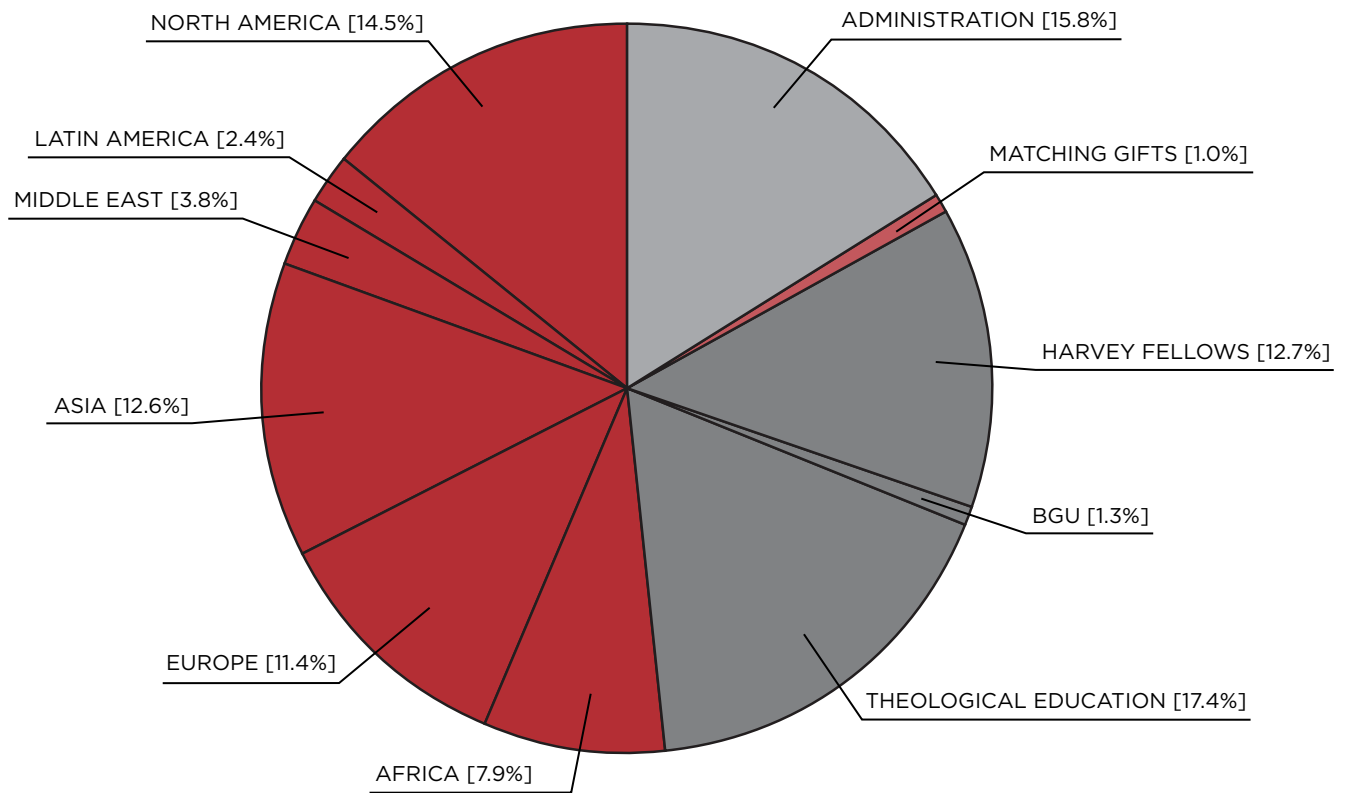
2006 OVERVIEW

The Foundation's expenditures totaled nearly \$8 million in 2006, which is roughly 15 percent more than 2005. About 84 percent of these funds went directly to individuals and churches through almost 1,800 scholarships and 830 grants. The remaining 15.8 percent, or \$1,261,889, was used to administer our work through our international team of 16 staff located in nine countries around the globe.

Nearly 53 percent, or \$4,139,968, of our total operating expenditures was given through grants to local churches primarily in major urban centers. Granting remains to be our largest giving area and continued to grow in its share of our overall expenditures in 2006. Our granting is divided into six

geographic regions. While North America continues to be our largest granting region in terms of financial investment, its share compared to the other regions continued to decrease in 2006.

Scholarship giving was channeled through our Harvey Fellows, Theological Education, and Bakke Graduate University Scholarship Programs. Together these scholarship initiatives represent 31.4 percent, or \$2,499,375, of our 2006 expenditures. While scholarships increased overall in total dollars, it slightly decreased in its share of our total giving. The remaining one percent was given to Christian organizations through matching personal gifts given by Foundation Board and staff.



\$7,982,079 TOTAL