


RANKING AND SECURITY

This information forms part of the product disclosure statement dated 9 July 2024 (PDS) which relates to an offer of call and term deposits by The Christchurch Catholic Development Fund (CDF). The ranking of the liabilities based upon a liquidation of the CDF is summarised in the below diagram.

RANKING	CATEGORIES OF LIABILITY/EQUITY		INDICATIVE AMOUNT (at 31 March 2024)
	Liabilities that rank in priority to the Debt Securities on a liquidation of the CDF.	Liabilities preferred by law, including employee entitlements.	\$9k
		Any preferential secured creditors the CDF may have from time to time.	
	Liabilities that rank equally with the Debt Securities on a liquidation of the CDF.	Debt Securities, including accrued interest.	\$11.277m
	Liabilities that rank below the Debt Securities on a liquidation of the CDF.	Non-regulated debt securities issued to the Bishop and other unsecured subordinated liabilities.	\$19.495m
	Equity.		\$3.423m

In the event the CDF becomes insolvent, account holders will not be liable to pay money to any person as a result of the insolvency, it may be likely that there will be claims which have preference by law over Debt Securities. Further account holders may lose the value of their deposits. These are summarised below.

Under clause 5.1 of the Trust Deed, the CDF has granted a general security interest over all its present and after-acquired property to CTSL as its Supervisor, securing the CDF's payment obligations under the Debt Securities (the General Security Interest).

The amount of the CDF's liability that is secured by the General Security Interest is \$11.277m. The CDF's assets subject to the General Security Interest includes cash, loans, bank and finance company deposits, bonds, and capital notes. The total value of the CDF's assets subject to the General Security Interest is \$36.260m. Both figures are estimated amounts based on the CDF's financial position as at its most recent balance date (31 March 2024).

Preferential claims

The claims that would rank ahead of the claims of account holders on the CDF's assets if it were to become insolvent or liquidated are:

- claims for liquidator's costs, unpaid taxes, certain wages and other amounts payable to employees and other amounts given preference by statute;
- claims of CTSL and any receiver appointed under the trust deed for unpaid fees and costs;
- claims of the holders of any prior ranking security interests or charges (see above); and
- claims given priority under the Personal Property Securities Act 1999, such as purchase money security interests.

There may also be claims of other secured creditors which will rank in priority to or equally with the claims of the Debt Security holders. Any such preferential, or prior or equal ranking, claims will reduce the amount of money available to satisfy the claims of the Debt Security holders.