
***Association of Summer
Olympic International
Federations***

Lausanne

***Report of the
statutory auditors to the
General Meeting***

***on the financial statements
2018***





Report of the statutory auditors on the limited statutory examination to the General Meeting of Association of Summer Olympic International Federations Lausanne

As statutory auditors, we have examined the financial statements of Association of Summer Olympic International Federations, which comprise the balance sheet, income statement and notes, for the year ended 31 December 2018. The financial statements for the year ended 31 December 2018 were subject to a limited statutory examination and the prior year's financial statements to an ordinary audit.

These financial statements are the responsibility of the Executive Committee. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of association personnel and analytical procedures as well as detailed tests of association documents as considered appropriate in the circumstances. However, the testing of the operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the association's articles of incorporation.

PricewaterhouseCoopers SA

Philippe Tzaud
Audit expert
Auditor in charge

Nicolas Daehler
Audit expert

Lausanne, 13 February 2019

Enclosure:

- Financial statements (balance sheet, income statement and notes)

Association of Summer Olympic International Federations

Financial Statements as at 31.12.2018

Association of Summer Olympic International Federations

Balance sheet as at 31 December

(in Swiss francs)

Assets	2018	2017
Current assets		
Treasury	324'702	603'688
Marketable Securities	10'782'003	11'793'053
Other current receivables due from third party	47'909	39'662
Accrued income and prepaid expenses	40'044	43'010
Total current assets	11'194'658	12'479'413
Non-current assets		
Property, plant and equipment	2'012'144	2'012'144
Total non-current assets	2'012'144	2'012'144
Total assets	13'206'802	14'491'557
Liabilities and funds	2018	2017
Short-term liabilities		
Other short-term liabilities due to third parties	7'834	11'704
Accrued expenses and deferred income	120'193	102'252
Total short-term liabilities	128'027	113'956
Long-term liabilities		
Provisions - central projects	5'721'647	6'229'672
Total long-term liabilities	5'721'647	6'229'672
Total liabilities	5'849'674	6'343'628
Funds		
Unrestricted operating funds	8'147'928	7'883'595
Excess in (expenses) / income for the current period	-790'801	264'333
Total Funds	7'357'128	8'147'928
Total liabilities & Funds	13'206'802	14'491'557

Association of Summer Olympic International Federations

Profit and loss statement for the financial year ended 31 December

(in Swiss francs)

	Notes	2018	2017
Net proceeds from sales of services		1'717'626	1'668'133
<i>Contributions from IOC</i>		954'300	1'001'500
<i>IF-Contributions</i>		3'300	3'320
<i>SportAccord Convention</i>	3	252'000	252'000
<i>Central projects</i>		508'026	311'558
<i>Attribution to central projects</i>		-	95'465
<i>Other Income</i>		-	138
<i>Other income (with VAT)</i>		-	4'152
Costs of members relations, services and projects		569'614	462'126
<i>Members services and relations</i>	4	61'589	55'103
<i>Central projects</i>		508'026	407'023
Staff costs		887'257	957'212
Intermediate result		260'755	248'795
Other operating expenses		406'964	370'695
<i>Communications</i>	5	37'141	34'156
<i>Meetings and seminars</i>	6	93'177	94'976
<i>Other operating expenses</i>	7	276'647	241'563
Earnings before interest		-146'209	-121'900
Financial income	8	152'072	550'182
Financial expenses	9	764'037	149'419
Earnings		-758'174	278'862
Non-operating income - from buildings		13'301	39'480
Non-operating expenses from buildings		45'927	54'009
Net profit for the year		-790'801	264'333

Association of Summer Olympic International Federations

Notes

(in Swiss francs)

Foundation Activities

The Association of Summer Olympic International Federations (ASOIF) is a not for profit association governed by the provisions of the Swiss Civil Code, that was founded by the International Federations (IF) governing the sports included in the programme of the Summer Olympic Games.

Its objectives are to coordinate and defend the common interests of its members, to ensure close cooperation between its members and the members of the Olympic Movement, to maintain the authority, independence and autonomy of the member IFs and to decide on all financial matters concerning the IF in general, in particular the sharing among its members of the rights revenue share of the summer Olympic Games reverting to the IFs.

1 Accounting principles applied in the preparation of the financial statements

These financial statements have been prepared in accordance with the provisions of commercial accounting as set out in the Swiss Code of Obligations (Art. 957 to 963b CO). Significant balance sheet items are accounted for as follows.

Basis for accounting

ASOIF uses the accruals basis of accounting in preparing the financial statements.

Accounting for foreign currencies

The accounting records of ASOIF are kept in Swiss Francs and, accordingly, the financial statements have been presented in Swiss Francs.

Assets and liabilities denominated in currencies other than Swiss Francs are recorded in the balance sheet based on exchange rates ruling at the year-end. Transactions denominated in other than Swiss Francs are recorded in the statement of income and expenditure at monthly average rates; all exchange losses and realised exchange gains are recognised as financial income or expense.

Short-term listed financial assets

The listed financial assets are valued according to their market value. Gain and losses are recorded in financial income and expenses account respectively.

Fixed assets

ASOIF acquired date September 26th, 2011 the second floor of the building A located in the Maison du Sport International for a total amount of CHF 2.0 mio.

An evaluation of the building is performed on a regularly basis in order to assess if the fair value of the building is below the net book value. If that were the case, an extraordinary depreciation expense would be recorded.

Details, analyses and explanations to the financial statements

2 The number of full-time equivalents did not exceed 10 on an annual average basis.

3 SportAccord Convention

ASOIF is one of the founding members, together with partners GAISF and AIOWF, of the Association created under Swiss Law called SportAccord Convention which is responsible for organizing the annual international convention of the same name.

The statement of income and expenditure includes a revenue of CHF 252'000 for 2018 (2017: CHF 252'000) representing a contribution by the SportAccord Convention Association to ASOIF's logistical and resources expenses from the SportAccord Convention events in Bangkok 2018.

Association of Summer Olympic International Federations

Notes

(in Swiss francs)

4 Member relations and services

	<u>2018</u>	<u>2017</u>
Olympic Games Coordination - Tokyo 2020	29'184	33'623
Sport Accord	2'000	5'400
Members projects / Research	3'505	9'588
Youth Olympic Games - 2018	4'152	-
Liaison at IF events / meetings	22'747	6'492
	<u>61'589</u>	<u>55'103</u>

5 Communications

	<u>2018</u>	<u>2017</u>
Communications consultants	10'650	11'050
ASOIF Web development	19'888	20'476
Printing and graphic design	6'602	2'630
	<u>37'141</u>	<u>34'156</u>

6 Meetings and seminars

	<u>2018</u>	<u>2017</u>
General assembly	37'251	14'040
SportAccord - IF convention	21'298	19'540
Working meeting	917	-646
Council meetings	5'673	9'051
Other (seminar, commissions)	28'037	52'991
	<u>93'177</u>	<u>94'976</u>

7 Other operating expenses

	<u>2018</u>	<u>2017</u>
Technology (maintenance & updates)	35'483	30'415
Office expenses grant	93'653	70'644
Administration management	27'677	28'608
Staff travel	8'818	18'557
Audit	7'195	7'092
Miscellaneous (Phones, Office Cleaning, supplies, Postal Services and various)	89'448	70'459
Representation and protocol	2'514	4'099
Gifts and gadgets	11'859	11'690
	<u>276'647</u>	<u>241'563</u>

Association of Summer Olympic International Federations

Notes

(in Swiss francs)

8 Financial Income

	<u>2018</u>	<u>2017</u>
Capital gain on securities	-	390'946
Interest	129'656	159'235
Exchange gain	22'416	-
	<u>152'072</u>	<u>550'182</u>

9 Financial expenses

	<u>2018</u>	<u>2017</u>
Capital loss on securities	699'639	-
Exchange Loss	-	91'321
Interest expense	211	41
Financial management	64'186	58'057
	<u>764'037</u>	<u>149'419</u>