

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

***Report of the statutory auditor  
to the General Meeting  
on the financial statements 2013***



Report of the statutory auditor  
to the General Meeting of  
Association of Summer Olympic International Federations  
Lausanne

### **Report of the statutory auditor on the financial statements**

As statutory auditor, we have audited the accompanying financial statements of Association of Summer Olympic International Federations, which comprise the balance sheet, income statement and notes, for the year ended 31 December 2013.

#### *Executive Director's Responsibility*

The Executive Director is responsible for the preparation of the financial statements in accordance with the requirements of Swiss law and the association's articles of incorporation. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Opinion*

In our opinion, the financial statements for the year ended 31 December 2013 comply with Swiss law and the association's articles of incorporation.

### **Report on other legal requirements**

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (article 69b paragraph 3 CC in connection with article 728 CO) and that there are no circumstances incompatible with our independence.



We recommend that the financial statements submitted to you be approved.

PricewaterhouseCoopers SA

Guillaume Nayet

Audit expert  
Auditor in charge

Francis Renaud

Audit expert

Geneva, 17 March 2014

Enclosure:

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

**Association of Summer Olympic International Federations,  
Lausanne**

**Report of the auditors  
to the General Assembly**

**Financial statements 2013**

**Balance Sheet at December 31**  
(in Swiss Francs)

		CHF	
	Notes	2013	2012
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		762,875	1,601,003
Cash held for loan repayment	2.3	0	1,300,000
Marketable securities		7,644,871	7,642,404
Other assets		75,649	15,343
Prepaid expenses		23,998	44,304
		<u>8,507,393</u>	<u>10,603,054</u>
<b>Non-current assets</b>			
Administrative building		<u>2,012,144</u>	<u>2,005,000</u>
<b>Total assets</b>		<u><u>10,519,537</u></u>	<u><u>12,608,054</u></u>
<b>Liabilities and funds</b>			
<b>Current liabilities</b>			
Accrued expenses		247,116	517,259
Deferred revenue in relation to the central projects		<u>3,370,877</u>	<u>4,285,000</u>
		<u>3,617,993</u>	<u>4,802,259</u>
<b>Non-current liabilities</b>			
Mortgage loan		<u>0</u>	<u>1,296,750</u>
		<u>0</u>	<u>1,296,750</u>
<b>Funds</b>			
Unrestricted operating funds as per statement attached		6,901,544	6,509,045
<b>Total liabilities and funds</b>		<u><u>10,519,537</u></u>	<u><u>12,608,054</u></u>

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**Association of Summer Olympic International Federations, Lausanne**


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**Statement of income and expenditure  
for the year ended December 31, 2013  
(in Swiss Francs)**

		CHF	
	Notes	2013	2012
<b>Income</b>			
IOC		719 510	642 938
Extraordinary income from IF	3	441 373	9 088 287
Annual subscription from IF		2 756	2 649
Convention SportAccord	4	256 702	252 000
Central projects		914 123	-
Other income		82 794	67 764
Financial income	5	132 957	72 293
		<u>2 550 215</u>	<u>10 125 930</u>
<b>Expenditure</b>			
Member relations and services	6	41 901	56 744
Central projects		914 123	-
Communications	7	62 660	75 136
Meetings and seminars	8	105 604	71 855
Administration and operations	9	699 023	652 252
Other miscellaneous expenses	10	127 671	48 691
Deferral of the central projects revenue to balance sheet		-	4 500 000
Financial expenses	11	206 734	280 492
		<u>2 157 716</u>	<u>5 685 169</u>
<b>Excess of (expenditure) / income for the year</b>		392 499	4 440 762
Unrestricted operating funds at beginning of year		6 509 045	2 068 283
Unrestricted operating funds at end of year		<u><u>6 901 544</u></u>	<u><u>6 509 045</u></u>

## Notes to the financial statements 2013

### 1. Foundation and activity

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 television rights of the summer Olympic Games reverting to the IF.

### 2. Summary of significant accounting policies

#### 2.1 Basis of accounting

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

#### 2.2 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.

#### 2.3 Administrative building

As of 26 September 2011, ASOIF bought the second floor of the A building of Maison du Sport International for a gross amount of CHF 2.0mio.

An annual assessment is made as to whether the current estimated value of the administrative building is less than the net book value; should this estimated value be lower than the net book value, an impairment charge against the carrying value will be recorded.

ASOIF took out a mortgage of CHF 1.3mio to finance this purchase. An extraordinary contribution from IOC was made in 2012 for an amount of CHF 1.3mio to repay this loan. This cash balance was presented separately within current assets in the balance sheet. The mortgage was reimbursed in 2013.

### 3. Extraordinary income from the IF

In 2012, ASOIF received extraordinary contributions from the IFs through the IOC – the components were related to:

- CHF 1.3 mio to repay the existing mortgage loan. The cash received is separately identified within the current assets as at 31 December 2012
- CHF 4.5 mio of exceptional grant in relation to a Central Projects Fund – this balance has been deferred to the balance sheet under liabilities as at 31 December 2012. CHF 0.2 mio were released to the income statement in 2012 to match the actual project expenses.
- CHF 3.1 mio to increase the available operating funds (reserve) of ASOIF

Notes to the financial statements 2013

4. SportAccord Convention

ASOIF is one of the founding members, together with partners AGFIS 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. ASOIF's yearly contribution to this Association is CHF 5 000, which is recorded as an expense.

The statement of income and expenditure includes a revenue of CHF 256'702 for 2013 (2012: CHF 252'000) representing a contribution by the SportAccord Convention Association to ASOIF's logistical and resources expenses from the SportAccord Convention events in St. Petersburg and London respectively.

	CHF	
	31 December 2013	31 December 2012
<b>5. Financial income</b>		
Interest	118 181	66 366
Exchange gain	14 776	-
Gain on disposal of securities	-	5 927
	<u>132 957</u>	<u>72 293</u>
<b>6. Member relations and services</b>		
Olympic Games Coordination - London 2012	4 711	16 940
Olympic Games Coordination - Rio 2016	9 415	7 254
Members projects / Research	19 930	24 992
Liaison at IF events / meetings	7 846	7 558
	<u>41 901</u>	<u>56 744</u>
<b>7. Communications</b>		
Communications consultants	33 641	44 301
ASOIF Web development	16 960	22 100
Printing and graphic design	12 059	8 735
	<u>62 660</u>	<u>75 136</u>
<b>8. Meetings and seminars</b>		
General assembly	27 354	12 870
SportAccord - IF convention	11 838	2 139
Working meeting	9 924	19 413
Council meetings	30 030	15 429
Other (seminar, commissions)	26 457	22 003
	<u>105 604</u>	<u>71 855</u>



Notes to the financial statements 2013

	CHF	
	31 December 2013	31 December 2012
<b>9. Administration and operations</b>		
Building charges	56 295	50 020
Technology (maintenance & updates)	30 048	13 489
Office expenses grant	20 546	38 298
Administration management	19 308	20 438
Salaries and social charges	547 771	463 877
Staff travel	17 830	59 129
Audit	7 225	7 000
	<u>699 023</u>	<u>652 252</u>
<b>10. Other miscellaneous expenses</b>		
Miscellaneous (Phones, Office Cleaning, Supplies, Postal Services and various)	110 072	33 856
Representation and protocol	4 109	2 756
Gifts and gadgets	13 490	12 079
	<u>127 671</u>	<u>48 691</u>
<b>11. Financial expenses</b>		
Loss / (Gain) on disposal of securities	108 761	-
Exchange loss	-	234 307
Interest expense	65 182	34 386
Financial management	32 791	11 798
	<u>206 734</u>	<u>280 492</u>