



## **07 FINANCIAL MATTERS:**

**07.1 TREASURER'S REPORT**

**07.2 AUDITOR'S REPORT**

**07.3 BUDGET 2019**

## 07.1 TREASURER'S REPORT

### INTRODUCTION

After the significant changes in the last years, the association has been able to stabilise its activities and is now entering in the last phase of its transition since the 2015 General Assembly. The organisation has seen the Doping Free Sport Unit transferred to ITA in July 2018 and therefore the six staff Members of this unit have left our organisation. Currently, three staff members are running the administration and two staff members are in charge of the Membership department. The digital services and the dotsport project have been launched and two staff are working on these projects.

### SITUATION OF THE 2018 ACCOUNTS

The accounts showed a net profit of CHF 1,311,341. Total equity amounted to CHF 4,848,950. The contributions and donations of the IOC, COC and SportAccord have been crucial to achieve a positive financial result.

### BUDGET 2019

The profit realised in 2018 will be invested in the development of the projects to serve our members (Good Governance, Sustainability, esport, digital services). 2019 will also mark the launch of our Multisport Games with the World Urban Games 2019 to be held in September in Budapest. The second edition of the World Urban Games will probably also be held in Budapest in 2021. Discussion are ongoing for the World Combat Games to be held in 2021 as well. The staff to support these Multisport Games and the different projects currently launched has to be adapted to the new structure. Finally, the proposed budget includes a strong support of the IOC for the above-mentioned projects and will be of significant help to launch the various initiatives to support our Members. The profit realised in 2018 will be invested into the final stage of the transition of our organisation and therefore the budget for 2019 presents a deficit. However, it is important to note that it will not affect our reserves as the sum of the two last years will remain financially positive overall.

### AUDITS

BDO has conducted the statutory audit whose result is published hereafter and submitted to your approval. BDO was appointed the auditor of GAISF at the last General Assembly in Bangkok for a period of two (2) years (art. 38 GAISF Statutes).

### ACKNOWLEDGEMENTS

I would like to thank the GAISF staff, BDO and Mr. Olivier Mirshak, who now provides the accounting services for GAISF.

### RECOMMENDATIONS

I respectfully ask the General Assembly gathered in Gold Coast to approve the Budget 2019 and the audited 2018 Financial Statements and discharge the Council Members from any liability.

Respectfully submitted,

Marisol Casado  
Treasurer  
11 April 2019

## 07.2 AUDITOR'S REPORT

### AUDITED FINANCIAL REPORT 2018



Phone +41 21 310 23 23  
Fax +41 21 310 23 24  
www.bdo.ch

BDO Ltd  
Biopôle SC-B - Epalinges  
Case postale 7690  
1002 Lausanne

To the Council of

**Global Association of International Sports Federations  
(GAISF)**

Lausanne

**Report on the voluntary Audit of the 2018  
Financial Statements**

(for the period ended 31.12.2018)

12 March 2019  
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NLE/HK/mbe

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Phone +41 21 310 23 23  
Fax +41 21 310 23 24  
www.bdo.ch

BDO Ltd  
Biopôle SC-B - Epalinges  
Case postale 7690  
1002 Lausanne

**Auditor's Report to the Council on the financial statements of Global Association of International Sports Federations (GAISF) in Lausanne**

In accordance with your instructions, we have audited the accompanying financial statements of Global Association of International Sports Federations (GAISF), which comprise the balance sheet as at 31 December 2018, the income statement and the notes for the year then ended.

**Council's Responsibility**

The Council is responsible for the preparation of these financial statements in accordance with the requirements of Swiss law and the Statutes of the Association. 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 Council 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 Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 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 existence and effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of 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 2018 comply with Swiss law and the Statutes of the Association.

Lausanne, 12 March 2019

BDO Ltd

Nigel Le Masurier  
Licensed Audit Expert

Helena Kara  
Licensed Audit Expert  
Auditor in charge

Attachments  
Financial Statements

BDO Ltd, a limited company under Swiss Law, incorporated in Zurich, forms part of the international BDO Network of independent member firms.

Global Association of International Sports Federations (GAISF)  
Lausanne

BALANCE SHEET AT 31 DECEMBER 2018

	31.12.2018 CHF	31.12.2017 CHF
<b>ASSETS</b>		
<i>Current assets</i>	<b>4 904 125.66</b>	<b>3 920 118.06</b>
Cash	4 496 546.35	3 350 102.93
Accounts receivable	176 739.55	624 110.22
Provision for doubtful accounts	0.00	-70 000.00
Other short term receivables	39 747.51	3 784.91
Prepaid expenses & accrued income	191 092.25	12 120.00
<i>Non-current assets</i>	<b>144 337.00</b>	<b>152 013.15</b>
Securities	144 337.00	152 013.15
<b>TOTAL ASSETS</b>	<b>5 048 462.66</b>	<b>4 072 131.21</b>
<b>LIABILITIES AND EQUITY</b>		
	31.12.2018 CHF	31.12.2017 CHF
<i>Liabilities</i>	<b>199 512.03</b>	<b>534 521.88</b>
Accounts payable	7 393.75	342 644.07
Federal Tax administration, VAT	69 383.00	70 293.58
Accrued expenses	122 735.28	121 584.23
<i>Equity</i>	<b>4 848 950.63</b>	<b>3 537 609.33</b>
Restricted fund for MSGU event risk	283 020.00	283 020.00
Capital	3 254 589.33	2 950 842.69
Profit for the year	1 311 341.30	303 746.64
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>5 048 462.66</b>	<b>4 072 131.21</b>



**Global Association of International Sports Federations (GAISF)**  
**Lausanne**

**INCOME STATEMENT 2018**

	<b>2018</b>	<b>2017</b>
	<i>CHF</i>	<i>CHF</i>
<b><i>Income</i></b>	<b>4 012 986.70</b>	<b>3 113 066.65</b>
Sportaccord Convention	360 000.00	360 000.00
Membership fees	440 560.59	421 967.15
Miscellaneous - Observers - Application fees	109 001.96	51 879.54
IOC Contributions	350 000.00	0.00
IOC Contributions - special projects	150 000.00	0.00
Revenue anti-doping Doping Free Sports Unit	1 156 740.51	1 937 256.84
WADA Contribution	0.00	160 000.00
Subsidy IOC	0.00	160 000.00
DFSU transfer to ITA	300 000.00	0.00
Revenue Digital services	175 053.66	10 485.02
Other contributions	971 629.98	0.00
Miscellaneous - insurance participation	0.00	11 478.10
<b><i>Variation of the provision on doubtful accounts</i></b>	<b>-9 220.00</b>	<b>-70 000.00</b>
<b><i>Total income</i></b>	<b>4 003 766.70</b>	<b>3 043 066.65</b>

Global Association of International Sports Federations (GAISF)  
Lausanne

INCOME STATEMENT 2018

	2018 CHF	2017 CHF
<b>Expenses</b>		
Digital Services Unit	85 700.77	74 004.87
DSFU - Doping Free Sports Unit	578 994.35	1 141 490.24
Multi-Sport Games Unit	327 680.99	58 325.72
MSGU Development	327 680.99	58 325.72
Marketing and Communication	156 799.79	125 708.80
Payroll expenses and Fees	1 159 807.77	1 021 730.76
Salaries and social security contributions	1 076 624.30	935 547.75
Human resources and training expenses	9 722.87	3 287.46
External consultants - Accounting & legal expenses	73 460.60	82 895.55
Travel & General Assembly expenses	153 477.33	64 068.82
Council expenses	69 157.66	65 111.12
Membership days	12 630.95	16 913.10
Administration expenses	144 579.12	142 510.55
Office rent and expenses	70 523.59	70 417.47
Telephone and postage expenses	10 396.68	9 314.53
Office equipment	35 094.46	39 912.33
Insurance	10 507.45	9 434.15
Miscellaneous	18 056.94	13 432.07
<b>Total expenses</b>	<b>2 688 828.73</b>	<b>2 709 863.98</b>
<b>Financial income (expenses)</b>	<b>-3 596.67</b>	<b>-29 456.03</b>
Financial income	16 921.27	28 363.69
Financial expenses	-20 517.94	-57 819.72
<b>Profit for the year</b>	<b>1 311 341.30</b>	<b>303 746.64</b>

**Global Association of International Sports Federations (GAISF)  
Lausanne**

**Appendix to the 2018 financial statements**

GAISF is an association under Swiss law, governed by the provisions of Article 60 et following of the Civil Code.

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).

		31.12.2018 CHF	31.12.2017 CHF
<b>1. Exchange rates</b>			
At the closing of the accounts, the following exchange rates were used:	USD/CHF	1.127000	0.977100
	EUR/CHF	0.986000	1.167948
	HKD/CHF	0.126000	--
<b>2. Securities</b>			
At the balance sheet date, the securities are valued at market price.			
<b>3 Number of employees</b>			
The number of full-time employment on an annual average is less than 50 in 2018 as well as in 2017.			
<b>4 Rental lease</b>			
The lease agreement for business premises end on September 30th 2020. The outstanding amount to date is:		109 452	171 996
<b>5 Pension liabilities</b>		0	27 426
<b>6 Explanation regarding exceptional items</b>			
None in 2018, as well as in 2017.			
<b>7 Other information</b>			
The activity of DFSU has been transferred to ITA (International Testing Agency) as of June 30, 2018.			