



GENERAL ASSEMBLY

07 FINANCIAL MATTERS:

07.1 TREASURER'S REPORT

07.2 AUDITOR'S REPORT

07.3 BUDGET 2020

07.1 TREASURER'S REPORT

INTRODUCTION

After the significant impact of the Covid-19 pandemic in 2020, it goes without saying that GAISF also had to adapt to the situation over the past months. The budget presented in the working documents has been established end of 2019 and should have been presented in April at our General Assembly. Unfortunately, due to the postponement the budget as it was established is not reflecting the reality anymore as we are getting closer to the end of the year.

SITUATION OF THE 2019 ACCOUNTS

The accounts showed a net profit of CHF 254,048. Total equity amounted to CHF 5,102,999. The contributions and donations of the IOC, COC and SportAccord have been crucial to achieve a positive financial result.

BUDGET 2020

End of 2019, the plan was to invest the profit realised in 2019 in the development of the projects to serve our members (Good Governance, Sustainability, esport, digital services). 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 2019 will be used to support these activities and therefore the budget for 2020 presents a deficit in the same amounts as the profit of the last year. However, it is important to note that it will not affect our reserves as the sum of the last years remains financially positive overall.

As mentioned in my introduction, with the Covid-19 pandemic and the late date of this year's General Assembly, the budget is unfortunately not reflecting the reality of the situation anymore. Many costs have been saved due to the reduced activity and especially the reduced travel. The forecast for this year's result will therefore be better than presented in this budget.

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 General Assembly in 2018 for a period of two (2) years (art. 38 GAISF Statutes).

We recommend the General Assembly to renew the mandate of BDO for another two (2) years in accordance with art. 38 of the 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 to approve the Budget 2020 and the audited 2019 Financial Statements and discharge the Council Members from any liability.

Respectfully submitted,

Marisol Casado
Treasurer
October 2020

07.2 AUDITOR'S REPORT AUDITED FINANCIAL REPORT 2019





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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 2019, 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 2019 comply with Swiss law and the Statutes of the Association.

Lausanne, 23 March 2020

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, Swiss part of the international BDO network of independent member firms.

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

BALANCE SHEET AT 31 DECEMBER 2019

	31.12.2019 CHF	31.12.2019 CHF
ASSETS		
<i>Current assets</i>	5 141 112.05	4 904 125.66
Cash	4 958 057.58	4 496 546.35
Accounts receivable	59 482.04	176 739.55
Other short term receivables	3 920.66	39 747.51
Prepaid expenses & accrued income	119 641.77	191 082.25
<i>Non-current assets</i>	167 245.00	144 337.00
Securities	167 245.00	144 337.00
TOTAL ASSETS	5 308 357.05	5 048 462.66
LIABILITIES AND EQUITY		
	31.12.2019 CHF	31.12.2019 CHF
<i>Liabilities</i>	205 357.57	199 512.03
Accounts payable	62 062.42	7 393.75
Federal Tax administration, VAT	34 592.71	69 383.00
Accrued expenses	108 702.44	122 735.28
<i>Equity</i>	5 102 999.48	4 848 950.63
Restricted fund for MSGU event risk	283 020.00	283 020.00
Capital	4 565 930.63	3 254 589.33
Profit for the year	254 048.85	1 311 341.30
TOTAL LIABILITIES & EQUITY	5 308 357.05	5 048 462.66

Global Association of International Sports Federations (GAISF)
Lausanne

INCOME STATEMENT 2019

	2019 CHF	2018 CHF
Income	2 654 316.78	4 012 986.70
Sportaccord Convention	540 000.00	360 000.00
Membership fees	448 000.00	440 560.59
Miscellaneous - Observers - Application fees	111 000.00	109 001.96
Multi-Sport Games Unit	81 952.00	0.00
IOC Contributions	350 000.00	350 000.00
IOC Contributions - special projects	0.00	150 000.00
Revenue anti-doping Doping Free Sports Unit	0.00	1 156 740.51
DFSU transfer to ITA	0.00	300 000.00
Revenue Digital services	131 543.01	175 053.66
Other contributions	991 821.77	971 629.98
Variation of the provision on doubtful accounts	0.00	-9 220.00
Total income	2 654 316.78	4 003 766.70

Page 2

Global Association of International Sports Federations (GAISF)
Lausanne

INCOME STATEMENT 2019

	2019 CHF	2018 CHF
Expenses		
Digital Services Unit	72 653.56	85 700.77
DSFU - Doping Free Sports Unit	0.00	578 994.35
Multi-Sport Games Unit	487 590.52	327 680.99
MSGU Development	487 590.52	327 680.99
Marketing and Communication	173 497.45	156 799.79
Payroll expenses and Fees	1 107 396.91	1 159 807.77
Salaries and social security contributions	962 638.05	1 076 624.30
Human resources and training expenses	13 892.26	9 722.87
External consultants - Accounting & legal expenses	130 866.58	73 460.60
Travel & General Assembly expenses	182 781.27	123 644.10
Stakeholders support	120 762.00	29 833.23
Council expenses	68 845.27	69 167.66
Membership days	0.00	12 630.95
Administration expenses	140 301.49	144 579.12
Office rent and expenses	66 440.70	70 523.59
Telephone and postage expenses	6 892.79	10 396.68
Office equipment and IT	30 149.97	35 094.46
Insurance	10 794.20	10 507.45
Miscellaneous	26 023.83	18 056.94
Total expenses	2 353 818.47	2 688 828.73
Financial income (expenses)	-46 449.46	-3 596.67
Financial income	24 600.66	16 921.27
Financial expenses	-71 050.12	-20 517.94
Profit for the year	254 048.85	1 311 341.30

Page 3

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

Appendix to the 2019 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).

		31.12.2019	31.12.2018
		CHF	CHF
1. Exchange rates			
At the closing of the accounts, the following exchange rates were used:	USD	0.988374	0.985784
	EUR	1.087000	1.128900
	HKD	0.124281	0.125908

2. Securities

At the balance sheet date, the securities are valued at market price.

3. Number of employees

The number of full-time employment on an annual average is less than 50 in 2019 as well as in 2018.

4. Rental lease

The lease agreement for business premises end on September 30, 2026. The outstanding amount to date is:	341 895	109 452
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5. Pension liabilities

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6. Explanation regarding exceptional items

None in 2019, as well as in 2018.