



***World Archery Federation
Lausanne***

***Report of the auditor
to the Congress and
to the Executive Board
on the financial statements 2013***



Report of the auditor
to the Congress and to the Executive Board of the
World Archery Federation
Lausanne

On your instructions, we have audited the financial statements of World Archery Federation, which comprise the balance sheet, statement of income and expenditure and notes, for the year ended 31 December 2013.

Executive Committee's responsibility

The Executive Committee is responsible for the preparation of the financial statements in accordance with the requirements of Swiss law. 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 Executive Committee 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 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 existence and 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.

PricewaterhouseCoopers SA

Guillaume Nayet

Audit expert

Olivier Mirshak

Audit expert

Lausanne, 6 May 2014

Enclosure:

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



Balance sheet at December 31

	Notes	CHF 2013	CHF 2012
Assets			
Current assets			
Cash and cash equivalents		2'781'568	13'270'813
Marketable securities		5'935'598	156'388
Accounts receivable	2	244'353	232'502
Other receivables		19'316	259
Prepayments		188'374	22'106
Total current assets		9'169'209	13'682'068
Fixed assets			
Tangible fixed assets, net:			
Administrative building		1'615'473	1'615'473
Vehicle		47'819	0
Computer equipment		29'831	3'541
Total fixed assets		1'693'123	1'619'014
TOTAL ASSETS		10'862'332	15'301'082
Liabilities and funds			
Current liabilities			
Accounts payable		431'547	118'201
Other payables		1'979	1'008'809
Accruals		29'287	65'541
Membership fees 2014 / 2013		56'451	53'597
Mortgage loan		0	1'131'000
Total current liabilities		519'264	2'377'148
Funds			
Unrestricted funds		10'343'068	12'923'934
TOTAL LIABILITES AND FUNDS		10'862'332	15'301'082



Statement of income and expenditure for the year ended December 31

	Notes	CHF 2013	CHF 2012
Income			
Operating Income:			
Various Income & Fees	3	280'714	207'290
		280'714	207'290
Olympics Revenue	4	1'411'316	13'824'795
Commercial Revenue	5	1'762'608	1'324'387
Financial Income	6	83'720	44'993
Total Income		3'538'357	15'401'466
Expenses			
Administration Expenses:			
Salaries & Social Charges		-1'430'556	-1'151'020
Staff Expenses		-49'643	-24'295
Office Administration	7	-267'362	-226'197
Office Projects & Activities	8	-82'661	-73'935
Accounting & Legal fees	9	-26'209	-21'805
Depreciation	10	-53'029	-58'141
		-1'909'460	-1'555'394
Operating Expenses:			
Communications/Marketing/Sponsorship	11	-226'383	-167'261
Consulting (Fees, Think-Tank/Event Bidding)		-59'244	-40'093
Audiovisual Production	12	-559'671	-126'494
Congress Expenses		-176'942	0
Executive Board & Executive Expenses	13	-119'235	-196'701
Committee Expenses	14	-280'041	-66'543
Continental Confederations	15	-126'996	-192'609
Development Programs	16	-82'779	-99'825
Global Sport Development		-78'523	-81'479
Olympic Solidarity	17	-45'602	-39'177
Olympic Games		0	-420'354
Paralympic Games		-130'613	-32'902
World Championships Costs	18	-421'457	-302'265
Other Games, Bids & Future Events		-77'469	-11'326
World Cups	19	-1'783'750	-1'476'810
Extraordinary Expenses		-3'014	-168
Loss on Debtors		-1'072	-732
		-4'172'791	-3'254'740
Financial Expenses:			
Bank/Credit Card Charges		-6'366	-5'861
Mortgage Interest		-33'735	-34'515
Financial Expenses	20	-76'293	-41'739
Exchange Rate Differences		79'423	-366'051
		-36'972	-448'166
Total Expenses		-6'119'223	-5'258'300
excess of income (+) / expenses (-) over income for the year		-2'580'866	10'143'166
Unrestricted funds at beginning of the year		12'923'934	2'780'768
Unrestricted funds at end of the year		10'343'068	12'923'934

Notes to the financial statements

1. Summary of significant accounting policies

1.1 Basis of accounting

World Archery Federation uses the accruals basis of accounting in preparing the financial statements.

1.2 Accounting for foreign currencies

The accounting records of World Archery Federation are kept in Swiss Francs.

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

1.3 Administrative building

World Archery Federation bought its administrative building in 2006 for a gross amount of CHF 1.8mio and its mortgage of CHF 1.118mio was reimbursed to Credit Suisse on 31 December 2013.

Depreciation was calculated at the rate of 3% per annum on the net book value until December 31, 2009. As from January 1, 2010 the accounting policy has been changed; depreciation is no longer calculated on the World Archery Federation administrative building. 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. The fire insurance value of the building is CHF 1,943,080.

1.4 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash balances and call deposits with maturities of three months or less.

1.5 Marketable securities

World Archery Federation values its marketable securities at year-end market value. Gains or losses arising from the revaluation of marketable securities are taken to the statement of income and expenditure.

1.6 Other informations

The annual accounts have been prepared under the disposition of the Swiss Law prior to the modification introduced on January 1, 2013, in accordance with the transitional disposition of the new accounting law.



Notes to the financial statements

	CHF December 31, 2013	CHF December 31, 2012
2. Accounts receivable		
Associate Members	30'684	23'340
Members Associations	133'663	161'908
Other Debtors	76'656	39'233
Other Debtors MasterCard	-1'686	-355
Bad Debts	-961	-1'228
Olympic Solidarity	5'996	9'605
Short-term assets		0
	<u>244'353</u>	<u>232'502</u>
3. Various Income & Fees		
WA Registered Tournaments	40'599	33'303
Merchandising	12'004	4'915
Publications, Target, Arrow	362	549
Association Members Fees	54'726	52'350
Associate Members Fees	35'328	32'388
Sundry, Income, Postage, etc	140	0
Development Partner fees	9'152	9'549
Global Sport Development	71'408	48'189
Extraordinary income	56'995	26'046
	<u>280'714</u>	<u>207'290</u>
4. Olympics revenue		
Various Incomes (ONOC, etc)	22'420	23'549
IOC Income	1'279'419	13'455'020
Other Olympic Income	0	7'283
Ticket Income	0	165'312
Olympic Solidarity	43'026	105'892
Grant IOC/Olympic Solidarity IF	66'451	67'739
	<u>1'411'316</u>	<u>13'824'795</u>



Notes to the financial statements

	CHF December 31, 2013	CHF December 31, 2012
5. Commercial Revenue		
Licences - Royalties	30'800	31'812
Sponsors (incl. VIK)	1'462'530	953'282
Internet Revenue	15'089	14'436
TV Revenue	137'711	68'784
Bid Cities	116'477	256'074
	<u>1'762'608</u>	<u>1'324'387</u>
6. Financial Income		
Interests on creditors	-9'568	10'167
Profits on Investments	93'288	34'826
	<u>83'720</u>	<u>44'993</u>
7. Office Administration		
Building Service costs	-44'270	-47'954
Office Supply, Maintenance & Cleaning	-15'309	-10'478
Phone & Fax	-33'846	-24'275
Electricity	-4'068	-3'626
Postage	-4'597	-5'478
Lease Payments	-21'709	-25'311
Computing Costs & Internet costs	-99'968	-74'993
Insurances	-32'961	-29'809
Meeting Expenses	-810	-2'416
Freight & Customs	-9'826	-1'857
	<u>-267'362</u>	<u>-226'197</u>
8. Office Projects & Activities		
Clean Sport Management	-82'661	-73'935
	<u>-82'661</u>	<u>-73'935</u>
9. Accounting & Legal Fees		
Accounting & Audit Fees	-26'209	-21'805
	<u>-26'209</u>	<u>-21'805</u>



Notes to the financial statements

	CHF December 31, 2013	CHF December 31, 2012
10. Depreciation		
Office Furniture & Equipment depreciation	0	-1'303
Computer Equipment depreciation	-21'150	-5'765
Event Equipment depreciation	0	-51'074
Vehicle depreciation	-31'879	0
	<u>-53'029</u>	<u>-58'141</u>
11. Communications/Marketing/Sponsorship		
Subscription to associations	-6'926	-5'941
Publications, Target, Arrow, Advertising	-54'693	-45'880
Merchandising/Flags, Pin's, Ties & Others	-13'035	-6'567
Sponsorship costs	-65'685	-36'928
Public Relations	-37'842	-37'924
Graphic Design	-2'520	-4'021
Renewing event equipment	-43'282	-30'000
Rental storage event equipment	-2'400	0
	<u>-226'383</u>	<u>-167'261</u>
12. Audiovisual Production		
TV Production	-448'459	-11'477
Expenses Internet - Development	-62'207	-65'806
TV Consulting	-28'532	-28'042
Olympic Film	-20'472	-21'169
	<u>-559'671</u>	<u>-126'494</u>
13. Executive Board & Executive Expenses		
Executive Board / Council	-49'068	-82'990
Executive	-70'166	-113'711
	<u>-119'235</u>	<u>-196'701</u>



Notes to the financial statements

	CHF December 31, 2013	CHF December 31, 2012
14. Committee Expenses		
<i>Committee</i>		
Finance & Audit Board	-6'447	-6'597
Const. & Rules Committee	-455	-1'072
Target Archery Committee	-1'819	-59
Field Committee	0	-1'972
Judges Committee & Conference & Uniforms	-192'802	-10'250
Medical Committee	-131	-10'775
Coaches Committee	-28'871	-193
Athletes' Committee	-4'284	-290
ParaArchery	-44'765	-33'035
	<u>-279'573</u>	<u>-64'244</u>
<i>Ad Hoc Committees & Coordinators</i>		
Women in WA	-468	-2'299
	<u>-468</u>	<u>-2'299</u>
	<u>-280'041</u>	<u>-66'543</u>
15. Continental Confederations		
OAC incl. MA's fees	-8'219	-8'440
FAA incl. MA's fees	-49'000	-118'144
WAA incl. MA's fees	-13'799	-10'618
AAF incl. MA's fees	-8'551	-17'653
WAE incl. MA's fees	-47'427	-37'754
	<u>-126'996</u>	<u>-192'609</u>

Notes to the financial statements

	CHF December 31, 2013	CHF December 31, 2012
16. Development Programs		
Equipment	-8	-8'799
Bangkok / Middle East Center	-55'510	-75'046
Development Programs	-27'261	-15'980
	<u>-82'779</u>	<u>-99'825</u>
17. Olympic Solidarity		
Olympic Solidarity	-45'602	39'177
	<u>-45'602</u>	<u>39'177</u>
18. World Championships Costs		
WAYC - Wuxi 2013, CHN	-167'303	
WAC - Belek-Antalya 2013, TUR	-250'650	
WA3DC - Sassari 2013, ITA	-3'503	
WAIC - Las Vegas 2012, USA		-208'853
WAFC - Val d'Isère 2012, FRA		-87'781
Organisers Manual		-4'000
Organisers Seminar & Workshop		-1'632
	<u>-421'457</u>	<u>-302'265</u>
19. World Cups		
World Cup Travel & Accommodation	-309'044	-255'819
World Cup Marketing & Media	-76'912	-32'220
World Cup Anti-Doping	-894	-3'133
World Cup Various	-277'742	-116'732
World Cup Prize Money	-217'845	-203'037
World Cup Results/Timing	-131'222	-186'405
World Cup TD & Judges Costs	-11'015	-4'986
World Cup TV Production	-544'608	-474'864
World Cup Transportation & Logistics	-214'469	-195'974
World Cup repayment Penalty Fees	0	-3'640
	<u>-1'783'750</u>	<u>-1'476'810</u>
20. Financial Expenses		
Interest and Charges	-42'391	-11'124
Loss on investments	-33'902	-30'615
	<u>-76'293</u>	<u>-41'739</u>