

**Fédération Internationale des
Sociétés d’Aviron (FISA)
Lausanne**

**Report of the auditor
to the Congress
on the financial statements 2010**

May 13, 2011/55017881/10/LDO/BLT

Report of the auditor
to the Congress of
Fédération Internationale des Sociétés d'Aviron (FISA)
Lausanne

On your instructions, we have audited the financial statements of Fédération Internationale des Sociétés d'Aviron (FISA), which comprise the balance sheet, statement of income and expenses, statement of changes in capital, statement of changes in the reserves for future expenses and notes, for the year ended December 31, 2010.

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 Board of Directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

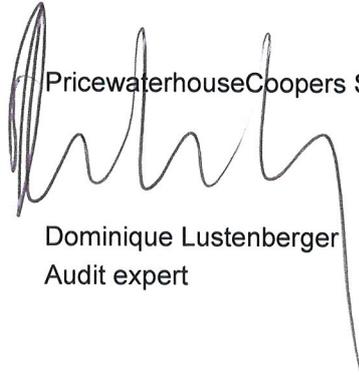
Auditor's Responsibility

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 December 31, 2010 comply with Swiss law.


PricewaterhouseCoopers SA

Dominique Lustenberger
Audit expert



Stacha Balmat
Audit expert

Lausanne, May 13, 2011

Enclosure:

- I Balance sheet
- II Statement of income and expenses
- III Statement of changes in capital,
Statement of changes in the "reserves for future expenses"
- IV Notes

BALANCE SHEET AS OF DECEMBER 31, 2010 AND 2009

	31.12.2010	31.12.2009
	CHF	CHF
ASSETS		
Cash and cash equivalents	250'283	151'695
Marketable securities	6'462'932	9'210'313
Debtors (net of provision)	218'135	123'606
Rent deposit	1'350	1'344
Prepaid expenses and accounts receivable	127'136	139'423
Current assets	7'059'836	9'626'380
Furniture and equipment	37'123	56'577
Fixed assets	37'123	56'577
TOTAL ASSETS	7'096'959	9'682'958
 LIABILITIES AND FUNDS		
Accrued expenses and provisions	190'983	89'307
Provision for unrealised loss on marketable securities	165'075	94'699
Liabilities	356'058	184'006
Reserves for future expenses	5'463'788	8'407'765
Capital	1'277'113	1'091'187
Funds	6'740'901	9'498'952
TOTAL LIABILITIES AND FUNDS	7'096'959	9'682'958

STATEMENT OF INCOME AND EXPENSES FOR 2010 AND 2009

INCOME	2010	2009
	CHF	CHF
Subscription fees	84'211	89'366
Olympics, Paralympics and Youth Olympics	195'574	-
Rowing Events	1'393'135	1'094'608
Merchandising	87'819	95'701
Advertising	110'759	103'225
Development Programme	148'268	138'126
Income from marketable securities	296'620	118'085
Result on marketable securities sales	-167'967	5'926
Release provision unrealised loss on marketable securities	94'699	26'973
Exchange rate gain	-	8'094
Transfer from Reserves for future expenses	2'943'977	2'621'962
Other	148'668	348'024
Total Income	5'335'763	4'650'090
 EXPENDITURE		
Olympics, Paralympics and Youth Olympics	183'987	7'547
World Championships & Congress	932'588	779'746
Coaches Conference, Forum	19'118	49'537
World Cup Series	252'957	305'918
Other Rowing Events	125'142	130'703
Development Programme	294'204	229'658
Anti-Doping Programme	57'282	68'260
Marketing & Communications	829'766	738'373
Executive Committee	71'819	78'002
Council & Commissions	267'991	205'042
Administration	1'292'207	1'334'071
Salaries and related expenses	947'814	934'016
Rent and office expenses	279'072	281'198
Legal, insurance	65'320	118'857
Consultancy fees and related expenses	516'877	460'650
Subscriptions	8'767	7'184
Bank fees & charges	77'056	139'627
Exchange rate loss	51'659	0
Unrecoverable Swiss VAT	3'343	3'851
Total Expenditure	4'984'761	4'538'167

STATEMENT OF INCOME AND EXPENSES FOR 2010 AND 2009 (con't)

	2010 CHF	2009 CHF
Excess of surplus / charges for the year before allocation to provisions	351'001	111'923
Add / Less :		
Allocation to provision for unrealised loss on marketable securities	-165'075	-94'699
Add :		
None		
Excess of income / loss for the year	185'926	17'224

**STATEMENT OF CHANGES IN CAPITAL FOR THE YEARS ENDED
DECEMBER 31, 2010 AND 2009**

	2010 CHF	2009 CHF
Capital at the beginning of the year	1'091'187	1'073'963
to add :		
Result for the year	185'926	17'224
Capital at the end of the year	1'277'113	1'091'187

**STATEMENT OF CHANGES IN THE "RESERVES FOR FUTURE
EXPENSES" FOR THE YEAR ENDED DECEMBER 31, 2010 AND 2009**

	2010 CHF	2009 CHF
Reserves at the beginning of the year	8'407'765	11'029'727
less :		
Allocation against operating expenditure for the year 2010 / 2009	-2'943'977	-2'621'962
Reserves for future expenses at the end of of the year	5'463'788	8'407'765

NOTES TO THE FINANCIAL STATEMENT 2010

1. Summary of significant accounting policies

Basis of Accounting

FISA uses the accruals basis of accounting, with the exception of subscriptions since 2001, which are booked on a cash basis.

Marketable Securities

Marketable securities are stated at the lower of cost and market value, determined on an individual basis. Fluctuations are recognised in income for the year.

Olympic Solidarity

Funds received from Olympic Solidarity (O.S.) in the form of grants for the purpose of the development of the sport are available for expenditure only on activities defined by O.S. Such funds are recognised as income only when expenditure in line with the defined purpose is incurred.

Taxation

FISA is exempt from Federal, Cantonal and Municipal taxation on its income and net assets.

Salaries and Social Charges

Salaries and social charges have not been allocated to the various activities of FISA and its departments.

IOC Contribution

FISA receives a contribution from the International Olympic Committee (IOC) following the Summer Olympic Games. These funds, which are only received every four years, represent core financing of FISA. They are therefore allocated against operating expenditure in predetermined instalments over the subsequent four year period with the balance being credited to capital. The IOC contribution from the 2008 Olympic Games was received in 2008.