

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

***Report of the auditor
to the Congress
on the financial statements 2012***





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 in the “permanent reserves” and notes, for the year ended December 31, 2012.

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 December 31, 2012 comply with Swiss law.

PricewaterhouseCoopers SA

A handwritten signature in blue ink, followed by a circular red stamp containing a white cross, which is the Swiss flag.

Dominique Lustenberger
Audit expert

A handwritten signature in blue ink, followed by a circular red stamp containing a white cross, which is the Swiss flag.

Anne-Sophie Grivois

Lausanne, May 22, 2013

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” and in the “permanent reserves”
- IV Notes

BALANCE SHEET AS OF DECEMBER 31, 2012 AND 2011

	31.12.2012	31.12.2011
	CHF	CHF
ASSETS		
Cash and cash equivalents	16'488'213	722'746
Marketable securities	823'809	3'326'399
Debtors (net of provision)	516'658	340'805
Rent deposit	1'358	1'355
Prepaid expenses and accounts receivable	130'479	193'699
Current assets	17'960'517	4'585'003
Furniture and equipment	182'506	78'231
Fixed assets	182'506	78'231
TOTAL ASSETS	18'143'023	4'663'234
 LIABILITIES AND FUNDS		
Accrued expenses and provisions	1'913'592	597'414
Provision for unrealised loss on marketable securities	717	36'088
Liabilities	1'914'309	633'502
Permanent Reserves	2'513'309	-
Reserves for future expenses	13'070'528	2'592'706
Capital	644'877	1'437'026
Funds	16'228'714	4'029'732
TOTAL LIABILITIES AND FUNDS	18'143'023	4'663'234

STATEMENT OF INCOME AND EXPENSES FOR 2012 AND 2011

INCOME	2012 CHF	2011 CHF
Subscription fees	92'159	91'041
Olympics, Paralympics and Youth Olympics	224'109	-
Rowing Events	2'853'278	2'793'723
Merchandising	67'178	53'853
Advertising	106'381	86'727
Development Programme	271'066	153'858
Income from marketable securities	68'058	214'180
Result on marketable securities sales	63'906	-49'325
Release provision unrealised loss on marketable securities	36'088	165'075
Transfer from Reserves for future expenses	3'462'542	2'871'082
Other	290'199	308'866
Total Income	7'534'965	6'689'080
EXPENDITURE		
Olympics, Paralympics and Youth Olympics	368'403	8'833
World Championships & Congress	399'322	772'208
Coaches Conference, Forum	8'837	6'215
World Cup Series	580'528	460'484
Other Rowing Events	696'472	379'658
Development Programme	544'647	502'832
Anti-Doping Programme	159'939	139'596
Marketing & Communications	1'214'807	1'580'160
Executive Committee	74'939	75'978
Council & Commissions	359'783	321'301
Administration	1'650'435	1'526'696
Salaries and related expenses	1'258'838	1'175'498
Rent and office expenses	312'457	286'664
Legal, insurance	79'141	64'534
Consultancy fees and related expenses	661'090	535'842
Subscriptions	6'480	7'652
Bank fees & charges	55'909	68'113
Exchange rate loss	674'212	107'522
Unrecoverable Swiss VAT	759	-9
Total Expenditure	7'456'560	6'493'079

STATEMENT OF INCOME AND EXPENSES FOR 2012 AND 2011 (con't)

	2012 CHF	2011 CHF
Excess of surplus/ charges for the year before allocation to provisions	78'404	196'001
Add / Less :		
Allocation to provision for unrealised loss on marketable securities	-717	-36'088
Excess of income / loss for the year	77'687	159'913

**STATEMENT OF CHANGES IN CAPITAL FOR THE YEARS ENDED
DECEMBER 31, 2012 AND 2011**

	2012	2011
	CHF	CHF
Capital at the beginning of the year	1'437'026	1'277'113
to add :		
Result for the year	77'687	159'913
less :		
Capital allocated to "reserves for future expenses"	-869'836	0
Capital at the end of the year	644'877	1'437'026

**STATEMENT OF CHANGES IN THE "RESERVES FOR FUTURE EXPENSES" AND
"PERMANENT RESERVES" FOR THE YEAR ENDED DECEMBER 31, 2012 AND 2011**

	2012	2011
	CHF	CHF
Total Reserves at the beginning of the year	2'592'706	5'463'788
to add :		
Capital allocated to "reserves for future expenses"	869'836	0
Amount set aside against future expenditure from 2012 income	15'583'837	0
less :		
Allocation against operating expenditure for the year 2012 / 2011	-3'462'542	-2'871'082
Total Reserves at the end of the year	15'583'837	2'592'706

NOTES TO THE FINANCIAL STATEMENT 2012

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 2012 Olympic Games was received in 2012.

	2012	2011
	CHF	CHF
2. Fire insurance value of tangible assets	300'000	260'000