

International Canoe Federation  
Av. de Rhodanie 54  
1007 Lausanne

Assens, 31<sup>st</sup> October 2014

***REPORT OF THE STATUTORY AUDITORS  
ON THE LIMITED STATUTORY EXAMINATION OF  
INTERNATIONAL CANOE FEDERATION, LAUSANNE***

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As statutory auditors, we have examined the financial statements (balance sheet, income statement and notes) of International Canoe Federation for the year ended June 30, 2014.

These financial statements are the responsibility of the board of directors. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

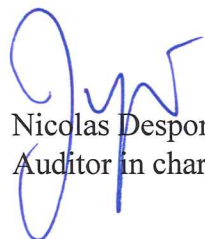
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We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

International Canoe Federation uses the cash basis of accounting in preparing the financial statements.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements and the proposed appropriation of available earnings do not comply with Swiss law and the company's articles of incorporation.

  
Nicolas Despont  
Auditor in charge

FiduRev S.A.

  
Jean-Luc Dondèraz

Enclosures:

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

**INTERNATIONAL CANOE FEDERATION**

**LAUSANNE**

**Financial Statements at 30th June 2014 (in CHF)**

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

<u>ASSETS</u>	Notes	<u>30.06.2014</u> CHF	<u>30.06.2013</u> CHF
<u>Liquidities and Short Term Placements</u>			
Cash CHF		1'293.70	772.95
Cash EUR		620.32	5'611.14
Cash USD		4'885.97	4'509.39
Cash GBP		113.48	106.26
B.C.V. account CHF		58'633.35	228'858.70
B.C.V. account EUR		725'356.60	222'419.05
Vontobel Zurich CHF		3'124.58	23'987.21
Vontobel Zurich USD		137'767.43	11'997'209.00
Vontobel Zurich GBP		1'920.95	86'225.56
Vontobel Zurich EUR		529'163.06	1'623'673.97
		<u>1'462'879.44</u>	<u>14'193'373.22</u>
<u>Accounts Receivables</u>			
Other receivables		124'251.89	116'459.00
		<u>124'251.89</u>	<u>116'459.00</u>
<u>Committee's accounts</u>			
Committee's accounts		97.67	7'400.90
		<u>97.67</u>	<u>7'400.90</u>
<u>Investments</u>			
Investments EUR	2.4	9'748'944.42	3'735'350.27
Investments USD	2.4	3'110'103.28	953'360.00
Investments GBP	2.4	88'918.64	0.00
		<u>12'947'966.34</u>	<u>4'688'710.27</u>
<b>Assets Total</b>		<u><u>14'535'195.34</u></u>	<u><u>19'005'943.39</u></u>

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

<u>LIABILITIES</u>	Notes	<u>30.06.2014</u> CHF	<u>30.06.2013</u> CHF
<u>Accounts payable</u>			
Accruals and other liabilities		98'810.74	1'188'833.29
		<u>98'810.74</u>	<u>1'188'833.29</u>
 <u>Equity</u>			
Accumulated profits and loss		17'817'110.11	5'285'931.87
Accounting period results		-3'380'725.51	12'531'178.24
		<u>14'436'384.60</u>	<u>17'817'110.11</u>
<b>Liabilities Total</b>		<u><u>14'535'195.34</u></u>	<u><u>19'005'943.39</u></u>

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

<u>REVENUES</u>	Notes	<u>2013-2014</u> CHF	<u>2012-2013</u> CHF
<u>Revenues</u>			
Memberfees		49'560.68	54'692.10
TV Rights-sponsoring		108'837.55	73'597.80
International Olympic Committee & BOCOG	2.1	171'695.56	14'882'194.01
Sydney slalom course		0.00	7'838.17
Magazine		6'338.62	4'369.15
Olympic tickets & other incomes		0.00	103'622.87
Licensing programme		9'724.53	24'532.60
Various		20'147.13	100'661.53
<b>Total Revenues</b>		<u>366'304.08</u>	<u>15'251'508.22</u>
 <u>EXPENSES</u>			
<u>Direct Expenses</u>			
Grants paid		50'519.47	117'721.46
Direct expenses		283'849.65	212'328.33
Extra-budget (anti-doping)		118'829.42	49'241.23
Olympic tickets - London 2012		0.00	7'549.42
		<u>453'198.54</u>	<u>386'840.44</u>
 <u>Salaries and Employee Expenses</u>			
Salaries and social contribution		725'875.73	732'491.01
Other employee expenses		112'572.50	88'930.68
		<u>838'448.22</u>	<u>821'421.68</u>
 <u>Infrastructure Expenses</u>			
Rent and heating		85'246.11	97'816.36
Electricity		2'037.80	1'450.06
Cleaning supplies		1'426.14	1'639.51
		<u>88'710.05</u>	<u>100'905.93</u>
 <u>Transport &amp; Boats Costs</u>			
Boats & working service and materials		7'071.77	10'573.22
		<u>7'071.77</u>	<u>10'573.22</u>
 <u>Administrative Expenses</u>			
Administrative fees		82'550.57	139'034.09
		<u>82'550.57</u>	<u>139'034.09</u>

INTERNATIONAL CANOE FEDERATION

Financial Statement (in CHF)

	Notes	<u>2013-2014</u> CHF	<u>2012-2013</u> CHF
<u>IT Fees</u>			
Internet website		25'097.65	19'553.65
IT Expenses		191'142.32	113'554.36
		216'239.97	133'108.01
<u>Advertisement and Travel Expenses</u>			
Advertisement		12'378.79	26'284.15
TV production		825'291.33	641'910.64
Travel and meeting expenses		745'160.20	400'437.09
		1'582'830.32	1'068'631.89
<u>Financial Expenses</u>			
Bank fees, interest and commissions	2.4	106'102.98	86'106.16
		106'102.98	86'106.16
<u>Profit and loss on previous year</u>			
Loss and profit on previous year		242.54	-5'670.47
		242.54	-5'670.47
<b>Total Expenses</b>		<b>3'375'394.96</b>	<b>2'740'950.97</b>
<b>Operating Result</b>		<b>-3'009'090.88</b>	<b>12'510'557.25</b>
<u>Bank Incomes</u>			
Bank and investments incomes	2.4	61'684.34	238'807.34
		61'684.34	238'807.34
<b>Operating Result after Interest</b>		<b>-2'947'406.54</b>	<b>12'749'364.59</b>
<u>Financial Adjustment</u>			
Exchange loss	2.2	-433'318.97	-218'186.35
		-433'318.97	-218'186.35
<b>Global Accounting Period Result</b>		<b>-3'380'725.51</b>	<b>12'531'178.24</b>

# INTERNATIONAL CANOE FEDERATION

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## Financial Statements (in CHF)

### Notes to the financial statements 2014

#### 1. Activity

The International Canoe Federation (ICF) is the world-wide Canoe sports organisation, the headquarters of which are located in Lausanne, Switzerland.

The main objectives of ICF are to promote and encourage the development of Canoe in all possible manifestations throughout the world, to promote and encourage the development of international relations, to organise World Championships and ICF events and to adopt rules for the various competitions.

#### 2. Summary of significant accounting policies

##### 2.1 Basis of accounting

ICF uses the cash basis of accounting in preparing the financial statements.

Amounts received from the IOC are for the ICF activities from 2013 to 2016 inclusive. As they were received during the 2013 financial year, they are reported in income for 2013.

##### 2.2 Accounting for foreign currencies

Assets and liabilities in currencies other than CHF are corrected in CHF based on the exchange rates as of 30th June 2014. Transactions completed other than in CHF are recorded at average exchange rates for the fiscal year. All exchange losses and realised exchange gains are recognised in the statement of income and expenditure.

##### Exchange rates :

1 EURO => 1.24514 CHF at 30th June 2013 - for the opening balance value of assets and liabilities

1 USD => 0.95336 CHF at 30th June 2013 - for the opening balance value of assets and liabilities

1 EURO => 1.22783 CHF at 30th June 2014 - for closing value of assets and liabilities

1 USD => 0.89981 CHF at 30th June 2014 - for closing value of assets and liabilities

1 EURO => 1.24070 CHF annual average rate - used for the P & L

The assets are mainly in EUROS and USD. As the financial statements are published in CHF, there is a financial exchange loss.

##### 2.3 Presentation

Further to a modification of the chart of accounts, the presentation of the profit and loss accounts is modified in comparison of the previous exercise.

##### 2.4 Investments and financial results

Following the principle of prudence, the investments are valued at the lowest value between the nominal value and the market value.