

INTERNATIONAL CANOE FEDERATION

LAUSANNE

Report of the statutory auditors

at 31st December 2022 (in CHF)

International Canoe Federation
Av. de Rhodanie 54
1007 Lausanne

Assens, 28th of June 2023

***REPORT ON THE REVIEW
OF FINANCIAL STATEMENTS TO THE CONGRESS OF THE
INTERNATIONAL CANOE FEDERATION (ICF), LAUSANNE***

According to your request, we have reviewed the financial statements (balance sheet, income statement and notes) of the International Canoe Federation (ICF), for the period ended 31st December 2022.

These financial statements are the responsibility of the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

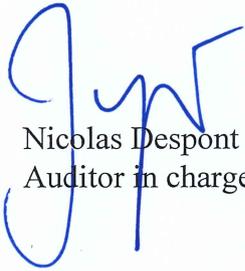
Our review was conducted in accordance with the Swiss Auditing Standard 910, which requires that a review be planned and performed to obtain limited assurance about whether the financial statements are free from material misstatement. A review is limited primarily to inquiries of head quarter personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

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Until 2021, International Canoe Federation (ICF) uses the cash basis of accounting in preparing the financial statements. Since 2022, ICF uses the accrual method of accounting in preparing the financial statements.

Based on our review, nothing has come to our attention that causes us to believe that the financial statements are not in accordance with Swiss law.

Fidurev S.A.



Nicolas Despont
Auditor in charge



Jean-Luc Dondénaz

Enclosures:

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

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

| <u>ASSETS</u> | Notes | <u>31.12.2022</u> CHF | Notes | <u>31.12.2021</u> CHF |
|--|-------|--------------------------|-------|--------------------------|
| Current assets | | | | |
| Cash boxes | | 4'489.10 | | 6'652.41 |
| B.C.V. account CHF | | 1'051.48 | | 197'696.64 |
| Since 2022, ICF uses the accrual method of accounting in | | 140'412.24 | | 252'638.63 |
| Alpha FX EUR | | 0.00 | | 5'802'440.00 |
| Alpha FX USD | | 0.65 | | 1'194'292.57 |
| Vontobel Zurich CHF | | 135'441.46 | | 129'198.98 |
| Vontobel Zurich USD | | 22'602.43 | | 281'454.67 |
| Vontobel Zurich GBP | | 0.37 | | 96'202.13 |
| Vontobel Zurich EUR | | 36'472.34 | | 770'958.91 |
| | | 340'470.07 | | 8'731'534.94 |
| <u>Accounts Receivables</u> | | | | |
| Other receivables | | 559'277.79 | | 147'840.96 |
| <u>Committee's accounts</u> | | | | |
| Committee's accounts | | 18'195.31 | | 20'224.62 |
| Total current assets | | 917'943.17 | | 8'899'600.52 |
| Non-current assets | | | | |
| Investments EUR | 2.4 | 12'065'994.77 | 2.4 | 6'924'657.80 |
| Investments USD | 2.4 | 1'654'887.20 | 2.4 | 2'628'546.12 |
| Investments CHF | 2.4 | 2'050'423.14 | 2.4 | 2'346'335.00 |
| Total non-current assets | | 15'771'305.12 | | 11'899'538.92 |
| Total assets | | 16'689'248.28 | | 20'799'139.44 |

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

| <u>LIABILITIES</u> | Notes | <u>31.12.2022</u> CHF | Notes | <u>31.12.2021</u> CHF |
|-------------------------------------|-------|--------------------------|-------|--------------------------|
| Short-term liabilities | | | | |
| Accounts payable | | 261'448.84 | | 975'858.79 |
| Accruals and other liabilities | | 624'922.24 | | 0.00 |
| Total short-term liabilities | | 886'371.08 | | 975'858.79 |
| Equity | | | | |
| Accumulated profits and loss | | 19'823'280.65 | | 11'211'569.66 |
| Accounting period results | | -4'020'403.44 | | 8'611'710.99 |
| Total equity | | 15'802'877.20 | | 19'823'280.65 |
| Total liabilities | | <u>16'689'248.28</u> | | <u>20'799'139.44</u> |

INTERNATIONAL CANOE FEDERATION

Financial Statements (in CHF)

| <u>REVENUES</u> | Notes | <u>2022</u> CHF | Notes | <u>2021</u> CHF |
|---|-------|---------------------|-------|----------------------|
| <u>Revenues</u> | | | | |
| Memberfees | | 97'793.91 | | 17'248.88 |
| TV Rights-sponsoring | | 145'858.01 | | 130'875.98 |
| International Olympic Committee & BOCOG | 2.1 | 1'294'388.93 | 2.1 | 12'894'216.24 |
| Licensing programme | | 175'204.85 | | 36'070.08 |
| Various | | 292'717.19 | | 19'853.32 |
| Total Revenues | | <u>2'005'962.90</u> | | <u>13'098'264.50</u> |
| <u>EXPENSES</u> | | | | |
| <u>Direct Expenses</u> | | | | |
| Grants paid | | 75'267.35 | | 53'510.04 |
| Direct expenses | | 254'785.38 | | 326'426.60 |
| Extra-budget (anti-doping) | | 160'771.51 | | 119'413.62 |
| | | <u>490'824.24</u> | | <u>499'350.26</u> |
| <u>Salaries and Employee Expenses</u> | | | | |
| Salaries and social contribution | | 1'888'347.22 | | 1'666'754.57 |
| Other employee expenses | | 5'876.57 | | 23'429.75 |
| | | <u>1'894'223.79</u> | | <u>1'690'184.32</u> |
| <u>Infrastructure Expenses</u> | | | | |
| Rent and heating | | 95'126.48 | | 57'418.79 |
| Electricity | | 1'294.85 | | 734.57 |
| Cleaning supplies | | 3'027.05 | | 2'131.72 |
| | | <u>99'448.37</u> | | <u>60'285.08</u> |
| <u>Administrative Expenses</u> | | | | |
| Insurances | | 11'238.93 | | 14'806.42 |
| Telephone and fax | | 5'353.57 | | 4'636.28 |
| Postage and courier | | 3'228.33 | | 3'491.34 |
| Other administrative fees | | 82'027.53 | | 278'662.21 |
| | | <u>101'848.37</u> | | <u>301'596.26</u> |

INTERNATIONAL CANOE FEDERATION

Financial Statement (in CHF)

| | Notes | <u>2022</u> CHF | Notes | <u>2021</u> CHF |
|--|-------|-----------------------------|-------|----------------------------|
| <u>IT Fees</u> | | | | |
| Internet website | | 76'916.60 | | 50'740.51 |
| IT Expenses | | 16'600.30 | | 2'358.61 |
| | | <u>93'516.90</u> | | <u>53'099.12</u> |
| <u>Advertisement and Travel Expenses</u> | | | | |
| Advertisement | | 42'684.40 | | 22'219.71 |
| TV production | | 1'093'864.23 | | 1'212'261.89 |
| Travel and meeting expenses | | 219'608.58 | | 240'944.50 |
| | | <u>1'356'157.22</u> | | <u>1'475'426.10</u> |
| <u>Financial Expenses</u> | | | | |
| Bank fees, interest and commissions | 2.4 | 65'259.05 | 2.4 | 112'791.74 |
| | | <u>65'259.05</u> | | <u>112'791.74</u> |
| Total Expenses | | <u><u>4'101'277.93</u></u> | | <u><u>4'192'732.87</u></u> |
| Operating Result | | <u><u>-2'095'315.03</u></u> | | <u><u>8'905'531.62</u></u> |
| <u>Bank Incomes</u> | | | | |
| Bank and investments incomes | 2.4 | 36'350.17 | 2.4 | 253'958.28 |
| | | <u>36'350.17</u> | | <u>253'958.28</u> |
| Operating Result after Interest | | <u><u>-2'058'964.86</u></u> | | <u><u>9'159'489.90</u></u> |
| <u>Financial Adjustment</u> | | | | |
| Expenses previous periods | | -54'754.94 | | 0.00 |
| Loss on market value of investments | | -1'367'856.90 | | 0.00 |
| Exchange profit / loss | 2.2 | -538'826.75 | 2.2 | -547'778.92 |
| | | <u>-538'826.75</u> | | <u>-547'778.92</u> |
| Global Accounting Period Result | | <u><u>-4'020'403.44</u></u> | | <u><u>8'611'710.99</u></u> |

Financial Statements (in CHF)

Notes to the financial statements 2022

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

Since 2022, ICF uses the accrual method of accounting in preparing the financial statements (in 2021 : cash basis method).

First amounts received from the IOC are for the ICF activities 2021 inclusive.

The Olympic Games were held in 2021.

2.2 Accounting for foreign currencies

Assets and liabilities in currencies other than CHF are converted in CHF based on the exchange rates as of 31st December 2022. 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 => 1.03615 CHF at 31st December 2021 - for the closing balance value of assets and liabilities

1 USD => 0.911141 at 31st December 2021- for the closing balance value of assets and liabilities

1 EURO => 0.98745 CHF at 31st December 2022 - for opening value of assets and liabilities

1 USD => 0.925228 CHF at 31st December 2022 - for opening value of assets and liabilities

1 EURO => 1.08101082 CHF average rate - used for the P & L 2021

1 EURO => 1.00481626 CHF average rate - used for the P & L 2022

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

2.3 Presentation

The presentation of these financial statements is based on the ICF budget and not exactly in accordance with the new presentation based on the Swiss law.

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.