

International Committee of Sports for the Deaf (ICSD)

Lausanne

Report of the Statutory Auditor on the Financial Statements

(period from 01.01 to 31.12.2019)

June 15th, 2021
5-1/JPD/AS

Report of the Statutory Auditor
to the Congress of

International Committee of Sports for the Deaf (ICSD), Lausanne

As statutory auditor, we have audited the accompanying financial statements of International Committee of Sports for the Deaf (ICSD), which comprise the balance sheet as at December 31st, 2019, the income statement, the cash flow statement and notes for the year 2019 then ended.

Executive Boards' Responsibility

The Executive Board is responsible for the preparation of these financial statements in accordance with the requirements of Swiss law and the company's articles of incorporation. 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 Board 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 law and 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 effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of 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 2019 ended December 31st, 2019 comply with Swiss law and the company's articles of incorporation.

Report on Other Legal Requirements

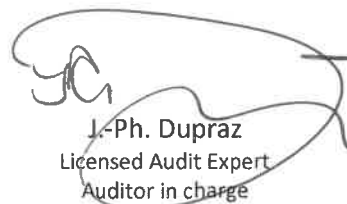
We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (article 728 Code of Obligations (CO) and article 11 AOA) and that there are no circumstances incompatible with our independence.

In accordance with article 728a para. 1 item 3 CO and Swiss Auditing Standard 890, we confirm that an internal control system exists, which has been designed for the preparation of financial statements according to the instructions of the Executive Board.


We recommend that the financial statements submitted to you be approved.

Lausanne, June 15th, 2021
5-1/JPD/AS

Fidexaudit révision SA



J.-Ph. Dupraz
Licensed Audit Expert
Auditor in charge



p.p. A. Selimovic
Licensed Audit Expert

Enclosures: Financial statements

BALANCE SHEET AS AT DECEMBER 31st, 2019

(with comparisons to 2018)

(expressed in US Dollars)

	Notes	31.12.2019	31.12.2018
ASSETS			
Banks		309'409.12	58'876.12
<i>Cash and cash equivalents</i>		309'409.12	58'876.12
Accounts receivables		158'237.44	169'327.51
Less value adjustments		-131'230.13	-147'502.81
<i>A/C receivables from sales or services rendered</i>		27'007.31	21'824.70
Other receivables from third parties		53'749.15	274'308.13
Less value adjustments		-53'749.15	-54'748.00
<i>Other short term receivables</i>		-	219'560.13
Subsidy to be received	C1	172'480.00	172'480.00
Regulation accounts		-	1'861.64
<i>Regulation accounts</i>		172'480.00	174'341.64
<i>Current assets</i>		508'896.43	474'602.59
Computer equipments		-	1'214.18
<i>Tangible fixed assets</i>		-	1'214.18
<i>Fixed assets</i>		-	1'214.18
TOTAL ASSETS		508'896.43	475'816.77

BALANCE SHEET AS AT DECEMBER 31st, 2019

(with comparisons to 2018)

(expressed in US Dollars)

	Notes	31.12.2019	31.12.2018
LIABILITIES			
Debtors momentarily suppliers		-	64'145.52
Other short term debts		78'000.00	24'000.00
<i>Other short term debts</i>		<i>78'000.00</i>	<i>88'145.52</i>
Short term provision		53'350.93	64'707.59
<i>Defferred income, accrued expenses and provisions</i>		<i>53'350.93</i>	<i>64'707.59</i>
<i>Short term liabilities</i>		<i>131'350.93</i>	<i>152'853.11</i>
Liabilities to related parties		64'145.52	-
<i>Other long term debts</i>		<i>64'145.52</i>	<i>-</i>
<i>Long term liabilities</i>		<i>64'145.52</i>	<i>-</i>
<i>Total liabilities</i>		<i>195'496.45</i>	<i>152'853.11</i>
Board designated		219'496.85	219'496.85
Result carried forward		103'466.81	288'809.96
Annual result		-9'563.68	-185'343.15
<i>Equity as at December 31st</i>		<i>313'399.98</i>	<i>322'963.66</i>
<i>Total equity</i>		<i>313'399.98</i>	<i>322'963.66</i>
TOTAL LIABILITIES AND EQUITY		<u>508'896.43</u>	<u>475'816.77</u>

**PROFIT AND LOSS STATEMENT
AS AT DECEMBER 31st, 2019**

(with comparisons to 2018)

(expressed in US Dollars)

	Annexe	2019	2018
Audiogram		14'720.00	16'740.00
Excess Officials		32'500.00	-
Media		19'200.00	-
Non-Starting		200.00	-
Participation		121'310.00	21'210.00
Sanction Host		250.00	1'000.00
Violation		4'130.00	-
Withdrawal		7'500.00	-
<i>Total fees</i>		199'810.00	38'950.00
Membership		48'050.00	48'350.00
Other revenues		9'050.00	34'199.38
<i>Total income</i>		256'910.00	121'499.38
Personnal charges (external and internal)		-94'456.19	-169'855.29
Office rental costs		-19'087.95	-18'408.22
Accounting, auditing and legal fees		-47'176.69	-47'974.47
Legal and professional		-70.89	-13'860.46
Deaflympics media		-	-
Internet, fax, pager, phone		-4'470.02	-1'637.36
Lodging		-24'248.47	-20'523.59
Meals and refreshments		-387.42	-147.00
Panamades event		-	-
Per Diem		-23'650.00	-13'211.39
Printing		-	-637.14
Professional membership		-13'221.66	-6'549.74
Summer Youth programs		-	-
Supplies		-	-880.52
Travel		-42'345.41	-37'897.64
Marketing		-2'085.00	-15'165.00
<i>Other operational costs</i>		-271'199.70	-346'747.82
<i>Operating result before financial result, tax, depreciation and value corrections</i>		-14'289.70	-225'248.44
Taxes		-	-427.48
Depreciation		-1'214.18	-2'430.12
Allocation of provision on receivables		-	-123'836.27
Dissolution of provision on receivables		7'421.53	-
<i>Operating result before financial result and taxes</i>		-8'082.35	-351'942.31
Financial charges		-1'896.64	-5'880.84
Financial incomes		415.31	-
<i>Operating result before IOC Financial Support</i>		-9'563.68	-357'823.15
IOC Financial Support		-	172'480.00
ANNUAL RESULT		-9'563.68	-185'343.15

**NOTES TO THE FINANCIAL STATEMENTS
CLOSING AS AT DECEMBER 31ST, 2019**

(with comparisons to 2018)

(expressed in US Dollars)

A Informations regarding the applied accounting principles, when not prescribed by the law

These annual financial statements have been established in accordance with the principles of the Swiss law, especially the articles regarding the bookkeeping and the presentation of the commercial accounting described in the Code of Obligations (art. 957 à 962).

Foreign currency items : the accountancy is kept in USD.

Exchange rates :

	Balance Sheet	Income Statements	Balance Sheet	Income Statements
	31.12.2019	2019	31.12.2018	2018
1 USD/CHF	0.968374	0.993656	0.985784	0.978044

Year-end balances of assets and liabilities are converted into CHF on the basis of the exchange rate applying on December 31st .

Transactions in the income statement are converted on the basis of the average exchange rate for the year. The equity (Board designated of USD 219'496.85 and Result carried forward of USD 210'626.77) are converted into CHF on the basis of the exchange rate applying on April 24th, 2017 (0.995534), the date of the Articles of Association before the registration of the Association in Switzerland.

Tangible fixed assets : Tangible fixed assets are directly amortized. The depreciations are carry out according to the degressive method.

B Number of full-time employees

The number of full-time employees is lower than 10.

	31.12.2019	31.12.2018
C1 Subsidy to be received	172'480.00	172'480.00

The expected subsidy for the 2018 financial year from the International Olympic Committee (IOC) was recorded on the basis of an estimate.

In the event that this subsidy should be less than the expected amount, the result would be affected by as much.

The expected subsidy from the IOC for the 2019 financial year could not be assessed and was not recorded.

NOTES TO THE FINANCIAL STATEMENTS
CLOSING AS AT DECEMBER 31ST, 2019

(with comparisons to 2018)

(expressed in US Dollars)

C2 Evolution of equity

Board designated	219'496.85	219'496.85
Result carried forward	103'466.81	288'809.96
Annual result	-9'563.68	-185'343.15
	<u>93'903.13</u>	<u>103'466.81</u>
Total equity	313'399.98	322'963.66

(expressed in Swiss Francs)

	<u>31.12.2019</u>	<u>31.12.2018</u>
Board designated	218'516.58	218'516.58
Result carried forward	105'392.53	286'666.27
Annual result	-9'503.00	-181'273.74
	<u>95'889.53</u>	<u>105'392.53</u>
Translation differences	-10'917.71	-5'536.70
Total equity	303'488.39	318'372.41

D Important events occurring after the balance sheet date

On March 16, 2020, the Swiss Federal Council declared the "exceptional situation" within the meaning of the law on epidemics due to the spread of the new Coronavirus COVID-19. The restrictions linked to this decision will have a significant impact on the economy and businesses in Switzerland. At the time of preparing these annual accounts, the financial impacts of COVID-19 and the resulting restrictions on society cannot be reliably measured due to uncertainties regarding the duration and severity of the spread of COVID- 19.

BALANCE SHEET AS AT DECEMBER 31st, 2019

(with comparisons to 2018)

(expressed in Swiss Francs)

	Notes	31.12.2019	31.12.2018
ASSETS			
Banks		299'623.75	58'039.14
<i>Cash and cash equivalents</i>		299'623.75	58'039.14
Accounts receivables		153'233.02	166'920.35
Less value adjustments		-127'079.85	-145'405.91
<i>A/C recivables from sales or services rendered</i>		26'153.18	21'514.44
Other receivables from third parties		52'049.28	270'408.57
Less value adjustments		-52'049.28	-53'969.70
<i>Other short term receivables</i>		-	216'438.86
Subsidy to be received		167'025.15	170'028.02
Regulation accounts		-	1'835.17
<i>Regulation accounts</i>		167'025.15	171'863.20
<i>Current assets</i>		492'802.07	467'855.64
Computer equipments		-	1'196.92
<i>Tangible fixed assets</i>		-	1'196.92
<i>Fixed assets</i>		-	1'196.92
TOTAL ASSETS		492'802.07	469'052.56

BALANCE SHEET AS AT DECEMBER 31st, 2019

(with comparisons to 2018)

(expressed in Swiss Francs)

	Notes	31.12.2019	31.12.2018
LIABILITIES			
Debtors momentarily suppliers		-	63'233.63
Other short term debts		75'533.17	23'658.82
<i>Other short term debts</i>		75'533.17	86'892.44
Short term provision		51'663.65	63'787.71
<i>Defferred income, accrued expenses and provisions</i>		51'663.65	63'787.71
<i>Short term liabilities</i>		127'196.83	150'680.15
Liabilities to related parties		62'116.85	-
<i>Other long term debts</i>		62'116.85	-
<i>Long term liabilities</i>		62'116.85	-
<i>Total liabilities</i>		189'313.68	150'680.15
Board designated		218'516.58	218'516.58
Result carried forward		105'392.53	286'666.27
Annual result		-9'503.00	-181'273.74
Translation differences		-10'917.71	-5'536.71
<i>Equity as at December 31st</i>		303'488.39	318'372.40
<i>Total equity</i>		303'488.39	318'372.40
TOTAL LIABILITIES AND EQUITY		492'802.07	469'052.56

**PROFIT AND LOSS STATEMENT
AS AT DECEMBER 31st, 2019**

(with comparisons to 2018)

(expressed in Swiss Francs)

	Annexe	2019	2018
Audiogram		14'626.62	16'372.45
Excess Officials		32'293.82	-
Media		19'078.20	-
Non-Starting		198.73	-
Participation		120'540.41	20'744.31
Sanction Host		248.41	978.04
Violation		4'103.80	-
Withdrawal		7'452.42	-
<i>Total fees</i>		198'542.41	38'094.81
Membership		47'745.17	47'288.42
Other revenues		8'992.59	33'448.49
Total income		255'280.16	118'831.73
Personnal charges (external and internal)		-93'856.96	-166'125.93
Office rental costs		-18'966.86	-18'004.05
Accounting, auditing and legal fees		-46'877.40	-46'921.14
Legal and professional		-70.44	-13'556.14
Internet, fax, pager, phone		-4'441.66	-1'601.41
Lodging		-24'094.64	-20'072.97
Meals and refreshments		-384.96	-143.77
Per Diem		-23'499.96	-12'921.32
Printing		-	-623.15
Professional membership		-13'137.78	-6'405.93
Supplies		-	-861.19
Travel		-42'076.77	-37'065.56
Marketing		-2'071.77	-14'832.04
<i>Other operational costs</i>		-269'479.21	-339'134.59
Operating result before financial result, tax, depreciation and value corrections		-14'199.05	-220'302.86
Taxes		-	-420.90
Depreciation		-1'206.48	-2'376.76
Allocation of provision on receivables		-	-121'117.31
Dissolution of provision on receivables		7'374.45	-
Operating result before financial result and taxes		-8'031.08	-344'217.84
Financial charges		-1'884.61	-5'751.72
Financial incomes		412.68	-
Operating result before IOC Financial Support		-9'503.01	-349'969.56
IOC Financial Support		-	168'693.01
ANNUAL RESULT		-9'503.01	-181'276.55

**NOTES TO THE FINANCIAL STATEMENTS
CLOSING AS AT DECEMBER 31ST, 2019**

(with comparisons to 2018)

(expressed in Swiss Francs)

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NOTES TO THE FINANCIAL STATEMENTS
CLOSING AS AT DECEMBER 31ST, 2019

(with comparisons to 2018)

(expressed in Swiss Francs)

C2 Evolution of equity	(exprimés en US Dollars)	
Board designated	219'496.85	219'496.85
Result carried forward	103'466.81	288'809.96
Annual result	-9'563.68	-185'343.15
	<u>93'903.13</u>	<u>103'466.81</u>
Total equity	313'399.98	322'963.66
	(expressed in Swiss Francs)	
Board designated	218'516.58	218'516.58
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