

**International Archery Federation
Lausanne**

**Report of the Auditors
to the Congress and to the Council
on the Financial Statements 2009**

22 April 2010/55017886/10/WRW/BDY

Report of the auditors
to the Congress and to the Council of the
International Archery Federation
Lausanne

As auditor, we have audited the accompanying financial statements of the International Archery Federation, which comprise the balance sheet, statement of income and expenditure and notes, for the year ended 31 December 2009.

Executive Committee's Responsibility

The Executive Committee is responsible for the preparation of the financial statements in accordance with the requirements of Swiss law and the Federation'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 Committee is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

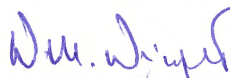
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material 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 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.

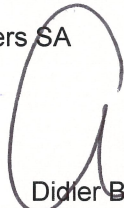
Opinion

In our opinion, the financial statements for the year ended 31 December 2009 comply with Swiss law and the Federation's articles of incorporation.

PricewaterhouseCoopers SA



William M Wright
Audit expert
Auditor in charge



Didier Bridy
Audit expert

Lausanne, 22 April 2010

Enclosures:

- Balance sheet (Swiss Francs and US Dollars)
- Statement of income and expenditure (Swiss Francs and US Dollars)
- Notes to the financial statements



**Balance sheet at December 31
(in Swiss Francs with convenience
translation into US Dollars)**

Notes	CHF		USD		
	2009	2008	2009 exchange rate 1.0337	2008 exchange rate 1.0643	
Assets					
Current assets					
	Cash and cash equivalents	2'095'383	7'769'273	2'027'070	7'299'890
	Marketable securities	3'592'394	344'870	3'475'277	324'035
2	Accounts receivable	161'442	422'449	156'178	396'926
	Other receivables	53'097	0	51'366	0
	Transitory assets	32'282	15'146	31'230	14'230
	Total current assets	5'934'597	8'551'738	5'741'121	8'035'082
Fixed assets					
Tangible fixed assets, net:					
	Administrative building	1'615'473	1'665'436	1'562'807	1'564'819
	Office furniture and equipment	27'565	51'260	26'666	48'163
	Vehicle	5'823	9'704	5'633	9'117
	Computer equipment	29'407	44'005	28'449	41'347
	Event equipment	117'192	154'732	113'372	145'383
		1'795'461	1'925'137	1'736'926	1'808'829
Financial fixed assets:					
	Guarantee deposit	0	37'666	0	35'391
	Total fixed assets	1'795'461	1'962'803	1'736'926	1'844'220
	TOTAL ASSETS	7'730'058	10'514'541	7'478'048	9'879'302
Liabilities and funds					
Current liabilities					
	Accounts payable	42'441	772'634	41'058	725'955
	Other payables	20'897	4'768	20'216	4'480
	Accruals	15'000	15'000	14'511	14'094
	Membership fees 2010 and 2009	57'583	58'939	55'706	55'378
	Total current liabilities	135'921	851'341	131'490	799'907
Non-current liabilities					
	Mortgage loan	1'209'000	1'235'000	1'169'585	1'160'387
	Total non-current liabilities	1'209'000	1'235'000	1'169'585	1'160'387
Funds					
	Unrestricted funds, as per statement attached	6'385'137	8'428'200	6'176'973	7'919'008
	TOTAL LIABILITES AND FUNDS	7'730'058	10'514'541	7'478'048	9'879'302



**Statement of income and expenditure for the year ended December 31
(in Swiss Francs with convenience
translation into US Dollars)**

	Notes	CHF		USD	
		2009	2008	2009 exchange rate 1.0337	2008 exchange rate 1.0643
Income					
Operating Income:					
Variou Income & Fees	3	191'077	209'231	184'848	196'590
		191'077	209'231	184'848	196'590
Olympics Revenue	4	166'092	9'224'907	160'678	8'667'582
Commercial Revenue	5	1'525'576	1'427'916	1'475'840	1'341'648
Financial Income		124'787	40'741	120'718	38'280
Total Income		2'007'532	10'902'795	1'942'084	10'244'100
Expenses					
Administration Expenses:					
Salaries & Social Charges		-1'126'538	-1'116'450	-1'089'812	-1'048'999
Staff Expenses		-27'566	-25'359	-26'668	-23'827
Office Administration	6	-330'471	-355'745	-319'697	-334'253
Office Projects & Activities	7	-36'660	-37'527	-35'465	-35'260
Management Fees	8	-19'760	-21'699	-19'116	-20'388
Depreciation	9	-180'589	-181'261	-174'702	-170'310
		-1'721'584	-1'738'042	-1'665'458	-1'633'037
Operating Expenses:					
Communications/Marketing/Sponsorship	10	-123'715	-132'938	-119'681	-124'906
Consulting (Fees, Think-Tank/Event Bidding)		-39'099	-77'061	-37'825	-72'405
Audiovisual Production	11	-80'907	-60'843	-78'269	-57'167
Congress Expenses		-73'648	0	-71'247	0
Council & Executive Expenses	12	-112'419	-183'516	-108'754	-172'428
Committee Expenses	13	-104'347	-78'557	-100'945	-73'811
Continental Confederations	14	-177'414	-187'122	-171'630	-175'817
Development Programs	15	-101'697	-72'358	-98'382	-67'986
Olympic Solidarity	16	-29'347	-22'846	-28'390	-21'465
Olympic Games		0	-458'883	0	-431'159
Paralympic Games		-19'857	21'149	-19'209	19'871
World Championships Costs	17	-294'530	-173'723	-284'928	-163'227
Other Games, Bids & Future Events		-32'057	-33'029	-31'012	-31'034
World Cups	18	-893'684	-1'438'371	-864'548	-1'351'471
Ski Archery World Cup		0	-943	0	-886
Extraordinary Expenses		-1'110	-3'329	-1'074	-3'127
Loss on Debtors		-176'166	-168	-170'422	-158
Debit Interests		0	-331	0	-311
		-2'259'995	-2'902'866	-2'186'317	-2'727'488
Financial Expenses:					
Bank/Credit Card Charges		-2'876	-4'546	-2'782	-4'271
Mortgage Interest		-36'855	-37'635	-35'653	-35'361
Financial Investment	19	-309'921	-48'646	-299'817	-45'707
Exchange Rate Differences		280'637	-214'108	271'488	-201'173
		-69'015	-304'935	-66'765	-286'512
Total Expenses		-4'050'595	-4'945'842	-3'918'540	-4'647'038
excess of income (+) / expenses (-) over income for the year		-2'043'063	5'956'953	-1'976'456	5'597'062
Unrestricted funds at beginning of the year		8'428'200	2'471'247	7'919'008	2'182'888
Exchange translation		0	0	234'422	139'058
Unrestricted funds at end of the year		6'385'137	8'428'200	6'176'973	7'919'008



Notes to the financial statements 2009

1. Summary of significant accounting policies

1.1 Basis of accounting

FITA uses the accruals basis of accounting in preparing the financial statements.

1.2 Accounting for foreign currencies

The accounting records of FITA are kept in Swiss Francs and, accordingly, the financial statements have been presented in Swiss Francs. US Dollars amounts presented in these financial statements are included solely for convenience.

Assets and liabilities denominated in currencies other than Swiss Francs are recorded in the Swiss Francs balance sheet based on exchange rates ruling at the year-end. Transactions denominated in other than Swiss Francs are recorded in the Swiss Francs statement of income and expenditure either at monthly average rates or at the date of transaction; all exchange losses and realised exchange gains are recognised as financial income or expense.

For the presentation of the financial statements in US Dollars, a year-end exchange rate has been used for both the balance sheet and the statement of income and expenditure.

1.3 Administrative building

FITA bought its administrative offices building in 2006 for a gross amount of CHF 1.8 mio. Depreciation is calculated at the rate of 3% per annum on the net book value. FITA took out a mortgage of CHF 1.3 mio to finance this purchase.

1.4 Marketable securities

FITA values its marketable securities at year-end market value. Gains or losses arising from the revaluation of marketable securities are taken to the statement of income and expenditure.

1.5 Provision for bad debts

The amount of USD 160'000 as disclosed in footnote 2 relates to the unpaid part of the Sponsorship agreement with Meteksan in 2008, specifically the cash part of USD 250'000. Meteksan is currently under the authority of the court and only pay its debts under strict supervision of the court in Turkey and in agreement with the banks. There is still a promise from Meteksan to honor its debt to FITA and FITA is recognised by the court as a debtor.

In consultation with the Finance & Audit Committee, it has been decided to make a provision for loss in respect of the unpaid part and in case a further payment is received, to consider it as exceptional income.

Notes to the financial statements 2009

	CHF		USD	
	December 31 2009	December 31 2008	December 31 2009 exchange rate 1.0337	December 31 2008 exchange rate 1.0643
2. Accounts receivable				
Associate Members	28'427	21'286	27'500	20'000
(net of provision USD -; 2008: -)				
Members Associations	95'777	102'358	92'655	96'174
(net of provision USD 1'270; 2008: -)				
Other Debtors	22'935	271'176	22'187	254'792
(net of provision CHF 9'039.39 + USD 160'000 + EUR 26; 2008: -)				
Other Debtors MasterCard	0	103	0	97
Olympic Solidarity	14'303	27'526	13'836	25'863
	<u>161'442</u>	<u>422'449</u>	<u>156'178</u>	<u>396'926</u>
3. Various Income & Fees				
FITA Performance award	42	0	40	0
FITA Registered Tournaments	32'520	35'426	31'460	33'285
Tournaments Penalties	176	10'200	170	9'584
Capitation fee - Para Archery	16'282	0	15'751	0
Badges, Flags, Pin's & Others	13'495	12'332	13'055	11'587
Publications, Target, Arrow	5'622	1'735	5'439	1'630
Association Members Fees	60'213	61'610	58'250	57'887
Associate Members Fees	32'169	13'451	31'121	12'638
Rebilling Travel/Accommodation	0	27'529	0	25'866
Rebilling Travel/Accommodation USD	0	2'903	0	2'728
Rebilling Antidoping tests	278	7'739	269	7'272
Coaches Seminar registration fee	8'286	0	8'016	0
Income Video/DVD	5'186	10'000	5'017	9'396
Sundry, Income, Postage, etc	422	1	408	1
Sundry, Income, Postage EUR	0	80	0	75
Development Partner fees	7'025	0	6'796	0
Office renting	6'363	9'108	6'155	8'557
Extraordinary income	2'999	17'118	2'901	16'084
	<u>191'077</u>	<u>209'231</u>	<u>184'848</u>	<u>196'590</u>
4. Olympics revenue				
Various Incomes (ONOC, etc)	58'973	76'550	57'051	71'925
Other Olympic Income	3'241	9'044'553	3'135	8'498'123
Ticket Income	0	9'039	0	8'493
Olympic Solidarity	28'111	25'224	27'195	23'700
Olympic Solidarity IF	69'564	66'216	67'296	62'216
Olympic Solidarity Course Revenue	6'203	3'326	6'001	3'125
	<u>166'092</u>	<u>9'224'907</u>	<u>160'678</u>	<u>8'667'582</u>

Notes to the financial statements 2009

	CHF		USD	
	December 31 2009	December 31 2008	December 31 2009	December 31 2008
			exchange rate 1.0337	exchange rate 1.0643
5. Commercial Revenue				
Licences - Royalties	35'674	22'000	34'511	20'671
Sponsors (incl. VIK)	1'268'120	1'286'981	1'226'778	1'209'228
Donations	0	87'422	0	82'140
Internet Revenue	1'714	511	1'658	480
TV Revenue	50'218	25'484	48'581	23'944
Bid Cities	169'850	5'518	164'313	5'185
	<u>1'525'576</u>	<u>1'427'916</u>	<u>1'475'840</u>	<u>1'341'648</u>
6. Office Administration				
Building Service costs	-38'003	-33'881	-36'764	-31'834
Office Supply, Maintenance & Cleaning	-14'778	-16'781	-14'296	-15'767
Phone & Fax	-24'639	-30'470	-23'835	-28'630
Electricity	-4'759	-4'547	-4'604	-4'272
Postage	-5'833	-20'863	-5'643	-19'602
Lease Payments	-24'074	-33'266	-23'290	-31'256
Computing Costs & Internet costs	-88'093	-79'115	-85'221	-74'335
Insurances	-18'745	-17'483	-18'134	-16'426
Meeting Expenses	-804	-2'939	-777	-2'762
Freight & Customs	-1'618	-3'652	-1'565	-3'432
Istanbul Office	-109'126	-112'747	-105'568	-105'936
	<u>-330'471</u>	<u>-355'745</u>	<u>-319'697</u>	<u>-334'253</u>
7. Office Projects & Activities				
Anti-Doping Management	-36'660	-37'527	-35'465	-35'260
	<u>-36'660</u>	<u>-37'527</u>	<u>-35'465</u>	<u>-35'260</u>
8. Management Fees				
Accounting & Audit Fees	-19'760	-20'534	-19'116	-19'293
Various	0	-1'165	0	-1'095
	<u>-19'760</u>	<u>-21'699</u>	<u>-19'116</u>	<u>-20'388</u>

Notes to the financial statements 2009

	CHF		USD	
	December 31 2009	December 31 2008	December 31 2009	December 31 2008
			exchange rate 1.0337	exchange rate 1.0643
9. Depreciation				
Office Furniture & Equipment depreciation	-23'695	-22'869	-22'923	-21'487
Computer Equipment depreciation	-23'572	-30'715	-22'804	-28'859
Event Equipment depreciation	-79'478	-69'700	-76'887	-65'489
Administrative building depreciation	-49'963	-51'509	-48'334	-48'397
Vehicle depreciation	-3'881	-6'468	-3'754	-6'077
	<u>-180'589</u>	<u>-181'261</u>	<u>-174'702</u>	<u>-170'310</u>
10. Communications/Marketing/Sponsorship				
Subscription to associations	-6'201	-5'798	-5'999	-5'447
Performance Awards & Medals	-1'715	-154	-1'659	-145
Publications, Target, Arrow, Advertising	-38'221	-58'648	-36'974	-55'105
Flags, Pin's, Ties & Others	-32'468	-34'583	-31'409	-32'493
Sponsorship costs	-9'414	-25'284	-9'107	-23'757
Public Relations	-11'566	-8'471	-11'189	-7'959
Graphic Design	-7'477	0	-7'233	0
FITA cost local solution	-14'847	0	-14'363	0
Rental Delessmetal	-1'808	0	-1'749	0
	<u>-123'715</u>	<u>-132'938</u>	<u>-119'681</u>	<u>-124'906</u>
11. Audiovisual Production				
TV Production	-11'309	0	-10'941	0
Expenses Internet - Development	-25'680	-30'100	-24'843	-28'281
TV Consulting	-24'878	-30'743	-24'067	-28'886
Olympic Film	-19'040	0	-18'419	0
	<u>-80'907</u>	<u>-60'843</u>	<u>-78'269</u>	<u>-57'167</u>
12. Council & Executive Expenses				
Council	-62'475	-118'546	-60'439	-111'384
Executive	-49'943	-64'969	-48'315	-61'044
	<u>-112'419</u>	<u>-183'516</u>	<u>-108'754</u>	<u>-172'428</u>

Notes to the financial statements 2009

	CHF		USD	
	December 31 2009	December 31 2008	December 31 2009	December 31 2008
			exchange rate 1.0337	exchange rate 1.0643
13. Committee Expenses				
<i>Committee</i>				
Board of Justice Committee	0	-7'798	0	-7'327
Const. & Rules Committee	-11'956	0	-11'566	0
Target Archery Committee	-2'137	-6'169	-2'068	-5'796
Field Committee	0	-2'208	0	-2'075
Judges Committee & Conference & Uniforms	-22'569	-11'410	-21'833	-10'721
Medical Committee	-11'643	-16'373	-11'263	-15'384
Coaches Committee & Coaching Manual/Video	-24'946	-11'724	-24'132	-11'016
	<u>-73'250</u>	<u>-55'683</u>	<u>-70'862</u>	<u>-52'319</u>
<i>Ad Hoc Committees & Coordinators</i>				
Finance & Audit Committee	-6'259	-8'433	-6'055	-7'923
ParaArchery	-24'194	-9'679	-23'405	-9'095
Youth Development	0	-494	0	-464
IMAP	0	-2'128	0	-1'999
Women in FITA	-643	-2'140	-622	-2'011
	<u>-31'096</u>	<u>-22'874</u>	<u>-30'082</u>	<u>-21'492</u>
	<u>-104'347</u>	<u>-78'557</u>	<u>-100'945</u>	<u>-73'811</u>
14. Continental Confederations				
DP OAC incl. MA's fees	-53'880	-45'824	-52'123	-43'055
DP FAA incl. MA's fees	-38'543	-38'311	-37'287	-35'997
DP COPARCO incl. MA's fees	-28'927	-39'751	-27'984	-37'349
DP AAF incl. MA's fees	-15'222	-20'476	-14'726	-19'239
DP EMAU incl. MA's fees	-40'842	-42'760	-39'511	-40'177
	<u>-177'414</u>	<u>-187'122</u>	<u>-171'630</u>	<u>-175'817</u>

Notes to the financial statements 2009

	CHF		USD	
	December 31 2009	December 31 2008	December 31 2009	December 31 2008
			exchange rate 1.0337	exchange rate 1.0643
15. Development Programs				
Equipment	-7'695	0	-7'444	0
Development Middle East Center	-93'581	-70'354	-90'530	-66'103
Development Programs	-421	-2'004	-408	-1'883
	<u>-101'697</u>	<u>-72'358</u>	<u>-98'382</u>	<u>-67'986</u>
16. Olympic Solidarity				
Olympic Solidarity	-29'347	-22'846	-28'390	-21'465
	<u>-29'347</u>	<u>-22'846</u>	<u>-28'390</u>	<u>-21'465</u>
17. World Championships Costs				
WJOC - Ogden 2009, USA	-99'487	0	-96'243	0
WIC - Rzeszow 2009, POL	-20'334	0	-19'672	0
WOC - Ulsan 2009, KOR	-170'915	0	-165'343	0
3D WC - Latina 2009, ITA	-2'177	0	-2'106	0
Organisers Seminar & Workshop	-1'617	0	-1'564	0
WFC - Llwynypia 2008, GBR	0	-65'683	0	-61'715
WJOC - Antalya 2008, TUR	0	-106'767	0	-100'316
WOC - Leipzig 2007, GER	0	-1'273	0	-1'196
	<u>-294'530</u>	<u>-173'723</u>	<u>-284'928</u>	<u>-163'227</u>
18. World Cups				
World Cup Travel & Accommodation	-180'102	-272'592	-174'230	-256'124
World Cup Marketing & Media	-26'529	-92'734	-25'665	-87'132
World Cup Anti-Doping	0	-10'156	0	-9'542
World Cup Various	-27'948	-293'696	-27'037	-275'952
World Cup Prize Money	-205'520	-241'200	-198'820	-226'628
World Cup Results/Timing	-28'668	-60'146	-27'734	-56'512
World Cup TD & Judges Costs	-6'111	-4'799	-5'912	-4'509
World Cup TV Production	-294'847	-463'048	-285'235	-435'072
World Cup Transportation & Logistics	-117'299	0	-113'475	0
World Cup repayment Penalty Fees	-6'659	0	-6'442	0
	<u>-893'684</u>	<u>-1'438'371</u>	<u>-864'548</u>	<u>-1'351'471</u>
19. Financial Investment				
Interest and Charges	-48'929	-34'597	-47'334	-32'507
Loss on Shares	-260'992	-14'048	-252'483	-13'199
	<u>-309'921</u>	<u>-48'646</u>	<u>-299'817</u>	<u>-45'707</u>