

REPORT TO THE CONGRESS OF DIE INTERNATIONALE BIATHLON UNION (IBU)

Audit of the Financial Statement 22/23
Audit of the Financial Statement 23/24

September 27, 2024



AGENDA

- AUDIT STANDARDS AND AUDIT APPROACH
- IDENTIFIED RISKS AND FOCUS AREAS
- FINANCIAL STATEMENT 22/23
- FINANCIAL STATEMENT 23/24
- SIGNIFICANT TOPICS ARISING DURING THE AUDIT 23/24
- RESULT AND CONCLUSION

AUDIT STANDARDS

AUDIT APPROACH

- ▶ **Audit standards**
 - Audit according to ISA
(International Standards on Auditing)
 - Austrian GAAP (UGB)
- ▶ **Audit approach**
 - Survey of the accounting-related ICS
(no test of controls were performed)
 - Substantive audit procedures
 - Analytical audit procedures

IDENTIFIED RISKS AND FOCUS AREAS

- ▶ Financial assets
- ▶ Receivables from the Olympic Committee
- ▶ Receivables and payables relating to Russia / Belarus / Ukraine
- ▶ Revenues (incl. new revenue streams)
- ▶ Contributions to National Federations and Sports
- ▶ VAT treatment of business transactions

FINANCIAL STATEMENT 22/23



MATERIALITY

- ▶ The quantitative materiality threshold was based on IBUs revenues.
- ▶ For the reporting date April 30th, 2023 the following evaluations were made:

Materiality tresholds	kEUR	
Materiality	840	
Performance materiality	630	75%
Clearly trivial	42	5%

BALANCE SHEET 22/23

Assets and Liabilities in kEUR

Assets	04/23	04/22	Liabilities	04/23	04/22
Intangible fixed assets	932	1,221	Association net assets		
Tangible fixed assets	722	518	Restricted acc. Congress	50,620	50,620
Financial assets	55,018	47,863	Temporarily restricted	14,760	14,760
Accounts receivable	279	12,979	Net accumulated losses/profit	(2,356)	5
Other receivables	171	262		63,024	65,385
Cash, Bank accounts	10,471	7,021	Provisions	1,928	672
Deferred charges	353	207	Accounts payables	2,636	3,956
Total assets	67,946	70,071	Other liabilities	104	58
			Deferred income	253	0
			Total liabilities	67,946	70,071

PROFIT & LOSS STATEMENT 22/23

in kEUR

	04/23	04/22
Revenues	46,996	47,344
Other operating income	473	173
Contributions to National Federation	(38,878)	(28,028)
Subtotal	8,591	19,489
Staff and Management	(2,548)	(2,243)
Depreciation	(762)	(469)
Other operating expenses	(4,962)	(4,300)
Subtotal	318	12,477
Income from securities	619	623
Expenses from securities	(3,118)	(2,886)
Earnings after taxes	(2,361)	10,190
Release of / Allocation to reserves	0	(10,380)
Profit brought forward	5	195
Balance sheet loss/profit	(2,356)	5

FINANCIAL STATEMENT 23/24



MATERIALITY

- ▶ The quantitative materiality threshold was based on IBUs revenues.
- ▶ For the reporting date April 30th, 2024 the following evaluations were made:

Materiality tresholds	kEUR	
Materiality	856	
Performance materiality	642	75%
Clearly trivial	43	5%

BALANCE SHEET 23/24

Assets in kEUR

	04/24	04/23	Comment
Intangible fixed assets	662	932	
Tangible fixed assets	669	722	
Financial assets	54,302	55,018	Sale of securities
Accounts receivable	451	279	
Other receivables	343	171	
Cash, Bank accounts	12,227	10,471	New fixed-term deposit accounts
Deferred charges	369	353	
Total assets	69,022	67,946	

BALANCE SHEET 23/24

Liabilities in kEUR

	04/24	04/23	Comment
Association net assets			
Restricted acc. Congress	51,620	50,620	
Temporarily restricted	0	14,760	Reclassification of the reserves
Net accumulated losses/profit	2,656	(2,356)	
	54,276	63,024	
Provisions	12,834	1,928	Reclassification of the reserves
Accounts payables	1,695	2,636	National Federations
Other liabilities	122	104	
Deferred income	96	253	
Total liabilities	69,022	67,946	

PROFIT & LOSS STATEMENT 23/24

<i>in kEUR</i>	04/24	04/23	Comment
Revenues	47,822	46,996	
Other operating income	273	473	
Contributions to National Federation	(37,157)	(38,878)	Use of the provision
Subtotal	10,938	8,591	
Staff and Management	(3,058)	(2,548)	Increase in employees and salaries
Depreciation	(866)	(762)	
Other operating expenses	(5,051)	(4,962)	
Subtotal	1,962	318	
Income from securities	4,352	619	Sale and reevaluation of securities
Expenses from securities	0	(3,118)	
Earnings after taxes	6,012	(2,361)	
Release of / Allocation to reserves	(1,000)	0	Allocation of restricted reserves
Loss/Profit brought forward	(2,356)	5	
Balance sheet loss/profit	2,656	(2,356)	

SIGNIFICANT TOPICS ARISING DURING THE AUDIT 23/24

- ▶ Changes in accounting and valuation principles
 - Previous year: temporary restricted reserve (income from the Olympic Games)
 - Reclassification: provision for future contributions to national federations and sports
 - Changed presentation of the position 3. contributions to national federations and sports (no reduction in contributions):

3. Contributions to National Federation and Sports	
a) Contributions to National Federation and Sports	41.457.292,33
b) Changes in the provision for expenses from contributions to national associations and sports	<u>4.300.000,00-</u> 37.157.292,33

- ▶ Tax on intra-community acquisitions (VAT)
 - Exceeding the purchasing limit of EUR 11,000.00: taxation and VAT number
 - Correction of other provisions in the amount of EUR 135,000.00
- ▶ Contributions to national federations and sports
 - Documentation by Docuware
 - Ensuring an ongoing comparison of the funds approved and distributed

RESULT & CONCLUSION

- ▶ Financial assets
 - conservative investments
 - bank confirmations received

- ▶ Revenues
 - correct revenue recognition

- ▶ Contributions to National Federations
 - correct and in accordance with constitution

- ▶ Good quality of information and documentation

- ▶ No indication of compliance errors or fraud detected

- ▶ **RESULT: UNQUALIFIED AUDIT OPINION**

BDO AUDIT TEAM

▶ Engagement Partner



Mag. Bernd Spohn
Partner
CPA and Certified Tax Advisor

+ 43 664 800 37 - 1599
bernd.spohn@bdo.at



Mag. Josef Schima
Partner
CPA and Certified Tax Advisor

+ 43 664 800 37 - 1426
josef.schima@bdo.at

▶ Project Manager



Flora Hoffmann
Manager

+ 43 664 800 37 - 1408
flora.hoffmann@bdo.at

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GREATNESS.**

