



REPORT TO THE CONGRESS OF Die internationale Biathlon Union (IBU)

*Audit of the Financial Statements for the year
ended 30th April 2022*

16th September 2022

BDO

AGENDA

- AUDIT STANDARDS AND AUDIT APPROACH
- AUDIT OF THE FINANCIAL STATEMENT 20/21
- AUDIT OF THE FINANCIAL STATEMENT 21/22
- MATERIALITY
- IDENTIFIED RISKS AND FOCUS AREAS
- BALANCE SHEET AND PROFIT AND LOSS STATEMENT
- RESULT AND CONCLUSION



AUDIT STANDARDS AND 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

FINANCIAL STATEMENTS 20/21

AUDIT OF FINANCIAL STATEMENTS 20/21

Audited by KPMG

► Meeting with KPMG regarding the audit of the financial statements 20/21

Assets	2021-04-30 EUR	2020-04-30 EUR	Liabilities	2021-04-30 EUR	2020-04-30 EUR
A. Fixed Assets			A. Association net assets		
I. Intangible Assets			I. Restricted acc. Congress		
1. Software and Brand	233,043.08	468,262.34	1. Restricted acc. Congress	50,000,000.00	48,000,000.00
II. Tangible Assets			2. Temporarily restricted acc. Congress	5,000,000.00	10,000,000.00
1. Buildings	147,268.87	29,768.15		55,000,000.00	58,000,000.00
<i>thereof fittings in third-party buildings</i>	147,268.87	29,768.15	II. Accumulated surplus	194,929.23	3,192,983.07
2. Equipment	250,426.24	170,499.12	<i>thereof result carried forward</i>	3,192,983.07	10,105,447.51
3. Assets under construction	18,000.00	26,796.70		55,194,929.23	61,192,983.07
	415,695.11	227,063.97	B. Provisions		
III. Financial Assets			1. Other provision	751,058.00	657,860.04
1. Securities holdings	51,176,161.32	60,245,964.81	C. Liabilities		
	51,824,899.51	60,941,291.12	1. Accounts payable	3,342,895.70	2,133,927.66
B. Current Assets			<i>thereof residual term up to 1 year</i>	3,342,895.70	2,133,927.66
I. Receivables and other Assets			2. Other liabilities	92,110.03	50,855.04
1. Accounts Receivables	1,556,673.17	1,200,368.08	<i>thereof tax</i>	39,988.42	25,281.30
2. Other Receivables	156,366.15	163,515.99	<i>thereof for social security</i>	47,367.02	25,567.74
	1,713,039.32	1,363,884.07	<i>thereof residual term up to 1 year</i>	92,110.03	50,855.04
II. Cash, Bank Accounts	6,746,698.19	6,671,712.87		3,435,005.73	2,184,782.70
	8,459,737.51	8,035,596.94	<i>thereof residual term up to 1 year</i>	3,435,005.73	2,184,782.70
C. Deferred Charges	96,355.94	58,737.75	D. Deferred income	1,000,000.00	5,000,000.00
Total Assets	60,380,992.96	69,035,625.81	Total Liabilities	60,380,992.96	69,035,625.81

AUDIT OF FINANCIAL STATEMENTS 20/21

Audited by KPMG

► Risks and audit focus areas

- Financial assets - correct valuation, investment and confirmations
- Equity - correct allocation to reserves
- Revenues - correct revenue recognition, no unusual income

Profit and loss statement

1. Revenues

- a) Membership fee
- b) Other income

2020/2021 EUR	2019/2020 EUR
16,950.00	16,950.00
32,630,934.76	27,970,351.84
32,647,884.76	27,987,301.84

RESULT: UNQUALIFIED AUDIT OPINION

FINANCIAL STATEMENTS 21/22

MATERIALITY

- ▶ The quantitative materiality threshold was based on IBUs revenues.
- ▶ For the reporting date April 30th, 2022 the following evaluations were made:

Materiality thresholds	kEUR	
Materiality	947	
Performance materiality	710	75%
Clearly trivial	47.3	5%

IDENTIFIED RISKS AND FOCUS AREAS

- ▶ Financial assets
- ▶ Receivables from the Olympic Committee
- ▶ Receivables and payables relating to Russia / Belarus / Ukraine
- ▶ Revenues
- ▶ Contributions to national federations

FINANCIAL STATEMENTS 21/22

Assets in kEUR

	04/22	04/21	Comment
Intangible fixed assets	1,221	233	homepage
Tangible fixed assets	518	416	
Financial assets	47,863	51,176	impairment rates / Ukraine portfolio shifts
Accounts receivable	13,979	1,557	Olympic Winter Games Beijing 2022
Other receivables	262	156	
Bank accounts	7,021	6,747	
Deferred charges	207	96	
	70,071	60,381	

FINANCIAL STATEMENTS 21/22

Liabilities in kEUR

	04/22	04/21	Comment
Association net assets			
Restricted acc. congress	50,620	50,000	revenue from securities
Temporarily restricted	14,760	5,000	Olympic Winter Games Beijing 2022
Accumulated surplus	5	195	
	65,385	55,195	increase in approx. mEUR 10
Provisions	672	751	
Accounts payable	3,956	3,343	National Federations
Other liabilities	58	92	
Deferred income	0	1,000	signing-fee EBU
	70,071	60,381	

FINANCIAL STATEMENTS 21/22

Profit & Loss Statement in kEUR

	04/22	04/21	Comment
Revenues	47,344	32,648	esp. TV revenues / Beijing Olympics
Other operating income	173	184	
Contributions to national federation	-28,028	-32,146	prize money / support / travel expenses
Subtotal	19,489	686	
Staff and management	-2,243	-1,914	number of employees increased
Depreciation	-469	-291	
General administration	-4,300	-4,584	marketing / consultants / travel expenses / organizational expenses
Subtotal	12,477	-6,103	
Income from securities	623	855	
Expenses from securities	-2,886	-747	price development 2022 crisis in Ukraine
Earnings after taxes	10,190	-5,998	
Release of / allocation to reserves	-10,380	3,000	
Profit brought forward	195	3,193	
Accumulated surplus	5	195	

SIGNIFICANT TOPICS ARISING DURING THE AUDIT

- ▶ Methodology of accounting the expected receivables from the IOC for the Olympic Winter Games in Beijing
 - IBUs obligations were completely fulfilled
 - According to the Austrian GAAP (UGB) a receivable must be accounted
 - Precautional deduction (final settlement has not yet been made)
- ▶ Valuation of receivables in connection with the Crisis in Ukraine
 - Liabilities against Russia (were netted out in the financial statements)
- ▶ Allocation to reserves
 - Allocation of a restricted reserve kEUR 620 (Congress)
 - Allocation of temporarily restricted reserve kEUR 14,760 for future expenses (Congress)

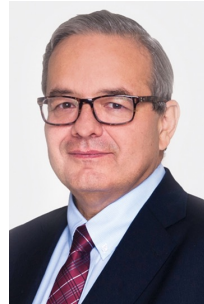
RESULT AND CONCLUSION

- ▶ Financial Assets - conservative investments, bank confirmations received
- ▶ Revenues - correct revenue recognition
- ▶ Contributions to National Federations - correct and in accordance with constitution
- ▶ The quality of the information and documentations was excellent
- ▶ No indication of compliance errors detected
- ▶ No indication of fraud detected

RESULT: UNQUALIFIED AUDIT OPINION

BDO AUDIT TEAM

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