



FINANCIAL REPORT 2020

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AUDITORS STATEMENT

We, the undersigned persons – elected by the Congress of the FIG as auditors - have gone through the accounts for the year 2020 in the presence of Mr. Nicolas Buompane, Secretary General, and Mr. Jürgen Kolb, Finance Director. We also had meetings with the Banks to review the investment portfolio's going forward for 2021. The year 2020 was truly an extraordinary year in the sense of the impact of the COVID-19 pandemic. Only a small part of the FIG activities could be done, others had to be postponed or canceled. This situation has strongly influenced our organization including the accounting as well as our audit of the accounts.

Several items and proposals have been discussed with the Secretary General and the Finance Director and in conjunction with the professional auditor, Mr. Vincent Bernasconi (BVConsult SA). We are pleased to inform you that we could find a solution to show the accounting 2020 in a transparent way and in compliance with the Swiss accounting principles. In the 2020 Profit & Loss accounts are the expected results on the various major events postponed to the year 2021 (Olympic Games, World Championships, World Cups and FIG-Congress) included.

Profit and Loss Statement: The operating result including the expected revenues and estimated expenses for the events postponed to 2021 showed a loss of CHF 650,973.

Provisions and Reserves: There is a new provision of CHF 250,000 for supporting the organizer of the Friendship & Solidarity Competition in Tokyo 2020. All reserves have been transferred to General Reserves which amounts now CHF 26,010,284.

Securities at market value as of December 31st decreased from CHF 24,435,344 (2019) to CHF 23,061,768 (2020). This amount does not include Cash at Banks. Total assets including the 2 buildings and the funds as of 31st December 2020 amounts to CHF 44,484,693 (2019: 47,654,341).

Cash and Banks amounted to CHF 4,541,103 (2019: 5,966,101).

Loans (Swiss Government COVID-19 loan and Swiss Government Plus COVID-19) amounting totally CHF 700,000 have been taken in order to maintain the liquidity. Furthermore, we got a loan from the IOC (IOC-contribution COVID-19) amounting CHF 1,325,916.

Provisions for our portfolios remained at the same level of CHF 6,301,000. **The Provisions for our foreign currencies** remained at CHF 500,000.

Fines and inquiries collected amounted to CHF 9,682 (2019: CHF 72,160) and has been transferred to the FIG Solidarity Foundation.

We confirm that financial regulations, decided by the executive committee, have been applied by the Management. Our task has been to study valuations and the application of the financial regulations.

The **actual Budget** for 2021 shows a loss of only CHF 25,000. The expected results on the various major events postponed to the year 2021 (Olympic Games, World Championships, World Cups and FIG-Congress) are already debited in 2020 and will not influence the result of 2021. The budget is a living document and could be changed due to new projects decided in 2021.

We confirm that the accounting has been in accordance with actual accepted bookkeeping standards and principles and has given a true, fair and accurate picture of the various activities of the FIG during the financial year 2020.

We would like to pay tribute to the Mr. Jürgen Kolb, Finance Director, and his staff for the efficient way they produced the accounts.

We therefore request the Council and the Congress to approve the accounts for 2020. We recommend that the Council and Congress approve the actions of the Executive Committee and relieve them of liability for their actions in 2020.

Lausanne, 19th February 2021



Ron Froehlich



Hanspeter Tschopp

Report of the statutory professional auditor

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Report of the statutory professional auditor of the

Fédération Internationale de Gymnastique (FIG)

on the financial statements 2020

As statutory professional auditor, we have audited the accompanying financial statements of the Federation Internationale de Gymnastique (FIG), which comprise the balance sheet, income statement and notes for the year which ended December 31, 2020.

Secretary General's Responsibility

The Secretary General is responsible for the preparation of the financial statements in accordance with the requirements of Swiss law, the statutory provisions and the financial rules. This responsibility includes designing, implementing and maintaining an internal control system in respect of the preparation of financial statements to the intent that they shall be free from any material misstatement, whether due to fraud or error. The Secretary General is further responsible for selecting and applying appropriate accounting policies and conducting appropriate accounting estimates.

Professional 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. Based on those standards, we plan and perform the audit to obtain reasonable assurance that the financial statements be free from any 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 set out 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 means evaluating the appropriateness of the accounting policies implemented 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.

Audit opinion

In our opinion, the financial statements for the year ended December 31, 2020 comply with Swiss law, with the statutory provisions and with the financial rules.

We recommend the financial statements 2020 to be approved.

Biel/Bienne, February 19, 2021

BVConsult SA

Vincent Bernasconi

Licensed audit expert

Expert-comptable diplômé

Accounting Principles

1. General Information

1.1 Legal status

The FIG is an international, non-governmental non-profit organisation. It has the status of an association under Swiss law and has 31 full-time equivalent employees.

2. Main Rules for drawing up the Financial Statements

1.1 Basic norm

The annual financial statements are presented in Swiss francs (CHF). They have been established based upon the historic cost principle with the exception of the financial assets which are stated at their fair value (adjustment via the income statement).

1.2 Valuation of transactions in foreign currencies

Transactions in foreign currencies are converted using the exchange rate at the time when they took place. Monetary assets and liabilities in foreign currencies are converted using the exchange rate in force on the closing date of the financial year. Exchange differences resulting from these transactions are shown on the income statement.

1.3 Balance sheet

The presentation of the assets is based upon the possibility of converting these assets into cash.

The presentation of the liabilities is made as follows:

- Short-term third party funds (max. 12 months)
- Mid- and long term liabilities (more than 12 months)
- Reserves

BALANCE SHEET AS OF DECEMBER 31 2020

(In thousands of Swiss Francs)

ASSETS	31.12.2020	31.12.2019
Cash and Banks	4,541	5,966
Securities	23,062	24,435
Provision Securities value adjustment	-6,809	-6,836
Accounts receivable	717	432
Other current assets	1,192	1,311
Stock	23	21
Prepaid expenses	630	1,262
Total Current Assets	23,356	26,591
<u>Fixed Assets</u>		
Furniture / IT / Software / Fittings	1,662	1,616
Property	19,467	19,447
Total Fixed Assets	21,129	21,063
TOTAL ASSETS	44,485	47,654

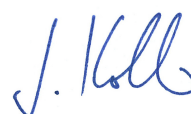
LIABILITIES	31.12.2020	31.12.2019
Short term third party funds	7,184	11,966
Mid- and long term third party funds	11,942	9,678
Reserves incl. Profit&Loss carried forward	25,359	26,010
TOTAL LIABILITIES	44,485	47,654

Secretary General



Nicolas Buompane

Finance Director



Jürgen Kolb

Profit & Loss statement - 2020 Actual vs Budget

SUMMARY [CHF 000's]

	Actual 2020	Budget 2020	Variation Act20 vs. Budg20	Actual 2019
EVENTS + Non-core activities				
Event income	2,234	9,453	-7,219	15,947
Event expenditures	-1,683	-5,618	3,935	-5,958
Non-core activities income	384	770	-386	705
Non-core activities expenses	-754	-990	236	-776
Event net result - Profit / -Loss	181	3,615	-3,434	9,918
OPERATIONS				
Executive Committee, Other	-298	-623	325	-574
Technical Committees	-246	-595	349	-574
Commissions	-48	-265	217	-225
Congress/Council	0	-600	600	-138
Development / Other	-2,124	-2,915	791	-2,520
Marketing / Communication	-189	-295	106	-251
Staff	-3,467	-4,388	921	-3,743
Office Facilities	-340	-340	0	-340
General Overhead	-446	-640	194	-468
Expenses	-7,158	-10,661	3,503	-8,833
Operating Result - Profit / -Loss	-6,977	-7,046	69	1,085
FINANCIAL ITEMS				
Financial Income	5,173	150	5,023	3,858
Financial Expenses	-4,272	-120	-4,152	-208
Financial Result - Profit / -Loss	901	30	871	3,650
BUILDING RENTAL RESULT				
Building Rental Income	861	861	0	864
Building Rental Expense	-394	-387	-7	-386
Building Rental Result - Profit / -Loss	467	474	-7	478
EXCEPTIONAL ITEMS				
Exceptional Income	10,383	65	10,318	260
Exceptional Expenses	-5,418	0	-5,418	-2,200
Other Prior Year Expenses	-7	0	-7	-130
Exceptional Result - Profit / -Loss	4,958	65	4,893	-2,070
Net Result	Profit / -Loss	-651	-6,477	5,826
				3,143

Notes to the Balance Sheet and the Profit&Loss Statement

Financial Assets by Type and Currency

					31.Dec.20	31.Dec.19
	CHF	USD	EUR	Other	Total	Total
Cash and Banks	2,959	1,499	83		4,541	5,966

in Thousand CHF

The FIG is structurally exposed to fluctuation in the exchange rate between the Swiss Franc and the US Dollar, Euro or other currencies. With regards to income and expenses, wherever possible, incoming funds in foreign currency are used for expenses in the same currency.

					31.Dec.20	31.Dec.19
	CHF	USD	EUR	Other	Total	Total
Cash	299				299	343
Bonds	7,396				7,396	8,452
Equities	11,154	911			12,065	11,684
Alternatives	1,882				1,882	2,496
Commodities	1,420				1,420	1,440
Securities	22,151	911	-	-	23,062	24,435

in Thousand CHF

A defensive investment strategy for the Securities is applied to protect the organisation's assets whilst benefitting from low-risk growth opportunities. Portfolio securities (financial investments) are stated at their fair value as of Dec 31 (stock market value according to the information provided by the custodian banks)

Fixed Assets

Net book value	31.12.2019	Disposals	Purchases	Depreciation	31.12.2020
Furniture / IT / Software / Fittings	1,616	0	623	-577	1,662
Property	19,447	0	20	0	19,467
TOTAL	21,063	0	643	-577	21,129

These items are stated on the balance sheet at their acquisition cost less the accumulated depreciation calculated over their lifetime (straight line depreciation). Depreciation begins at acquisition. As a general rule, expenditure of less than CHF 1'000 is stated directly as a charge for the financial year.

Profit & Loss Statement

The substantially reduced loss of in 2020 is due to lower operational expenses, a positive financial result and cancelled provisions as the underlying risks do not exist anymore.

The financial impact of postponed events 2020 has been reflected in the Exceptional Items-section.

2017-2020 (Plan approved by 2016-Congress vs Actual)

Profit & Loss Statement

[CHF 000's]	2017		2018		2019		2020		TOTAL		Variation Actual vs. Plan Tokyo 2016
	Plan	Actual	Plan	Actual	Plan	Actual	Plan	Actual	Tokyo 2016 Quadr. Plan	Actual	
EVENTS											
Major Event income	12,531	13,728	13,610	15,368	12,625	15,947	8,510	2,234	47,276	47,277	1
Major Event expenditure	-2,326	-3,192	-3,629	-5,998	-2,539	-5,958	-3,330	-1,683	-11,824	-16,831	-5,007
Non-core activities income	4,630	4,535	1,360	732	550	705	550	384	7,090	6,356	-734
Non-core activities expenditure	-4,620	-4,382	-1,350	-571	-540	-776	-540	-754	-7,050	-6,483	567
Event net result	10,215	10,689	9,991	9,531	10,096	9,918	5,190	181	35,492	30,319	-5,173
OPERATIONS											
Executive Committee, Other	-597	-606	-497	-668	-497	-574	-497	-298	-2,088	-2,146	-58
Technical Committees	-650	-594	-580	-521	-580	-574	-580	-246	-2,390	-1,935	455
Commissions	-287	-224	-287	-280	-287	-225	-287	-48	-1,148	-777	371
Congress / Council	-200	-150	-450	-437	-200	-138	-550	-	-1,400	-725	675
Development / Other	-2,080	-2,152	-1,980	-2,168	-1,980	-2,520	-1,980	-2,124	-8,020	-8,964	-944
Marketing / Communication	-388	-312	-388	-300	-378	-251	-388	-189	-1,542	-1,052	490
Staff	-4,006	-3,505	-4,271	-3,753	-4,245	-3,743	-4,291	-3,467	-16,813	-14,468	2,345
Office Facilities	-230	-238	-230	-218	-230	-340	-230	-340	-920	-1,136	-216
General Overhead	-595	-387	-595	-463	-595	-468	-595	-446	-2,380	-1,764	616
Expenses	-9,033	-8,168	-9,278	-8,808	-8,992	-8,833	-9,398	-7,158	-36,701	-32,967	3,734
Operating Result	1,182	2,521	713	723	1,104	1,085	-4,208	-6,977	-1,209	-2,648	-1,439
FINANCIAL											
Financial Income	225	2,075	175	410	125	3,858	125	5,173	650	11,516	10,866
Financial Expense	-130	-132	-120	-2,960	-110	-208	-100	-4,272	-460	-7,572	-7,112
Net financial result	95	1,943	55	-2,550	15	3,650	25	901	190	3,944	3,754
BUILDING RENTAL											
Rental Income	221	430	443	520	443	864	443	861	1,550	2,675	1,125
Rental Expenditure	-50	-128	-50	-124	-50	-386	-50	-394	-200	-1,032	-832
Building rental result	171	302	393	396	393	478	393	467	1,350	1,643	293
EXCEPTIONAL											
Exceptional income		1,503		3,393		260		10,383	-	15,539	15,539
Exceptional expenses	-50	-3,822	-50	-1,023	-50	-2,330	-50	-5,425	-200	-12,600	-12,400
Exceptional result	-50	-2,319	-50	2,370	-50	-2,070	-50	4,958	-200	2,939	3,139
Net Result	1,398	2,447	1,111	939	1,462	3,143	-3,840	-651	131	5,878	5,747