

World Bridge Federation

3. Financial statements for the year ended on December 31, 2017

Report of the auditor to the executive council of World Bridge Federation on the review of the financial statements as of 31 December 2017 and for the year then ended

Introduction

We have reviewed the accompanying balance sheet (referred to as the 'Financial Statements') of World Bridge Federation (the "Association"), as at 31 December 2017 and the related statements of income for the year then ended (referred to as 'Financial Statements') with an equity of € 2.145.352,20 and a profit of the year of € 206.218,67. The board of directors is responsible for the preparation and presentation of these Financial Statements. Our responsibility is to express a conclusion on these Financial Statements based on our review.

Scope of Review

We conducted our review in accordance the International Standard on Review Engagements 2400 "*Engagements to Review Financial Information*". A review of financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

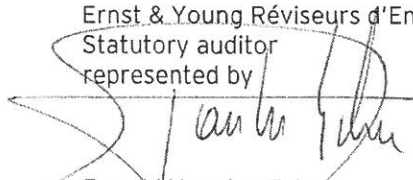
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Financial Statements are materially misstated.

Antwerp, 6 April 2018

Ernst & Young Réviseurs d'Entreprises SCRL

Statutory auditor
represented by



Ronald Van den Ecker
Partner*

* Acting on behalf of a BVBA/SPRL

Ref: 18RVE0134

WORLD BRIDGE FEDERATION

3.1 Balance sheet as per December 31, 2017

		2017		2016	
		EUR	EUR	EUR	EUR
FIXED ASSETS					
Tangible fixed assets	3	11.754,76		3.805,51	
Total fixed assets			11.754,76		3.805,51
Financial assets	4	30.000,00		30.000,00	
Total financial assets			30.000,00		30.000,00
CURRENT ASSETS					
Inventory		3.851,20		3.851,20	
Receivables	5	255.246,53		142.086,07	
Prepaid expenses	6	29.756,92		45.529,89	
Cash and bank balances		1.968.122,24		1.568.869,50	
Bank Delen Suisse portfolio		686.877,00		714.114,44	
Total current assets		2.943.853,89		2.474.451,10	
CURRENT LIABILITIES					
Current liabilities	7	-253.608,79		-41.561,77	
Prepaid income	8	-141.242,94		-91.692,65	
Accrued expenses	8	-8.962,68		-7.143,43	
Guyana dues 2014 suspended	8	-235,00		-235,00	
Rate differences investments	8	-17.231,01		-111.620,53	
PROVISIONS					
Provision World Championships Book		-15.400,00		-13.000,00	
Youth fund		-156.265,68		-129.917,30	
Provision Bridge Promotion and Development Fund		-97.310,35		-73.952,40	
Provision withholding tax		0,00		0,00	
General Provision (2016)		-150.000,00		-100.000,00	
Current assets less provisions and current liabilities			2.103.597,44		1.905.328,02
TOTAL ASSETS LESS PROVISIONS AND CURRENT LIABILITIES			<u>2.145.352,20</u>		<u>1.939.133,53</u>
EQUITY					
Balance January 1		1.939.133,53		1.508.442,02	
Surplus/Deficit		206.218,67		430.691,51	
Balance December 31	9		2.145.352,20		1.939.133,53
			<u>2.145.352,20</u>		<u>1.939.133,53</u>

WORLD BRIDGE FEDERATION

3.2 Statement of income and expenses

		2017	2016
		EUR	EUR
INCOME			
Income from Championships	10	380.587,96	599.146,04
Subtotal variable income		380.587,96	599.146,04
Membership dues		580.075,26	574.604,57
Financial income	11	6,35	18,02
Miscellaneous income		3.251,90	5.339,14
Total income		963.921,47	1.179.107,77
EXPENSES			
Executive committee	12	0,00	0,00
Other committees	13	28.542,88	27.097,56
Publication and promotion	14	45.776,03	42.129,85
Depreciation of fixed assets	3	5.687,65	1.081,68
Depreciation of stock		0,00	0,00
Other expenses	15	530.636,00	466.909,37
Other provisions	16	147.060,24	211.197,80
Total fixed expenses		757.702,80	748.416,26
INCOME/LOSS		206.218,67	430.691,51
PROFIT/LOSS OF THE YEAR		206.218,67	430.691,51

WORLD BRIDGE FEDERATION

FIXED ASSETS

3.3 Tangible fixed assets	2017 EUR	2016 EUR
- General equipment	56.407,42	68.930,40
- Depreciation General equipment	-54.305,15	-67.853,19
- Hard ware - Internet		33.371,46
- Depreciation Hard ware - Internet		-33.371,46
- Hard ware - Junior		8.978,42
- Depreciation Hard ware - Junior		-8.978,42
- Hard ware - Others than Internet	47.643,31	106.621,22
- Depreciation Hard ware - Others than Internet	-45.990,82	-103.892,92
- Small equipment	39.915,85	42.970,21
- Depreciation Small equipment	-39.915,85	-42.970,21
- Software - Internet		8.358,83
- Depreciation Software - Internet		-8.358,83
- Software - Junior	5.038,67	15.047,91
- Depreciation Software - Junior	-5.038,67	-15.047,91
- Software - Other	16.867,87	35.837,15
- Depreciation Software - Other	-8.867,87	-35.837,15
	<u>11.754,76</u>	<u>3.805,51</u>
3.4 Financial assets		
Cash guarantees	<u>30.000,00</u>	<u>30.000,00</u>

CURRENT ASSETS

3.5 Receivables		
Receivables	<u>255.246,53</u>	<u>142.086,07</u>
	<u>255.246,53</u>	<u>142.086,07</u>
3.6 Prepaid expenses	<u>29.756,92</u>	<u>45.529,89</u>

CURRENT LIABILITIES

3.7 Current liabilities comprise

	2017	2016
	EUR	EUR
Cash prizes SportAccord		
Various other	253.608,79	41.561,77
Accounts payable	253.608,79	41.561,77

3.8 Accrued expenses

Accrued expenses	8.962,68	7.143,43
Prepaid 2017 Lyon 43 World Bridge Games	0,00	91.692,65
Guyana dues 2014 suspended	235,00	235,00
prepaid 2018 World Bridge Series Orlando	141.242,94	0,00
Rate differences investments	17.231,01	111.620,53
	167.671,63	210.691,61

3.9 Equity

The movement in equity results only from the profit made in the year

2.145.352,20	1.939.133,53
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3.10 Income from championships

This comprises the results of the following championships:

	Income	Expenses	Result 2017	Result 2016
	EUR	EUR	EUR	EUR
World Wide Bridge Contest 2017	26.496,99	76.487,15	-49.990,16	-30.308,90
WBF simultaneous pairs supporting youth	2.489,31	693,84	1.795,47	3.012,72
Online Bridge Champ Ourgame/WBC	146.139,36	2.109,00	144.030,36	119.292,47
IOC grant	11.770,24	0,00	11.770,24	11.461,58
Zonal organisations arifs grant	5.903,95	34.455,54	-28.551,59	-12.445,69
Wroclaw WBG 2016				461.444,90
Lyon 2017	766.595,85	494.476,33	272.119,52	0,00
World youth teams Salsomaggiore 2016				-376,50
World University Champ 2016 Lodz				-1.860,00
IMSA Elite M G 2017	317.415,00	278.841,15	38.573,85	48.925,46
Robot games 2017		9.159,73	-9.159,73	0,00
	1.276.810,70	896.222,74	380.587,96	599.146,04

3.11 Financial income

	2017	2016
	EUR	EUR
Bank interest	6,35	18,02

3.12 Executive Committee

This comprises indemnities granted to the Executive Committee and expenses incurred by the Executive Committee.

	2017	2016
	EUR	EUR
Executive Committee meetings	0,00	0,00

3.13 Other committees

These expenses can be summarised as follows:

	2017	2016
	EUR	EUR
WBF Women Committee	2.014,25	3.650,00
Youth Committee	0,00	1.364,78
Economical & Financial Committee	320,20	1.764,15
Law Committee	2.536,47	0,00
Credential committee	420,69	0,00
Communication committee	20,00	0,00
Bridge & Science committee	5.464,00	0,00
Other Committees (law)	9.628,59	13.766,04
TD committee	0,00	93,78
Medical & anti-doping Committee	8.138,68	5.830,81
Technical Committee	0,00	628,00
	<u>28.542,88</u>	<u>27.097,56</u>

3.14 Publication and promotion expenses

	2017	2016
	EUR	EUR
This comprises the following:		
Communication & Web management	44.979,91	41.448,33
Internet & WFB website	796,12	681,52
	<u>45.776,03</u>	<u>42.129,85</u>

3.15 Other expenses

	2017	2016
	EUR	EUR
This comprises the following:		
Audit, accounting & legal charges	46.288,04	61.795,32
Bank charges & rate differences	19.863,47	5.913,15
Insurance charges	15.512,50	15.487,50
Hearing commission	45.150,02	8.281,50
High Level Players commission	0,00	0,00
WBF Directory communication	0,00	3.152,51
Travel and Public relations	21.102,39	23.271,17
Relations IOC, IMSA, IBPA	16.500,97	17.692,18
Meeting expenses	75.454,30	72.492,58
President expenses	34.060,72	34.671,13
Treasurer expenses	22.000,00	22.000,00
Secretary expenses	4.708,10	4.604,61
Milano office expenses	85.365,22	85.219,18
Lausanne office expenses	51.982,07	53.347,59
London office expenses	23.471,44	27.122,32
Masterpoints (M. Newton)	11.299,44	14.702,02
Operations director (Di Sacco)	10.641,26	9.598,44
Warehouse expenses	6.382,00	7.205,42
Other expenses previous years	0,00	135,22
Miscellaneous expenses	1.334,88	0,00
Miscellaneous expenses previous year	39.519,18	217,53
	<u>530.636,00</u>	<u>466.909,37</u>

3.16 Other provisions

	2017	2016
	EUR	EUR
Bridge promotion and development fund	35.290,00	58.561,58
Youth development fund	61.770,24	52.636,22
general provision (2017)	50.000,00	100.000,00
	<u>147.060,24</u>	<u>211.197,80</u>