



International Weightlifting Federation Lausanne

Report of the Independent Auditor
to the Executive Board

Financial Statements for the year ended 31 December 2021



Report of the Independent Auditor

to the Executive Board of
International Weightlifting Federation, Lausanne

Report of the Independent Auditor on the Financial Statements

As independent auditor, we have audited the accompanying financial statements of International Weightlifting Federation, which comprise the balance sheet, statement of income and notes for the year ended 31 December 2021.

Federation's Responsibility

The President and the Secretary General are responsible for the preparation of the financial statements in accordance with the requirements of Swiss law. 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 treasurer 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 law and 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 2021 comply with Swiss law.

Zurich, 15 June 2022

Grant Thornton AG



Markus Eugster
Audit expert
Auditor in charge



Thomas Wirth
Audit expert

Enclosure:

- Financial statements (balance sheet, income statement and notes)

International Weightlifting Federation
Avenue de Rhodanie 54
1007 Lausanne

Financial Statements 2021

Balance Sheet as of 31 December		2021	2020
ASSETS	Note	USD	USD
Current assets			
Cash at banks		7,130,569	4,238,183
Accounts receivable			50,000
Total current assets		7,130,569	4,288,183
Non-current assets			
Marketable securities		23,208,461	17,362,840
Total non-current assets		23,208,461	17,362,840
TOTAL ASSETS		30,339,030	21,651,023
LIABILITIES AND UNRESTRICTED FUNDS	Note	USD	USD
Current liabilities			
Accounts payable		602,159	174,927
Accrued expenses		10,461	161,621
Membership fees paid in advance		35,500	35,500
Deferred revenue		575,000	575,000
Total current liabilities		1,223,120	947,048
Unrestricted funds			
Special reserve		20,000,000	20,000,000
Net excess of income/(expenditure) for the reporting year		8,411,934	-4,001,744
Unrestricted funds brought forward	2.1	703,976	4,705,720
Total non-current liabilities		29,115,910	20,703,976
TOTAL LIABILITIES AND UNRESTRICTED FUNDS		30,339,030	21,651,023



(Signature)
Dr. Michael Irani
Interim President



(Signature)
Mohammed Jalood
General Secretary

International Weightlifting Federation, Avenue de Rhodanie 54, 1007 Lausanne

Income statement for the period ending 31 December		2021	2020
	Note	USD	USD
Membership fees		79,464	54,421
World championships		100,102	
Marketing, sponsorship and TV revenues		1,022,029	604,908
Olympic Revenues		15,634,753	70,000
Reimbursements of advanced costs		69,272	49,160
Anti-Doping Fund & Fines		711,523	8,348
Referee cards and licenses fees		176,691	2,499
Other revenues		87,505	21,382
Total Income from operating activities		17,881,339	810,718
		USD	USD
Doping controls costs	2.2	-3,222,029	-1,824,086
IWF Development program expenses	2.3	-1,928,239	-1,760,044
Personnel expenses		-1,414,124	-1,371,181
Consulting fees		-76,438	-1,177,279
IWF Executive Board Honorarium		-605,801	-972,517
Legal costs	2.4	-410,928	-511,994
PR and publications		-368,986	-418,380
Administrative expenses	2.5	-400,381	-481,655
Travel costs	2.6	-599,297	-286,373
Meetings	2.7	-763,269	-263,379
Costs related to competitions		-35,138	-113,024
Accounting and audit fees		-130,573	-96,655
Membership and subscription fees paid		-4,130	-45,816
Taxes		-10,421	81,160
Other income/(expenditures)		62,205	-292,394
Total Expenditure from operating activities		-9,907,550	-9,695,948
Excess of revenue/(expenditure) from operating activities		7,973,789	-8,885,230
Financial revenue/ (expenses), net		438,145	1,633,126
Extraordinary income	3.2		3,250,360
Net income/(loss) for the reporting year		8,411,934	-4,001,744

(Signature)
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Interim President

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Mohammed Jalood
General Secretary

Notes to the financial statements for the period ending 31 December 2021

1. PRINCIPLES

1.1 The association

The International Weightlifting Federation (hereafter called "IWF") is a Swiss association registered in Lausanne, established as a non-profit legal entity controlled by art. 60 and further of the Swiss Civil Code. The IWF is domiciled in Lausanne, Switzerland. The IWF is recognized by the International Olympic Committee as the sole controlling body for international weightlifting and is composed of 192 affiliated National Federations.

1.2 Summary of significant accounting policies

These financial statements were prepared according to the provisions of the Swiss Law on Accounting and Financial reporting (32nd title of the Swiss Code of Obligation). Where not prescribed by law, the significant accounting and valuation principles applied are described below.

1.2.1 Basis of preparation

The financial statements have been prepared in accordance with the Swiss Code of Obligations. They are presented in United States dollars (USD), as this is the currency of the primary economic environment in which the IWF's activities is conducted. They are prepared on the historical cost basis.

1.2.2 Foreign currencies

IWF books are kept in US dollars. Transactions in currencies other than USD are recorded at the approximating exchange rate on the date of the transaction. At the balance sheet date monetary assets and liabilities denominated in foreign currency are converted into USD at the prevailing exchange rate at that date. Realized and unrealized foreign currency exchange differences are reported in the statement of income and expenditures.

1.2.3 Recognition of revenues

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Federation and the revenue can be reliably measured.

Olympic Revenues

Olympic Revenues represent funds received from the International Olympic Committee for the development of weightlifting sports. The funds are received once in four years, after the Olympic Games. In 2021, IWF received the funds in the amount of 15,510,830 USD and 123,923 USD from Tokyo Olympic Games Organizing Committee for operating expenditure during the games.

Sponsoring and TV revenues

Sponsoring and TV revenues are recorded as income when they are due, as the contractual commitment has been realized. Revenue related to future events are deferred to the period to which it relates.

Doping fines

Doping fines are recorded as revenue at the moment the case is closed, the fine is due and time and rights for appeal have been exhausted.

Affiliation fees

Affiliation fees income is recognized the year they are due.

1.2.4 Recognition of expenses

Expenses are recognized in the financial statements on an accrual basis. Expenses are recognized over the period to which they relate.

1.2.5 Income taxes

As the IWF is a non-profit making association, it benefits from tax exemption applied to international sports organisations located in the canton of Vaud.

1.2.6 Tangible fixed assets

Tangible fixed assets are recognized as an expense during the period in which they were purchased.

1.2.7 Designated funds

Designated funds are funds that are disposable to the organization and that are designated by the organization for a specified purpose which limits their use.

Notes to the financial statements for the period ending 31 December 2021

1.2.8 Marketable securities

Marketable securities (available-for-sale securities) are accounted for at the market value with valuation reductions and recoveries due to market fluctuations recorded in the financial revenue and expenses, respectively.

2. INFORMATION ON ITEMS OF THE BALANCE SHEET AND INCOME STATEMENT**2.1 Unrestricted funds**

Unrestricted funds are funds that are or would be freely available to use for any of the IWF's purposes, once all of its enforceable obligations have been fulfilled.

	USD 2021	USD 2020
2.2 Doping control costs		
International Testing Agency	2,572,243	1,273,758
Samples testing	<u>649,787</u>	<u>550,328</u>
	<u>3,222,029</u>	<u>1,824,086</u>

	USD 2021	USD 2020
2.3 IWF Development program expenses		
Development program (national and regional)	678,239	668,551
Continental Federations - annual contribution	<u>1,250,000</u>	<u>1,091,493</u>
	<u>1,928,239</u>	<u>1,760,044</u>

	USD 2021	USD 2020
2.4 Legal costs		
Legal – anti-doping	42,032	17,636
Legal – Congress	8,356	-
Legal – EDC	144,339	-
Legal – RGC	-	38,423
Other legal costs	216,201	455,935
Kellerhals Carrard	178,831	266,441
Other	<u>37,370</u>	<u>189,494</u>
	<u>410,928</u>	<u>511,994</u>

	USD 2021	USD 2020
2.5 Administrative expenses		
Rent and maintenance	72,828	82,629
Telecommunication charges	7,368	12,019
Operational cost of General Secretary's office	125,000	250,000
IT costs	28,441	58,601
Insurance	158,855	68,926
Office supplies	3,899	8,448
Equipment	575	427
Mailing costs	<u>3,415</u>	<u>605</u>
	<u>400,381</u>	<u>481,655</u>

	USD 2021	USD 2020
2.6 Travel costs		
Hotels, food	113,588	41,566
Flight ticket	441,591	192,978
Travelling and representation fees	19,268	-
Taxi	1,959	-
Transportation Costs and Cargo	721	2,259
Car Expenses	-	49,570
Per diem	<u>22,170</u>	<u>-</u>
	<u>599,297</u>	<u>286,373</u>

Notes to the financial statements for the period ending 31 December 2021

	USD 2021	USD 2020
2.7 Meetings		
Congress meetings – EDC	296,094	26,329
Congress meetings – RGC	98,272	43,650
Congress meetings – Other	212,722	-
Executive Board meetings	105,610	161,500
Committees & Commissions meetings	10,700	15,700
Meetings – Other	27,506	-
Daily allowance for IWF's meetings	<u>12,365</u>	<u>16,200</u>
	<u>763,269</u>	<u>263,379</u>



(Signature)

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Interim President



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General Secretary

Notes to the financial statements for the period ending 31 December 2021

INFORMATION

3.1 Full-time equivalents

The annual average number of full-time equivalents for the reporting year, as well as the previous year, did not exceed 50.

3.2 Adjusting entry

As a result of restoring accounting transactions during 2020 we have made the reversal of previously over accrued expenses and overstated receivables and prepaid expenses. The amount presented in extraordinary income in 2020 is 3,250,360 USD.

3.3. Audit fees

Audit fees incurred in 2021 amount to 28 thousand USD (57 thousand USD in 2020).

3.4. Rental agreement

Rental agreement of the Lausanne office is valid until 31 March 2023. The rental expenses for the period from 1 January 2022 until 31 March 2023 will amount to 53,415 CHF.



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