

# The Foundation



1997-2000

Olympic Foundation



Financial Statements

# Olympic Foundation



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and financial statements  
at December 31, 2000**

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# Report of the auditors to the President and members of the Board of the Olympic Foundation Lausanne

As statutory auditors, we have audited the accounting records and the financial statements (set out on pages 6 to 9) of the Olympic Foundation for the year ended December 31, 2000.

These financial statements are the responsibility of the Board of the Foundation. Our responsibility is to express an opinion on these financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with auditing standards promulgated by the profession in Switzerland, which require that an audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the financial statements. We have also assessed the accounting principles used, significant estimates made and the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accounting records and the financial statements comply with Swiss law and the requirements of the statutes.

We recommend that the financial statements submitted to you be approved.

PricewaterhouseCoopers SA

F. Roth                      J.B. Conne

Lausanne, April 12, 2001

# Statement of financial position

at December 31, 2000 (In Swiss francs)

<b>ASSETS</b>	Notes	<u>2000</u>	<u>1999</u>
		CHF	CHF
<b>Current Assets</b>			
Cash		621 849	556 700
Bank deposits	3	3 271 548	27 888 590
Marketable securities	4	158 694 781	89 128 932
Receivables			
– Accrued interest		3 585 163	2 513 750
– Other		162 927	370 330
		<u>166 336 268</u>	<u>120 458 302</u>
<b>Non Current Assets</b>			
Investment in Meridian Management SA	5	50 000	50 000
		<u>166 386 268</u>	<u>120 508 302</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Current Liabilities</b>			
Contribution payable to the Olympic Museum		4 320 000	3 866 401
Other accruals		25 374	40 000
		<u>4 345 374</u>	<u>3 906 401</u>
<b>Fund Balance</b>			
Dotation Capital		100 000	100 000
Unrestricted operating funds		159 716 183	116 501 901
Revaluation reserve on marketable securities		2 224 711	-
		<u>162 040 894</u>	<u>116 601 901</u>
		<u>166 386 268</u>	<u>120 508 302</u>

# Statement of activities

for the year ended December 31, 2000 (In Swiss francs)

	<u>2000</u>	<u>1999</u>
	CHF	CHF
<b>Income</b>		
Interest and other financial income, net of bank charges	4 887 786	3 866 401
Contribution to the Olympic Museum	<u>(4 320 000)</u>	<u>(3 866 401)</u>
	<u>567 786</u>	<u>-</u>
<b>Other income (expense)</b>		
Donation from the IOC	52 500 000	15 952 000
Dividends	-	131 000
Losses on sale of marketable securities	(529 794)	(167 443)
External services	(13 013)	(40 805)
Exchange gains (losses)	(9 310 697)	8 050 197
Decrease in carrying amount of marketable securities	<u>-</u>	<u>(1 946 000)</u>
	<u>42 646 496</u>	<u>21 978 949</u>
<b>EXCESS INCOME FOR THE YEAR</b>	43 214 282	21 978 949
Unrestricted Operating Funds at beginning of year	<u>116 501 901</u>	<u>94 522 952</u>
<b>UNRESTRICTED OPERATING FUNDS AT END OF YEAR</b>	<u><u>159 716 183</u></u>	<u><u>116 501 901</u></u>

# Notes to the financial statements

at December 31, 2000

## NOTE 1 ACTIVITY

The Olympic Foundation (OF) is governed by the provisions of the Swiss Civil Code. Its objective is to support the activities of the Olympic Movement notably in the areas of culture, education and sports. The operating funds are provided by the International Olympic Committee (IOC).

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Marketable securities are carried at market values. Market value is calculated by reference to Stock Exchange quoted selling prices at the close of business on the balance sheet date. Increases in the carrying amount of marketable securities are credited to the revaluation reserve in the fund balances. Decreases that offset previous increases of the marketable securities are charged against the revaluation reserve; all other decreases are charged to the statement of activities. Gains and losses arising from the sale of marketable securities are recorded in the statement of activities.

b. The investment in Meridian Management SA is recorded at cost.

c. Interest income is recognized as earned and is payable, in whole or in part, to the Olympic Museum (a Swiss foundation) as a contribution to cover part of its functional budget expenditure.

d. The OF's accounting records are maintained in Swiss francs. Assets and liabilities denominated in currencies other than Swiss francs are recorded based on exchange rates ruling at the balance sheet date. Non-Swiss franc income and expenditure are recorded on the basis of the average exchange rate for the year. All exchange losses and realized exchange gains are recognized in the statement of activities whereby all exchange differences arising on cash, bank deposits and marketable securities are considered realized. Unrealized exchange gains are deferred and recognized under liabilities unless they are in respect of previously incurred unrealized losses in which case they are also recognized in the statement of activities.

### NOTE 3 BANK DEPOSITS

All fiduciary bank deposits are made in US dollars and amounted to an equivalent of CHF 3 271 548 and CHF 27 888 590 at December 31, 2000 and 1999 respectively.

### NOTE 4 MARKETABLE SECURITIES

	<u>2000</u>	<u>1999</u>
	CHF	CHF
Opening net book amount	89 128 932	73 380 107
Additions	89 249 333	33 428 617
Disposals	(18 591 415)	(22 001 235)
Exchange differences	(3 316 780)	7 790 814
Increase (decrease) in market value	<u>2 224 711</u>	<u>(3 469 371)</u>
Closing net book amount	<u><u>158 694 781</u></u>	<u><u>89 128 932</u></u>

### NOTE 5 INVESTMENT IN MERIDIAN MANAGEMENT SA

The OF has 50% voting and a 25% economic interest in Meridian Management SA which manages the International Olympic Marketing Program (TOP Program). Meridian Management SA had total assets of CHF 9.1 million, liabilities of CHF 8.5 million and net equity of CHF 0.6 million at December 31, 2000 and net income of CHF 0.3 million for the year then ended.