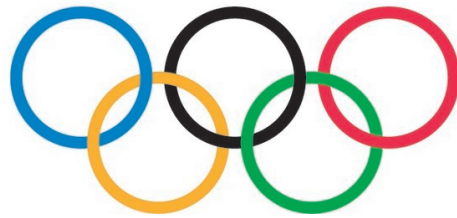


**NEW ZEALAND
OLYMPIC COMMITTEE**



New Zealand Olympic Committee Incorporated
Financial statements
for the year ended 31 December 2018

NZOC (Parent) Financial Report for 2018

As expected in a major Games year, NZOC delivered a deficit of (\$556k). This was favourable to Budget. In 2019 we will rebuild reserves and cashflow building up to Tokyo 2020. Net assets are \$1.820m, which includes cash and investments of \$1.809m.

Income \$12.191m, up \$4.935m due to two major Games in 2018

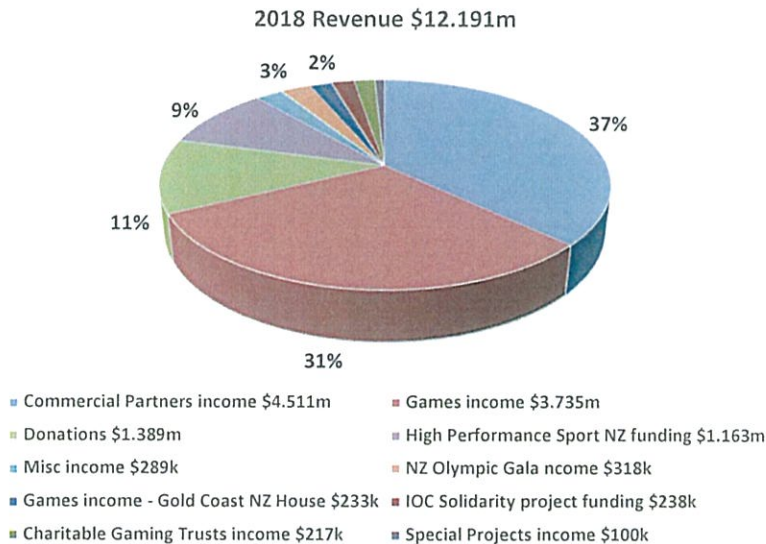
Operating income of \$12.191m includes revenue from commercial partners, donations, charitable gaming trusts, fundraising and IOC funding. Games revenue includes HPSNZ funding, travel and participant subsidies, development grant, team participant fees for Buenos Aires and Value in Kind (VIK) for team village accommodation and uniform.

Our largest source of income at 37% is from commercial partners including major sponsor ANZ. Other NZ Partners are Barfoot and Thompson, JCDecaux, Jennian Homes, House of Travel, Peak and Broadcast Partners Sky Network Television and TVNZ. Our Worldwide partners are Alibaba, Atos, Bridgestone, Coca-ColaDow, GE, Intel, Omega, Panasonic, P&G, Samsung, Toyota and Visa.

A growing source of income is our philanthropic programme, due to the successful implementation of our Olympic Council 2020 programme and support from BlackGold donors. BlackGold donations increased 37% in 2018 to \$1.014m.

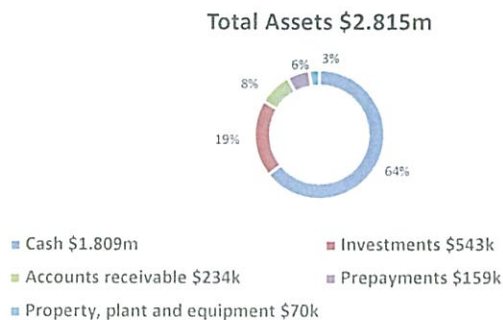
Charitable funding received in 2018 include Lion Foundation, NZ Community Trust and Southern Trust. This source of funding has been vital to the ongoing success of our Olympic Ambassador education programme in schools.

We would like to thank and acknowledge all charity, community and corporate partners for their continuing support.



Total Assets \$2.815m

Total assets of \$2.815m include: cash \$1.809m, investments \$542k, accounts receivable \$234k, prepayments \$159k and fixed assets \$70k.

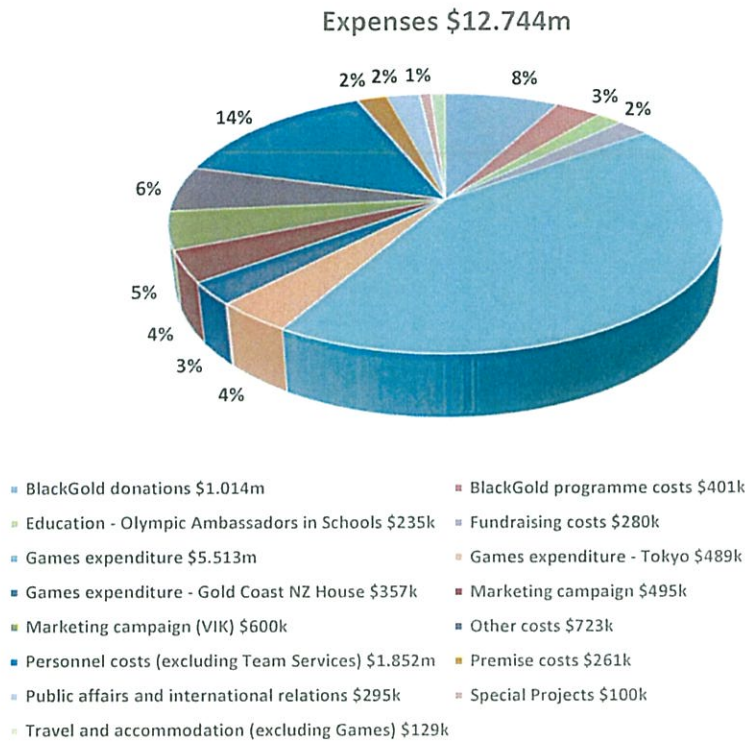


NZOC (Parent) Financial Report for 2018

Expenditure \$12.744m, up \$6.592m due to two major Games in 2018

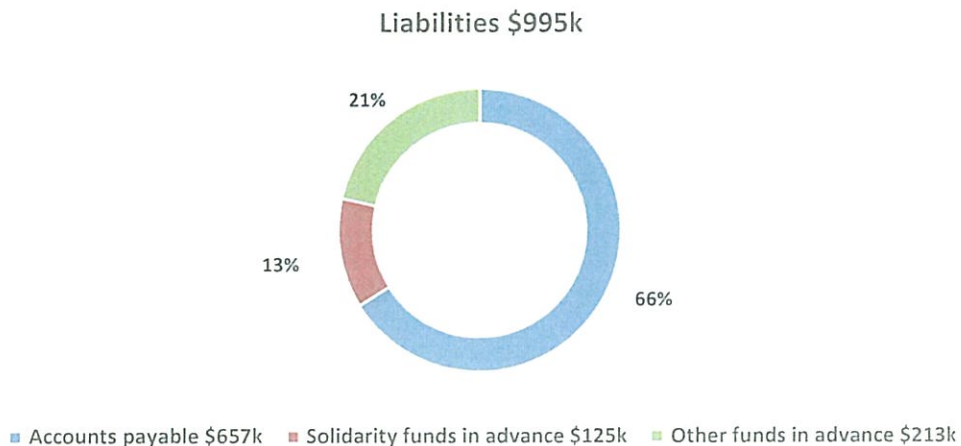
Operating expenditure at \$12.744m includes personnel, Games costs, BlackGold donations, marketing campaign's, special projects, Olympic Ambassadors, public affairs, premise costs, legal, travel, meetings, website and other miscellaneous costs.

Games costs include team uniform, salaries and Chef de Mission costs, accommodation and team village, support staff payments, site visits, meetings, workshops and other costs.



Total Liabilities \$995k

Total liabilities of \$995k include: accounts payable \$657k, IOC Solidarity funds in advance \$125k and other funds in advance \$213k.



New Zealand Olympic Committee Incorporated
Summary Consolidated Financial Statements
Statement of Comprehensive Revenue and Expense
For the Year Ended 31 December 2018

	Note	Group 2018 \$	Group 2017 \$	NZOC 2018 \$	NZOC 2017 \$
Revenue from exchange transactions					
Commercial Partners income		3,910,863	3,722,179	3,910,863	3,722,179
Commercial Partners income (Value in Kind)		600,000	-	600,000	-
NZ Olympic Gala income		317,816	-	317,816	-
Games income		1,650,500	425,768	1,650,500	425,768
Games income - Gold Coast NZ House and Merchandise		233,314	-	233,314	-
Membership fees		8,400	8,550	8,400	8,550
Special Projects income		100,000	147,544	100,000	147,544
		6,820,893	4,304,041	6,820,893	4,304,041
Revenue from non-exchange transactions					
Charitable Gaming Trusts income		217,310	366,150	217,310	366,150
Donations		1,304,241	1,072,017	1,388,339	1,186,410
Games Income		2,084,312	-	2,084,312	-
High Performance Sport NZ funding		1,162,500	1,137,500	1,162,500	1,137,500
International Olympic Committee		237,356	210,615	237,356	210,615
Miscellaneous Income		280,668	51,934	280,668	51,934
		5,286,387	2,838,216	5,370,485	2,952,609
Total revenue	7	12,107,281	7,142,257	12,191,378	7,256,650
Expenses					
Donations - BlackGold, paid to Members		1,013,810	740,000	1,013,810	740,000
BlackGold programme costs		401,088	-	401,088	-
Education - Olympic Ambassadors in Schools		234,572	218,163	234,572	218,163
Foreign currency losses		3,486	17,100	6,208	17,100
Fundraising costs		280,342	-	280,342	-
Games expenditure	6	5,512,574	1,299,038	5,512,574	1,299,038
Games expenditure - Tokyo		488,527	135,109	488,527	135,109
Games expenditure - Gold Coast NZ House and Merchandise		356,782	-	356,782	-
Legal costs		96,394	99,087	96,394	99,087
Marketing campaign		495,116	373,199	495,116	373,199
Marketing campaign (VIK)		600,000	-	600,000	-
Meeting costs		79,099	66,736	79,099	66,736
Other costs		468,808	534,769	465,682	532,274
Personnel costs (excluding Team Services personnel)		1,851,613	1,683,929	1,851,613	1,683,929
Premise costs		261,651	247,922	261,651	247,922
Public affairs and international relations		295,633	204,293	295,633	204,293
Special Projects expenses		100,000	308,833	100,000	308,833
Telephones		48,581	42,200	48,581	42,200
Travel and accommodation (excluding Games travel)		128,914	99,189	128,914	99,189
Website		27,015	85,326	27,015	85,326
Total expenses	8	12,744,007	6,154,893	12,743,599	6,152,398
Surplus/(deficit) before net financing costs		(636,727)	987,364	(552,221)	1,104,252
Finance income					
Finance income		52,844	60,706	1,547	1,557
Impairment of financial assets		(71,443)	-	-	-
Finance expenses		5,583	4,038	5,583	4,038
Net financing income	9	(24,182)	56,667	(4,036)	(2,481)
Surplus/(deficit) for the year		(660,909)	1,044,031	(556,257)	1,101,771
Other comprehensive income					
Unrealised gains/(losses) on Investments	10	(18,122)	70,434	(7,784)	49,985
Total other comprehensive income		(18,122)	70,434	(7,784)	49,985
Total comprehensive income for the year		(679,031)	1,114,465	(564,041)	1,151,755

This statement must be read in conjunction with the notes to the financial statements

New Zealand Olympic Committee Incorporated
Statement of Changes in Net Assets/Equity
For the Year Ended 31 December 2018

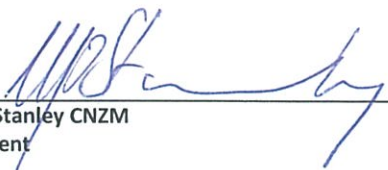
	Group 2018 \$	Group 2017 \$	NZOC 2018 \$	NZOC 2017 \$
Opening balance	3,765,128	2,650,663	2,383,775	1,232,020
Surplus/(deficit) for the year	(660,909)	1,044,031	(556,257)	1,101,770
Other comprehensive income Unrealised gain/(loss) on Investments	(18,122)	70,434	(7,784)	49,985
Total net assets/equity	3,086,097	3,765,128	1,819,734	2,383,775


This statement must be read in conjunction with the notes to the financial statements

New Zealand Olympic Committee Incorporated
Statement of Financial Position
As at 31 December 2018

	Note	Group 2018 \$	Group 2017 \$	NZOC 2018 \$	NZOC 2017 \$
Current assets					
Cash and Cash equivalents	11	1,818,986	1,457,588	1,808,705	1,457,588
Investments	14	1,763,756	1,935,115	542,637	566,421
Accounts receivable	12	234,242	270,152	234,242	270,152
Prepayments	13	158,864	853,248	158,864	853,248
Total current assets		3,975,847	4,516,103	2,744,448	3,147,409
Non-current assets					
Property, plant and equipment	19	70,441	91,658	70,441	91,658
Total non-current assets		70,441	91,658	70,441	91,658
Total assets		4,046,288	4,607,761	2,814,889	3,239,067
Current liabilities					
Accounts payable	20	657,282	467,521	657,282	467,520
IOC - Solidarity projects funds in advance	21	124,827	190,734	124,827	190,734
Other funds in advance	21	178,082	184,377	213,045	197,038
Total current liabilities		960,191	842,633	995,155	855,292
Total net assets		3,086,097	3,765,128	1,819,734	2,383,775
Accumulated Surplus					
Accumulated Surplus		1,586,097	2,265,128	1,319,734	1,883,775
Edgar Olympic Foundation Endowment Fund	22	1,000,000	1,000,000	-	-
Yvette Williams Scholarship Fund	23	500,000	500,000	500,000	500,000
Total net assets/equity		3,086,097	3,765,128	1,819,734	2,383,775

Authorised for and on behalf of the Board on 4 April 2019


Mike Stanley CNZM
President


Kereyn Smith MNZM
CEO and Secretary General

This statement must be read in conjunction with the notes to the financial statements

New Zealand Olympic Committee Incorporated
Statement of Cash Flows
For the Year Ended 31 December 2018

	Group 2018 \$	Group 2017 \$	NZOC 2018 \$	NZOC 2017 \$
Cash flows from/(to) operating activities				
Receipts from exchange transactions	4,776,580	5,327,187	4,763,129	5,327,187
Receipts from non-exchange transactions	4,096,425	2,061,137	4,215,486	2,168,440
Payments to suppliers	(6,775,899)	(5,550,069)	(6,774,699)	(5,547,575)
Payments to employees	(1,851,613)	(1,683,929)	(1,851,613)	(1,683,929)
Net cash inflow/(outflow) from operating activities	245,493	154,326	352,303	264,123
Cash flows from/(to) investing activities				
Interest and dividends received	52,844	60,706	1,547	1,557
Increase/(decrease) in investments	81,794	46,996	16,000	2
Purchase of property, plant and equipment	(18,733)	(54,176)	(18,733)	(54,178)
Net cash inflow/(outflow) from investing activities	115,904	53,525	(1,186)	(52,618)
Net increase/(decrease) in cash and cash equivalents	361,398	207,851	351,117	211,505
Cash and cash equivalents at the beginning of the year	1,457,588	1,249,737	1,457,588	1,246,083
Cash and cash equivalents at the end of the year	1,818,986	1,457,588	1,808,706	1,457,588

This statement must be read in conjunction with the notes to the financial statements

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

1 Reporting Entity

The reporting entity is New Zealand Olympic Committee Incorporated (NZOC), an Incorporated Society and a Charitable Organisation registered under the Incorporated Societies Act 1908 and the Charities Act 2005.

The NZOC is a public benefit not-for-profit entity for the purposes of financial reporting, in accordance with the Financial Reporting Act 2013.

These consolidated financial statements for the year ended 31 December 2018 comprise the controlling entity and its controlled entities (together referred to as the 'Group') and individually as 'Group entities'.

2 Basis of Preparation

The consolidated financial statements of the NZOC are presented. The consolidated financial statements comprise New Zealand Olympic Committee Incorporated (the 'Parent') and the controlled entities, Edgar Olympic Foundation and NZOC America Inc (together, the 'Group').

The purpose of controlled entities is to provide sustainable income for the long-term operations of the Parent. The Parent consolidates the controlled entities because it either has control over the entity or it owns 100% of the issued share capital.

a. Statement of Compliance and Basis of Preparation

These financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). They comply with Public Benefit Entity Standards Reduced Disclosure Regime ('PBE Standards RDR'), as appropriate for Tier 2 not-for-profit public benefit entities (except that Group and NZOC results are separately disclosed).

The Group qualifies as a Tier 2 reporting entity as for the current and prior periods it has had between \$2m and \$30m operating expenditure.

These financial statements were authorised for issue by the Board of Trustees on 4 April 2019.

b. Measurement Basis

The consolidated financial statements have been prepared on the historical cost basis except for the following material items in the statement of financial position, which are measured at fair value:

- Available-for-sale financial instruments
- The initial measurement of assets received from non-exchange transactions.

c. Functional and Presentation Currency

The financial statements are presented in New Zealand dollars (\$), which is the controlling entity's functional and Group's presentation currency.

There has been no change in the functional currency of the Group or any significant controlled entities of the Group during the year.

3 Use of Judgements and Estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

a. Judgements

Judgements made in applying accounting policies that have had the most significant effects on the amounts recognised in the consolidated financial statements include the following:

Revenue recognition – non-exchange revenue (conditions vs restrictions)

Revenue from non-exchange transactions is recognised as revenue when there are no contractual restrictions imposed by the giver requiring repayment in the event that the revenue is unspent at balance date. Management makes a judgement on the value received (where the revenue stream is not received in cash or is not easily measurable) and as to the existence of any conditions and restrictions attached to the revenue stream.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

3 Use of Judgements and Estimates (continued)

a. Judgements (continued)

Useful lives of Property, plant and equipment ('PPE')

Management makes a judgement on the estimated useful life of all items of PPE at the time of the purchase of the asset. The PPE register is reviewed annually and where there is indication that an asset's life is different, the remaining useful life is adjusted accordingly.

4 Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements and have been applied consistently by the Group.

The significant accounting policies of the Group are detailed below:

a. Basis of Consolidation

Controlled entities are entities controlled by the NZOC, being where the NZOC has power to govern the financial and operating policies of another entity so as to benefit from that entity's activities. The financial statements of the Group's controlled entities are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Subsequent changes in a controlled entity that do not result in a loss of control are accounted for as transactions with controllers of the controlling entity in their capacity as controllers, within net assets/equity.

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

b. Revenue

Revenue is recognised when the amount of revenue can be measured reliably and it is probable that economic benefits will flow to the Group, and measured at the fair value of consideration received or receivable.

The following specific recognition criteria in relation to the Group's revenue streams must also be met before revenue is recognised.

(i) Revenue from exchange transactions

(i) Membership fees

Membership fees are invoiced annually after the General Assembly and recognised as revenue.

(ii) Other exchange revenue

Revenue from the sale of goods or provision of services in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates.

Revenue is recognised when the significant risks and rewards of ownership have been transferred to the customer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably.

(iii) Commercial partners

Income is recognised when invoiced unless it is specifically linked to a future event, in which case it is carried forward in the statement of financial position as income in advance. Invoices are raised when a sponsorship agreement is executed. Commercial partnership agreements are deemed executed through the actions of both parties contained in the agreement.

Revenue includes goods and services value in kind (VIK) and is recorded at the agreed fair value. Expenditure VIK is recorded at the same fair value.

(iv) IOC Top Monies Sponsorship Programme

The IOC Top Monies Sponsorship Programme income is recognised over the quadrennial, which is 30% in 2017, 25% in 2018 and 2019, and 20% in 2020 as per the terms of the IOC agreement.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

4 Significant Accounting Policies (continued)

b. Revenue from exchange transactions (continued)

Games income

Games income relates to the team uniform VIK sponsored by Peak and the Buenos Aires team fee contributions.

(ii) Revenue from non-exchange transactions

Non-exchange transactions are those where the Group receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

Inflows of resources from non-exchange transactions are only recognised as assets where both:

- It is probable that the associated future economic benefit or service potential will flow to the entity, and
- Fair value is reliably measurable.

Liabilities are recognised in relation to inflows of resources from non-exchange transactions when there is a resulting present obligation as a result of the non-exchange transactions, where both:

- It is probable that an outflow of resources embodying future economic benefit or service potential will be required to settle the obligation, and
- The amount of the obligation can be estimated reliably.

Grants and Donations

Grants and Donations are recognised when they become receivable unless the Group has a liability to repay the grant or donation if the conditions attached to the grant or donation are not fulfilled. A liability is recognised to the extent that such conditions are unfulfilled at the end of the reporting period.

Games income

Games income relates to participant subsidies received from IOC, team village accommodation and travel subsidies from the Games Organising Committee and CGF funding for NZOC costs and grants.

(iii) Facilitation of External Funding

The NZOC does not recognise as income any funding received on behalf of other sporting organisations for which the NZOC is merely acting as a facilitator and receives no financial gain.

c. Employee Benefits

Short-term benefits

Employee benefits that the Group or Parent expects to be settled within 12 months of reporting date are measured at nominal values based on accrued entitlements at current rates of pay on an undiscounted basis.

These include salaries and wages accrued up to reporting date, and annual leave earned but not yet taken at reporting date and expected to be settled within 12 months.

Defined contribution pension plans - KiwiSaver

Obligations for contributions to defined contribution pension plans are recognised as an expense in the Surplus/(deficit) when they are due.

d. Finance Income and Expenses

Finance income comprises interest income, dividend income, changes in the fair value of available-for-sale financial assets that may be reclassified to the statement of comprehensive revenue and expenditure, and foreign currency gains. Interest income is recognised as it accrues, using the effective interest method. Dividend income is recognised on the date that the Group's right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

4 Significant Accounting Policies (continued)

d. Finance Income and Expenses

Finance expenses comprise foreign currency losses and changes in the fair value of available-for-sale financial assets that may be reclassified to the Surplus/(deficit).

e. Financial Instruments

Financial instruments are recognised by the Group when it becomes a party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Financial Assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Group is recognised as a separate asset or liability.

The Group classifies financial assets into the following categories: cash and receivables and available-for-sale financial assets that may be reclassified to profit and loss.

Financial Liabilities

The Group derecognises a financial liability when its contractual obligations are discharged, cancelled or expire. The Group also derecognises financial assets and financial liabilities when there have been significant changes to the terms and/or the amount of contractual payments to be received/paid.

Financial instruments are initially measured at fair value, and for those financial instruments not subsequently measured at fair value through surplus or deficit, directly attributable transaction costs. Subsequent measurement is dependent on the classification of the financial instrument, and is specifically detailed in the accounting policies below.

(i) Cash and Receivables

Cash and Receivables are financial assets with fixed or determinable payments that are not quoted in an active market.

Receivables are subsequently measured at amortised cost using the effective interest method, less any impairment losses (refer Note 4(f)). They comprise trade and other receivables, which are stated at expected realisable value.

Cash and cash equivalents represent highly liquid investments that are readily convertible into a known amount of cash with an insignificant risk of changes in value, with maturities of three months or less.

(ii) Available-for-sale Financial Assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale or are not classified in any of the above categories of financial assets.

Available-for-sale financial assets are subsequently measured at fair value that is the quoted market price in an active market, with gains or losses (other than foreign exchange gains or losses) recognised in other comprehensive revenue and expense.

Upon derecognition, the accumulated gain or loss within net assets/equity is reclassified to surplus or deficit.

Available-for-sale financial assets comprise the portfolio investments managed by ANZ and Forsyth Barr as per note 14.

(iii) Amortised Cost Financial Liabilities

Financial liabilities classified as amortised cost are non-derivative financial liabilities that are not classified as fair value through surplus or deficit financial liabilities.

Financial liabilities classified as amortised cost are subsequently measured at amortised cost using the effective interest method.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

4 Significant Accounting Policies (continued)

(iii) Amortised Cost Financial Liabilities

Financial liabilities classified as amortised cost comprise cash and cash equivalents (bank overdrafts), trade and other payables and borrowings.

f. Impairment of Non-derivative Financial Assets

A financial asset not subsequently measured at fair value through surplus or deficit is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that the loss event(s) had an impact on the estimated future cash flows of that asset that can be estimated reliably.

g. Operating Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

h. Property, Plant and Equipment

Property, plant and equipment are shown at cost, less accumulated depreciation and impairment losses. Where material parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Depreciation

Depreciation is provided on a straight-line or diminishing value basis on all property, plant and equipment at rates that will write off the cost of the assets to their estimated residual values over their useful lives. Depreciation is charged to the profit and loss. The useful lives and associated depreciation rates of major classes of assets have been estimated for current and prior period as follows:

Asset Classification and Depreciation Rates

	Depreciation Rates
Computer Equipment	33.0 - 33.3%
Office Equipment	10.0 - 33.3%
Fixtures and Fittings	15.0 - 33.0%
Games Plant	20.0 - 33.0%

i. Deferred Expenditure

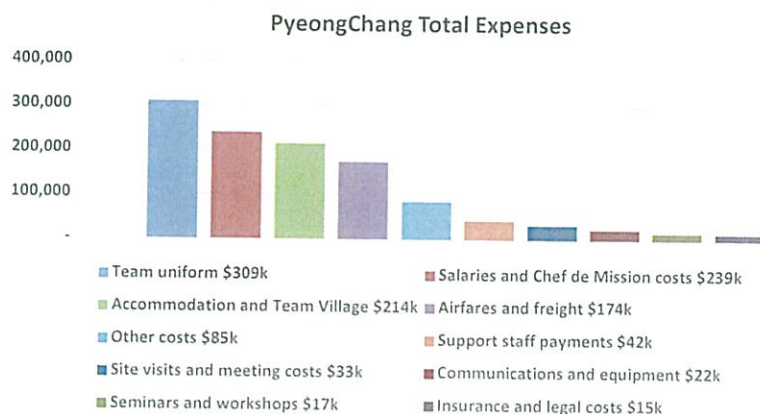
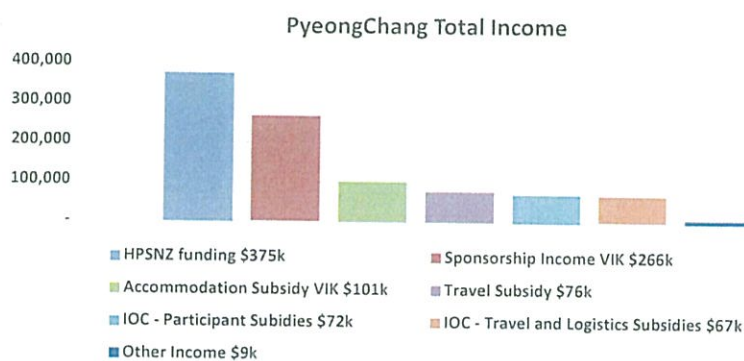
Items of expenditure are deferred to the extent that they are: (i) recoverable out of future revenue, do not relate solely to revenue which has already been brought to account and will contribute to the future earning capacity of the Committee; or (ii) paid in advance in relation to expenditure programs of subsequent years. Deferred expenditure is amortised over the shorter of the period in which the related benefits are expected to be realised or four years. Expenditure deferred in previous periods is reviewed annually to determine the amount (if any) that is no longer recoverable or relates to expenditure programs of prior years. All such amounts are recognised as an expense in that period.

5 Changes in Accounting Policy

There are no changes in accounting policy for the year ended 31 December 2018.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

6		PyeongChang 2018 Winter Olympic Games		
Group & NZOC 2017		Group & NZOC 2018		Total 2017 & 2018
\$	Income	\$		\$
250,878	HPSNZ funding	124,122		375,000
-	Sponsorship Income VIK	266,400		266,400
-	Accommodation Subsidy VIK	100,800		100,800
-	Travel Subsidy	76,395		76,395
-	PyeongChang - IOC Participant Subsidies	71,581		71,581
-	IOC Travel and Logistics Subsidies	67,191		67,191
-	Other Income	9,064		9,064
<u>250,878</u>		<u>715,552</u>		<u>966,430</u>
	Expenses			
-	Team uniform	309,123		309,123
166,435	Salaries and Chef de Mission costs	72,886		239,321
-	Accommodation and Team Village	214,096		214,096
-	Airfares and freight	173,673		173,673
22,762	Other costs	62,193		84,955
-	Support staff payments	42,131		42,131
30,797	Site visits and meeting costs	2,238		33,035
-	Communications and equipment	22,495		22,495
16,463	Seminars and workshops	53		16,516
14,421	Insurance and legal costs	98		14,519
<u>250,878</u>		<u>898,986</u>		<u>1,149,864</u>
-	Net income/(expenditure)	<u>(183,434)</u>		<u>(183,434)</u>

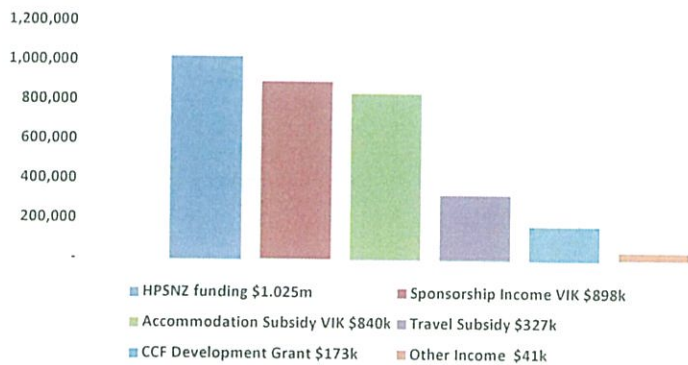


New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

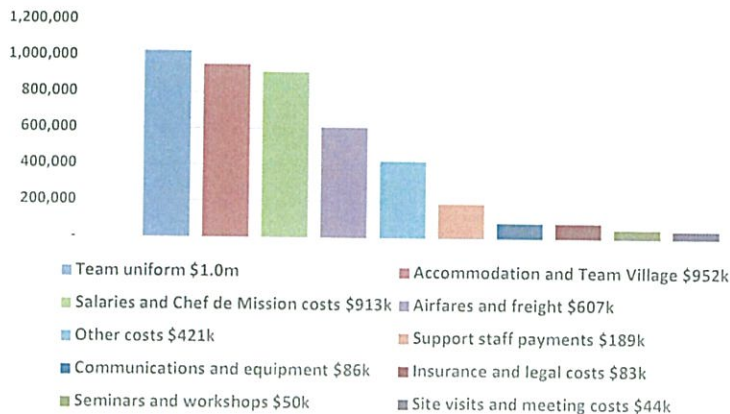
6 Gold Coast 2018 Commonwealth Games

Group & NZOC 2017 \$		Group & NZOC 2018 \$	Total 2017 & 2018 \$
651,513	Income		
-	HPSNZ funding	373,487	1,025,000
-	Sponsorship Income VIK	897,500	897,500
-	GOLDOC Accommodation Subsidy VIK	840,000	840,000
-	GOLDOC Travel Subsidy	326,616	326,616
51,626	CCF Development Grant	121,173	172,799
-	Other Income	40,886	40,886
<u>703,138</u>		<u>2,599,663</u>	<u>3,302,801</u>
	Expenses		
-	Team uniform	1,026,844	1,026,844
-	Accommodation and Team Village	952,767	952,767
476,578	Salaries and Chef de Mission costs	436,103	912,680
-	Airfares and freight	606,949	606,949
54,897	Other costs	366,510	421,407
-	Support staff payments	189,155	189,155
-	Communications and equipment	85,688	85,688
82,158	Insurance and legal costs	1,291	83,450
26,309	Seminars and workshops	23,489	49,798
31,778	Site visits and meeting costs	11,855	43,633
<u>671,720</u>		<u>3,700,651</u>	<u>4,372,371</u>
<u>31,419</u>	Net income/(expenditure)	<u>(1,100,989)</u>	<u>(1,069,570)</u>

Gold Coast Total Income

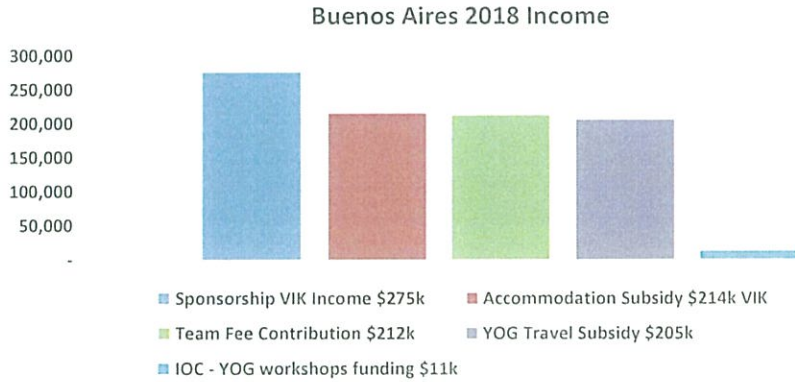


Gold Coast Total Expenses



New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

6 Buenos Aires 2018 Youth Olympic Games (YOG)		
Group & NZOC 2017		Group & NZOC 2018
\$	Income	\$
-	Sponsorship Income VIK	275,000
-	Organising Committee Accommodation VIK	214,200
-	Team Fee Contribution	211,600
-	YOG Travel Subsidy	205,068
-	IOC funding for YOG workshops	11,338
-		<u>917,206</u>
	Expenses	
-	Team uniform	288,518
-	Accommodation and Team Village	242,535
-	Airfares and freight	223,617
-	Support staff payments	111,514
-	Other costs	46,753
-		<u>912,938</u>
-	Net income	<u>4,269</u>



New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

7	Group 2017 \$	NZOC 2017 \$	Revenue	Group 2018 \$	NZOC 2018 \$
			Revenue from exchange transactions:		
			<u>Commercial Partners income</u>		
	2,233,469	2,233,469	Worldwide Global Partners	1,886,583	1,886,583
	1,488,710	1,488,710	NZ Commercial Partners	2,024,280	2,024,280
	-	-	NZ Commercial Partners (Value in Kind)	600,000	600,000
	8,550	8,550	Membership fees	8,400	8,400
	<u>3,730,729</u>	<u>3,730,729</u>		<u>4,519,263</u>	<u>4,519,263</u>
	-	-	<u>NZ Olympic Gala income</u>	317,816	317,816
			<u>Games income</u>		
	374,143	374,143	Bahamas 2017 Youth Commonwealth Games	-	-
	-	-	Buenos Aires 2018 Youth Olympic Games	486,600	486,600
	51,625	51,625	Gold Coast 2018 Commonwealth Games	897,500	897,500
	-	-	Gold Coast 2018 NZ House	233,314	233,314
	-	-	PyeongChang 2018 Winter Olympic Games	266,400	266,400
	<u>425,768</u>	<u>425,767</u>		<u>1,883,814</u>	<u>1,883,814</u>
			<u>Special Projects income</u>		
	147,545	147,545	Other	100,000	100,000
	<u>147,545</u>	<u>147,545</u>		<u>100,000</u>	<u>100,000</u>
	<u>4,304,041</u>	<u>4,304,041</u>	Total exchange revenue	6,820,893	6,820,893
			Revenue from non-exchange transactions:		
			<u>Charitable Gaming Trusts income</u>		
	188,477	188,477	Southern Trust	204,560	204,560
	-	-	New Zealand Community Trust	100,000	100,000
	173,230	173,230	Infinity Foundation	-	-
	9,306	9,306	Pub Charity	-	-
	50,000	50,000	Lion Foundation	50,000	50,000
	-	-	Less deferred income - NZ Community Trust	(37,250)	(37,250)
	<u>(54,863)</u>	<u>(54,863)</u>	Less deferred income - Southern Trust	(100,000)	(100,000)
	<u>366,150</u>	<u>366,150</u>		<u>217,310</u>	<u>217,310</u>
			<u>Donations</u>		
	740,000	740,000	BlackGold donations	968,457	1,013,810
	-	110,739	Edgar Olympic Foundation	-	105,000
	-	3,671	NZOC America Inc	-	3,671
	332,017	344,657	Other	335,785	300,821
	-	(12,657)	Less deferred income - Edgar Olympic Foundation	-	(34,964)
	<u>1,072,017</u>	<u>1,186,410</u>		<u>1,304,241</u>	<u>1,388,339</u>
			<u>Games income</u>		
	-	-	Buenos Aires 2018 Youth Olympic Games	430,606	430,606
	-	-	Gold Coast 2018 Commonwealth Games	1,328,675	1,328,675
	-	-	PyeongChang 2018 Winter Olympic Games	325,030	325,030
	<u>-</u>	<u>-</u>		<u>2,084,312</u>	<u>2,084,312</u>
			<u>High Performance Sport NZ funding</u>		
	100,000	100,000	Selection	-	-
	250,878	250,878	PyeongChang 2018 Winter Olympic Games	124,122	124,122
	651,513	651,513	Gold Coast 2018 Commonwealth Games	373,487	373,487
	135,109	135,109	Tokyo 2020 Olympic Games	664,891	664,891
	<u>1,137,500</u>	<u>1,137,500</u>		<u>1,162,500</u>	<u>1,162,500</u>
			<u>International Olympic Committee</u>		
	210,615	210,615	Solidarity funding for NZOC initiatives	237,356	237,356
			<u>Miscellaneous income</u>		
	-	-	BlackGold programme funding	251,624	251,624
	43,384	43,384	Other	29,045	29,045
	<u>60,484</u>	<u>60,484</u>		<u>280,668</u>	<u>280,668</u>
	<u>2,838,216</u>	<u>2,952,609</u>	Total non-exchange revenue ¹⁵	5,286,387	5,370,485
	<u>7,142,257</u>	<u>7,256,650</u>	Total revenue	12,107,281	12,191,378

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
8	\$	\$	Total Expenses	\$	\$
	180,000	180,000	<i>Total expenses include the following:</i>	180,000	180,000
	28,812	28,812	Office rental	39,950	39,950
	20,827	20,827	Depreciation	22,063	22,063
	1,951	1,951	Audit fees	-	-
			Loss on disposal of assets		
9	Group 2017	NZOC 2017	Finance Income and Expenses	Group 2018	NZOC 2018
	\$	\$	Finance income	\$	\$
	1,557	1,557	<i>Interest income on loans and receivables</i>	1,547	1,547
			Interest on term deposits and bank balance		
	29,895	-	<i>Income from financial assets available for sale</i>	23,597	-
	45,122	-	Interest income	40,016	-
	(15,869)	-	Dividends	(71,443)	-
	60,705	1,557	Impairment of financial assets	(12,316)	-
			Realised gain/(loss) on investments	(18,599)	1,547
			Total finance income		
			Finance expense		
	(4,038)	(4,038)	Interest expense	(5,583)	(5,583)
			Net finance income/(expense)	(24,182)	(4,036)
	56,666	(2,481)			
10	Group 2017	NZOC 2017	Other Comprehensive Income	Group 2018	NZOC 2018
	\$	\$		\$	\$
	70,434	49,985	Unrealised gain/(loss) on investments	(18,122)	(7,784)
	70,434	49,985	Total other comprehensive income	(18,122)	(7,784)
11	Group 2017	NZOC 2017	Cash and Cash Equivalents	Group 2018	NZOC 2018
	\$	\$		\$	\$
	157,305	157,305	Cash	1,808,705	1,808,705
	-	-	Edgar Olympic Foundation cash	9,968	-
	-	-	NZOC America Inc cash	313	-
	1,300,283	1,300,283	Term deposits/on-call savings 90 days or less	-	-
	1,457,588	1,457,588	Total cash and cash equivalents	1,818,986	1,808,705

Per-annum annual interest rate ranges applicable to components of cash and cash equivalents:
Bank deposits 1% - 3%
Term deposits 2% - 4%

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
12	\$	\$	Receivables	\$	\$
	36,491	36,491	Receivables for exchange transactions		
	233,661	233,661	Trade receivables from exchange transactions	150,546	150,546
	270,152	270,152	Accrued Income	83,696	83,696
			Total trade receivables from exchange transactions	234,242	234,242
			Receivables for non-exchange transactions		
	-	-	Total trade receivables from non-exchange transactions	-	-
	<u>270,152</u>	<u>270,152</u>	Total receivables	<u>234,242</u>	<u>234,242</u>

The carrying value of account receivables approximates their fair value. Trade receivables are subject to normal trade terms and are interest free.

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
13	\$	\$	Prepayments and Other Assets	\$	\$
	179,095	179,095	Prepayments - Corporate Services	116,013	116,013
	426,797	426,797	Prepayments - Gold Coast 2018 Commonwealth	-	-
	220,789	220,789	Prepayments - PyeongChang 2018 Winter Olympics	-	-
	26,567	26,567	Prepayments - Other Games	-	-
	-	-	Other Assets	42,850	42,850
	<u>853,248</u>	<u>853,248</u>	Total prepayments and other assets	<u>158,864</u>	<u>158,864</u>

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
14	\$	\$	Investments	\$	\$
	566,421	566,421	ANZ Balanced Portfolio Investment	542,637	542,637
	1,368,694	-	Edgar Olympic Foundation - Forsyth Barr Investment	1,221,118	-
	<u>1,935,115</u>	<u>566,421</u>		<u>1,763,756</u>	<u>542,637</u>
	1,053,169	566,421	Current	850,094	542,637
	881,946	-	Non-current	913,662	-
	<u>1,935,115</u>	<u>566,421</u>	Total investments	<u>1,763,756</u>	<u>542,637</u>

The Yvette Williams Scholarship Fund was invested during 2016 into an ANZ Balanced Portfolio Investment. The funds are made up of International fixed interest, property and equities, Australasian property and equities, NZ fixed interest and cash.

The Edgar Olympic Foundation investments are managed by Forsyth Barr Limited. The funds are made up of NZ equities, Australian equities, International equities, fixed interest, property and cash.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

	Group 2017	NZOC 2017		Note	Group 2018	NZOC 2018
15	\$	\$	Financial Instruments		\$	\$
	1,457,588	1,457,588	Bank	11	1,818,986	1,808,705
	270,152	270,152	Trade receivables	12	234,242	234,242
	566,421	566,421	ANZ Balanced Portfolio	14	542,637	542,637
	1,368,694	-	Forsyth Barr	14	1,221,118	-
	(297,241)	(297,241)	Trade payables	20	(316,979)	(316,979)
	<u>3,276,381</u>	<u>1,907,687</u>			<u>3,500,005</u>	<u>2,268,606</u>

Available-for-sale financial assets (investments) comprise debt and equity securities in publicly traded entities. Fair values are based on quoted market prices in the active market of the security at reporting date.

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
16	\$	\$	Employee Benefit Liabilities	\$	\$
	89,231	89,231	Holiday pay accrual	125,614	125,614
	<u>89,231</u>	<u>89,231</u>	Total employee benefit costs	<u>125,614</u>	<u>125,614</u>

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
17	\$	\$	Operating Lease Commitments	\$	\$
	229,265	229,265	Leases as lessee		
	231,039	231,039	<i>Non-cancellable operating lease rentals are payable as follows:</i>		
			Less than one year	189,819	189,819
			Between one and five years	50,040	50,040
	<u>460,304</u>	<u>460,304</u>	Total leases	<u>239,859</u>	<u>239,859</u>

The NZOC commenced an operating lease for the premises located at 350 Parnell Road, Parnell, Auckland, in April 2015 which expires in April 2024. The annual rent under this agreement is \$180,000 (excluding GST). In addition NZOC leases company vehicles from Toyota NZ.

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
18	\$	\$	Olympic Solidarity	\$	\$
	586,907	586,907	Funds received from International Olympic Committee	354,960	354,960
	(586,907)	(586,907)	Distributions to National Sporting Organisations and Athletes	(354,960)	(354,960)
	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>

In 2018 NZOC provided financial support to 13 National Sporting Organisations, 10 athlete Tokyo Olympic Scholarships and 8 athlete PyeongChang Winter Olympic Scholarships.

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

19	Property, Plant and Equipment	Computer Equipment \$	Office Equipment \$	Furniture & Fittings \$	Games Plant \$	Total \$
	2018					
	Opening cost	195,439	73,100	46,824	42,933	358,296
	Additions	15,171	2,651	912	-	18,734
	Disposals	-	-	-	-	-
	Closing cost	<u>210,610</u>	<u>75,751</u>	<u>47,736</u>	<u>42,933</u>	<u>377,030</u>
	2017					
	Opening cost	173,168	69,657	78,508	44,246	365,579
	Additions	32,440	20,238	3,449	-	56,127
	Disposals	(10,169)	(16,795)	(35,133)	(1,313)	(63,410)
	Closing cost	<u>195,439</u>	<u>73,100</u>	<u>46,824</u>	<u>42,933</u>	<u>358,296</u>
	2018 - Accumulated depreciation					
	Opening accumulated depreciation	141,745	49,799	32,433	42,662	266,638
	Current year depreciation	27,793	10,294	1,787	76	39,950
	Disposals	-	-	-	-	-
	Closing accumulated depreciation	<u>169,538</u>	<u>60,093</u>	<u>34,220</u>	<u>42,738</u>	<u>306,589</u>
	2017 - Accumulated depreciation					
	Opening accumulated depreciation	129,425	62,327	63,667	43,866	299,285
	Current year depreciation	22,010	3,932	2,762	108	28,812
	Disposals	(9,690)	(16,460)	(33,996)	(1,313)	(61,459)
	Closing accumulated depreciation	<u>141,745</u>	<u>49,799</u>	<u>32,433</u>	<u>42,662</u>	<u>266,638</u>

Group & NZOC
2017
\$

66,294
56,127
(1,951)
(28,812)
91,658

Property, Plant and Equipment
Summary

Opening net book value
Additions
Disposals
Depreciation
Net book value

Group & NZOC
2018
\$

91,658
18,733
-
(39,950)
70,441

Group & NZOC
2017
\$

297,243
81,046
89,231
467,520

Trade Payables and Accruals

Trade payables
Non-trade payables and accrued expenses
Holiday pay
Total trade payables and accruals

Group & NZOC
2018
\$

316,979
214,688
125,614
657,282

Trade payables are non-interest bearing and are normally settled on 30-day terms; therefore, the carrying value of trade and other payables approximates their fair value.

21	Group 2017 \$	NZOC 2017 \$	Funds in Advance	Group 2018 \$	NZOC 2018 \$
	39,493	39,493	<i>IOC - Solidarity projects funds in advance</i>		
	32,439	32,439	IONOC - National Activities Programme	76,542	76,542
	38,439	38,439	IOC - Women In Sport	37,240	37,240
	80,363	80,363	IOC - Other projects	-	-
	<u>190,734</u>	<u>190,734</u>	IOC - Other Games	<u>11,046</u>	<u>11,046</u>
			Total solidarity funds in advance	<u>124,827</u>	<u>124,827</u>

New Zealand Olympic Committee Incorporated
Notes to the Financial Statements
For the Year Ended 31 December 2018

	Group 2017	NZOC 2017		Group 2018	NZOC 2018
21	\$	\$	Funds in Advance (continued)	\$	\$
			<i>Other Funds in Advance</i>		
			<i>Trusts</i>		
	-	-	NZ Community Trust	37,250	37,250
	54,863	54,863	Southern Trust	100,000	100,000
			<i>Other</i>		
	-	12,657	Edgar Olympic Foundation	-	34,964
	50,831	50,831	Gold Coast 2018 Commonwealth Games	-	-
	52,027	52,027	PyeongChang 2018 Winter Olympic Games	-	-
	26,660	26,660	Other	40,832	40,832
	<u>184,381</u>	<u>197,038</u>	Total funds in advance	<u>178,082</u>	<u>213,045</u>
	Group & NZOC 2017				Group & NZOC 2018
22	\$		Edgar Olympic Foundation - Endowment Fund	\$	
	<u>1,000,000</u>		Opening balance	<u>1,000,000</u>	
	<u>1,000,000</u>		Closing balance	<u>1,000,000</u>	
			The Edgar Olympic Foundation (EOF) was set up as a charitable trust in February 2009 to provide financial assistance to bona fide charitable purposes which further or are connected with the charitable objects of the NZOC. The funds are invested with Forsyth Barr in a private portfolio management service. An annual application for funding is sent from the NZOC to the EOF trustees, comprising two NZOC and one independent trustee for consideration and approval. In 2018 this funding was \$105,000 (2017: \$105,000).		
	Group & NZOC 2017				Group & NZOC 2018
23	\$		Yvette Williams Scholarship Fund	\$	
	<u>500,000</u>		Opening balance	<u>500,000</u>	
	<u>500,000</u>		Closing balance	<u>500,000</u>	
			The Glen Family Foundation donated \$500,000 in November 2013. It was named the 'Yvette Williams Scholarship' with a purpose of continuing the Yvette Williams legacy. The NZOC awards a scholarship annually to an athlete/team who demonstrates the same qualities as Yvette as an athlete and to assist them compete and perform internationally. In 2018, the recipient of this award was David Liti. In 2018 the earnings from the ANZ Balanced Portfolio investment were (\$6,237) negative due to a decline in International and Australasian equities. (2017: \$49,985).		
24			Capital Commitments		
			The Group had no capital commitments (2017: \$nil)		
25			Related Party Transactions		
			<i>Related party transactions with controlled entities</i>		
			The Parent has a related party relationship with Edgar Olympic Foundation (EOF) and NZOC America Inc (NZOCA Inc). The New Zealand Olympic Committee Inc, as Parent, consolidates the EOF and NZOCA Inc because it is the sole beneficiary of their activities. In 2018 EOF made donations to NZOC of \$105,000 (2017: \$105,000). NZOCA Inc made donations to NZOC in 2018 of \$51,913 (2017: \$3,671)		
	Group & NZOC 2017				Group & NZOC 2018
26	\$		Key Management Personnel	\$	
	<u>1,098,280</u>		Wages and salaries paid to SMT	<u>1,247,611</u>	
			The Group classifies its key management personnel into one of two classes:		
			Board members: there are 9 Board members on the NZOC Board. No payments or fees were made during 2018 (2017: nil). The Senior management team (SMT) is made up of 6 personnel and is responsible for reporting to the Board.		
27			Contingent Liabilities		
			The Group and NZOC had no contingent liabilities as at 31 December 2018 (2017: \$nil).		
28			Events After the Reporting Date		
			There were no significant events after the reporting date.		

Independent Auditor's Report

To the Members of New Zealand Olympic Committee Incorporated

Opinion

We have audited the consolidated and separate financial statements of New Zealand Olympic Committee Incorporated (the committee) and its subsidiaries (the group), which comprise:

- the consolidated and separate statement of financial position as at 31 December 2018;
- the consolidated and separate statement of comprehensive revenue and expense for the year then ended;
- the consolidated and separate statement of changes in net assets/equity for the year then ended;
- the consolidated and separate statement of cash flows for the year then ended; and
- the notes to the consolidated and separate financial statements, which include significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements on pages 3 to 20 present fairly, in all material respects, the financial position of the group and committee as at 31 December 2018, and their financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated and separate financial statements* section of our report.

We are independent of New Zealand Olympic Committee Incorporated and the group in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the New Zealand Olympic Committee or any of its subsidiaries.

Other matters

The financial statements of New Zealand Olympic Committee Incorporated and the group for the year ended 31 December 2017, were audited by another auditor who expressed an unmodified opinion on those statements on 26 March 2018.

Other information

The Board is responsible for the other information. The other information comprises the NZOC Financial Report 2018 on pages 1 to 2 (but does not include the consolidated and separate financial statements and our auditor's report thereon), which we obtained prior to the date of this auditor's report. Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board for the consolidated and separate financial statements

The board is responsible, on behalf of the committee and group, for the preparation and fair presentation of the consolidated and separate financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime, and for such internal control as the board determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the board is responsible, on behalf of the committee and group, for assessing their ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless those charged with governance either intend to liquidate the committee and group or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of this consolidated and separate financial statements. A further description of the auditor's responsibilities for the audit of the consolidated and separate financial statements is located at the XRB's website at:

https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page7.aspx

Who we report to

This report is made solely to the members, as a body. Our audit has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than New Zealand Olympic Committee Incorporated and its members as a body, for our work, for this report, or for the opinions we have formed.

