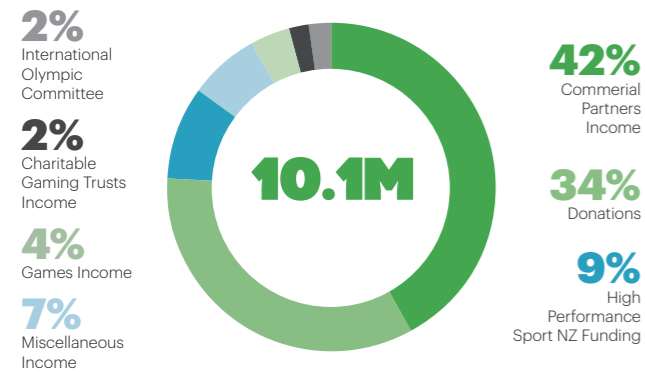


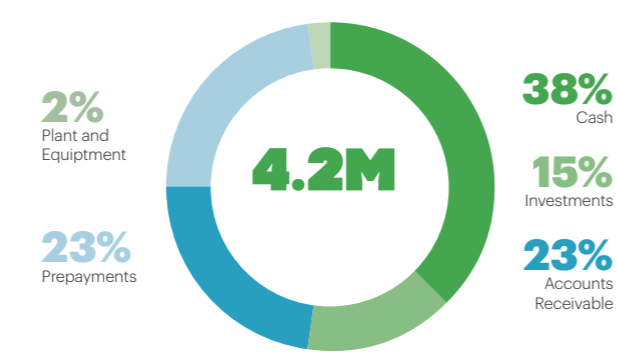
**NEW ZEALAND OLYMPIC COMMITTEE INC**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31 DECEMBER 2019**

# FINANCIAL PAGES

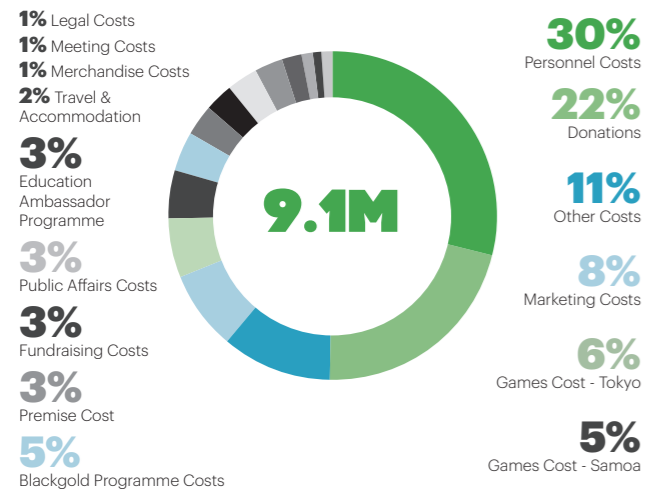
## OUR FUNDS



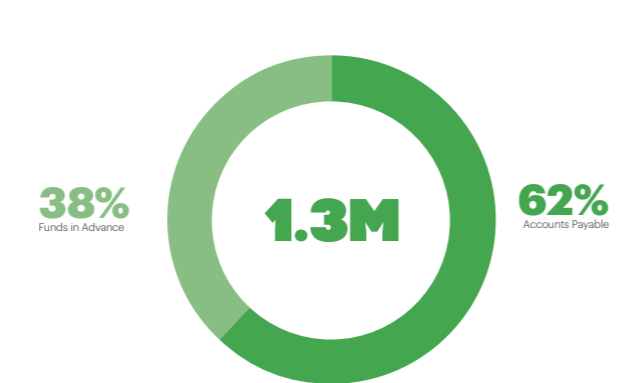
## WHAT WE OWN



## WHERE WE INVEST



## WHAT WE OWE



**1.1M SURPLUS FOR 2019**

**RESERVES OF 2.9M ON BUDGET**

**CASH & INVESTMENTS STRONG AT 2.2M**

# 42%

## OF REVENUE IS FROM COMMERCIAL PARTNERS

### NZ



### WORLDWIDE



**NEW COMMERCIAL PARTNERS INCLUDE:** AIRBNB, AUT, GRIFFIN'S, MONDELÉZ, TOYOTA NZ.  
**FUNDERS INCLUDE:** HIGH PERFORMANCE SPORT NZ, IOC, SIR OWEN GLENN OLYMPIC LEGACY, THE SOUTHERN TRUST, THE LION FOUNDATION, NZCT.

**NEW REVENUE INITIATIVE MERCHANDISE LAUNCHED**

**TOKYO 2020 GAMES BUDGET ON TARGET**

**PERSONNEL IS OUR LARGEST COST**

**3.4M DONATIONS RECEIVED** REFLECTING GROWTH IN PHILANTHROPY

BLACKGOLD DONATIONS PAID TO MEMBERS **2M** <sup>95%</sup>

**403K SOLIDARITY PAYMENTS** TO MEMBERS & ATHLETES

ATHLETES' COLLECTIVE PAYMENTS **42K**

**3M SIR OWEN GLENN OLYMPIC LEGACY FUND** (OVER 3 YEARS)

**SAMOA 2019 PACIFIC GAMES SMALL SURPLUS**

**New Zealand Olympic Committee Incorporated**  
**Consolidated Financial Statements**  
**Statement of Comprehensive Revenue and Expense**  
**For the Year Ended 31 December 2019**

	Note	Group 2019 \$	Group 2018 \$	NZOC 2019 \$	NZOC 2018 \$
<b>Revenue from exchange transactions</b>					
Commercial Partners income		4,248,670	3,910,863	4,248,670	3,910,863
Commercial Partners income (Value in Kind)		-	600,000	-	600,000
NZ Olympic Gala income		251,527	291,816	251,527	291,816
Games income		396,984	1,650,500	396,984	1,650,500
Games income - Gold Coast NZ House and Merchandise		-	233,314	-	233,314
Membership fees		8,250	8,400	8,250	8,400
Special Projects income		-	100,000	-	100,000
		<b>4,905,431</b>	<b>6,794,893</b>	<b>4,905,431</b>	<b>6,794,893</b>
<b>Revenue from non-exchange transactions</b>					
Charitable Gaming Trusts income		229,500	217,310	229,500	217,310
Donations		3,313,061	1,268,962	3,419,992	1,388,339
Games Income		45,563	2,084,312	45,563	2,084,312
High Performance Sport NZ funding		950,000	1,162,500	950,000	1,162,500
International Olympic Committee		173,482	237,356	173,482	237,356
Miscellaneous Income		417,087	280,668	417,087	280,668
		<b>5,128,693</b>	<b>5,251,108</b>	<b>5,235,623</b>	<b>5,370,485</b>
<b>Total revenue</b>	7	<b>10,034,124</b>	<b>12,046,001</b>	<b>10,141,054</b>	<b>12,165,378</b>
<b>Expenses</b>					
Donations - BlackGold, paid to Members		1,985,452	1,013,810	1,985,452	1,013,810
BlackGold programme costs		411,497	401,088	411,497	401,088
Education - Olympic Ambassadors in Schools		240,796	234,572	240,796	234,572
Foreign currency losses		44,318	3,486	37,029	6,208
Fundraising costs		270,336	280,342	270,336	280,342
Games expenditure	6	415,964	4,993,034	415,964	4,993,034
Games expenditure - Tokyo		548,482	197,157	548,482	197,157
Games expenditure - Gold Coast NZ House and Merchandise		-	356,782	-	356,782
Legal costs		107,788	96,394	107,788	96,394
Marketing campaign		706,381	485,316	706,381	485,316
Marketing campaign (VIK)		-	600,000	-	600,000
Meeting costs		106,650	78,099	106,650	78,099
Merchandise		122,556	-	122,556	-
Other costs		565,074	457,611	551,969	454,481
Personnel costs		2,773,364	2,662,522	2,773,364	2,662,522
Premise costs		276,912	261,651	276,912	261,651
Public affairs and international relations		246,470	291,633	246,470	291,633
Special Projects expenses		39,408	100,000	39,408	100,000
Telephones		43,158	48,581	43,158	48,581
Travel and accommodation (excluding Games travel)		185,581	128,914	185,581	128,914
Website		48,818	27,015	48,818	27,015
<b>Total expenses</b>	8	<b>9,139,005</b>	<b>12,718,007</b>	<b>9,118,610</b>	<b>12,717,599</b>
<b>Surplus/(deficit) before net financing costs</b>		<b>895,119</b>	<b>(672,006)</b>	<b>1,022,444</b>	<b>(552,221)</b>
Finance income		164,974	52,844	2,450	1,547
Impairment of financial assets		-	(71,443)	-	-
Finance expenses		-	5,583	-	5,583
<b>Net financing income</b>	9	<b>164,974</b>	<b>(24,182)</b>	<b>2,450</b>	<b>(4,036)</b>
<b>Surplus/(deficit) for the year</b>		<b>1,060,093</b>	<b>(696,188)</b>	<b>1,024,894</b>	<b>(556,257)</b>
<b>Other comprehensive income</b>					
Unrealised gains/(losses) on Investments	10	125,847	(18,122)	75,330	(7,784)
<b>Total other comprehensive income</b>		<b>125,847</b>	<b>(18,122)</b>	<b>75,330</b>	<b>(7,784)</b>
<b>Total comprehensive income for the year</b>		<b>1,185,941</b>	<b>(714,310)</b>	<b>1,100,224</b>	<b>(564,041)</b>

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 2019**

	<b>Group 2019 \$</b>	<b>Group 2018 \$</b>	<b>NZOC 2019 \$</b>	<b>NZOC 2018 \$</b>
Opening balance	3,050,818	3,765,128	1,819,734	2,383,775
Surplus/(deficit) for the year	1,060,093	(696,188)	1,024,894	(556,257)
Other comprehensive income				
Unrealised gain/(loss) on Investments	125,847	(18,122)	75,330	(7,784)
<b>Total net assets/equity</b>	<b>4,236,759</b>	<b>3,050,818</b>	<b>2,919,958</b>	<b>1,819,734</b>

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

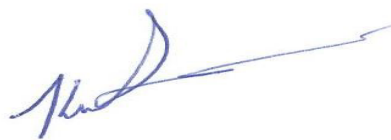
**New Zealand Olympic Committee Incorporated**  
**Statement of Financial Position**  
**As at 31 December 2019**

	Note	Group 2019 \$	Group 2018 \$	NZOC 2019 \$	NZOC 2018 \$
<b>Current assets</b>					
Cash and Cash equivalents	11	1,903,682	1,818,986	1,593,227	1,808,705
Investments	14	1,571,543	850,094	617,968	542,637
Accounts receivable	12	685,852	234,242	959,075	234,242
Prepayments	13	994,430	158,864	994,430	158,864
<b>Total current assets</b>		<b>5,155,507</b>	<b>3,062,186</b>	<b>4,164,701</b>	<b>2,744,448</b>
<b>Non-current assets</b>					
Investments	14	315,554	913,662	-	-
Property, plant and equipment	19	77,223	70,441	77,223	70,441
<b>Total non-current assets</b>		<b>392,777</b>	<b>984,103</b>	<b>77,223</b>	<b>70,441</b>
<b>Total assets</b>		<b>5,548,284</b>	<b>4,046,288</b>	<b>4,241,923</b>	<b>2,814,889</b>
<b>Current liabilities</b>					
Accounts payable	20	821,160	657,282	821,160	657,282
IOC - Solidarity projects funds in advance	21	153,606	124,827	153,606	124,827
Other funds in advance	21	336,757	213,361	347,199	213,045
<b>Total current liabilities</b>		<b>1,311,525</b>	<b>995,470</b>	<b>1,321,965</b>	<b>995,155</b>
<b>Total net assets</b>		<b>4,236,759</b>	<b>3,050,818</b>	<b>2,919,958</b>	<b>1,819,734</b>
<b>Accumulated Surplus</b>					
Accumulated Surplus		2,736,759	1,550,818	2,419,958	1,319,734
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
<b>Total net assets/equity</b>		<b>4,236,759</b>	<b>3,050,818</b>	<b>2,919,958</b>	<b>1,819,734</b>

Authorised for and on behalf of the Board on 26 March 2020



Mike Stanley CNZM  
President



Kereyn Smith MNZM  
CEO and Secretary General

**New Zealand Olympic Committee Incorporated**  
**Statement of Cash Flows**  
**For the Year Ended 31 December 2019**

	<b>Group 2019 \$</b>	<b>Group 2018 \$</b>	<b>NZOC 2019 \$</b>	<b>NZOC 2018 \$</b>
<b>Cash flows from/(to) operating activities</b>				
Receipts from exchange transactions	4,258,762	4,776,580	4,269,516	4,763,129
Receipts from non-exchange transactions	4,875,470	4,096,425	4,982,401	4,215,486
Payments to suppliers	(7,187,000)	(6,775,899)	(7,439,829)	(6,774,699)
Payments to employees	(1,983,257)	(1,851,613)	(1,983,257)	(1,851,613)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(36,024)</b>	<b>245,493</b>	<b>(171,168)</b>	<b>352,303</b>
<b>Cash flows from/(to) investing activities</b>				
Interest and dividends received	240,304	52,844	77,780	1,547
Increase/(decrease) in investments	(72,824)	81,794	(75,331)	16,000
Purchase of property, plant and equipment	(46,760)	(18,733)	(46,760)	(18,733)
<b>Net cash inflow/(outflow) from investing activities</b>	<b>120,720</b>	<b>115,904</b>	<b>(44,310)</b>	<b>(1,186)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>84,696</b>	<b>361,398</b>	<b>(215,478)</b>	<b>351,117</b>
Cash and cash equivalents at the beginning of the year	1,818,986	1,457,588	1,808,706	1,457,588
<b>Cash and cash equivalents at the end of the year</b>	<b>1,903,682</b>	<b>1,818,986</b>	<b>1,593,227</b>	<b>1,808,706</b>

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 2019**

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#### **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 2019 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 26 March 2020.

##### **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:

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

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**3 Use of Judgements and Estimates (continued)**

*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.

**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.

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 and this approximates the degree to which benefits have been provided to the commercial partners 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.



**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

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**4 Significant Accounting Policies (continued)**

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.

*Games income*

Games income relates to the team uniform VIK sponsored by Peak and the Samoa Pacific Games 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 and subsequent receipt is considered probable 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, this includes Solidarity income from the IOC.

**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.

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

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**4 Significant Accounting Policies (continued)**

**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 surplus/(deficit), 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.

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: loans and receivables and available-for-sale financial assets that may be reclassified to surplus/(deficit).

**(i) Loans and Receivables**

Loans 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 income.

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.

**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.

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

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**4 Significant Accounting Policies (continued)**

**(j) 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.

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**

	<b>Depreciation Rates</b>
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 2019.

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

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**6 Games Income / Expenditure**

<b>Samoa Pacific Games 2019</b>	<b>Group &amp; NZOC 2019 \$</b>
Sponsorship Income VIK	275,000
Team fee contributions	121,984
IOC funding	32,308
Donation	10,000
<b>Total Income</b>	<b><u>439,292</u></b>
<b>Expenses</b>	
Team uniform VIK	275,000
Accommodation, knife and fork	63,503
Salaries, Chef de Mission and Team Support	29,600
Airfares and freight	27,135
Other costs	8,331
Insurance	8,300
Site visits and meeting costs	4,095
<b>Total Expenses</b>	<b><u>415,964</u></b>
<b>Net income/(expenditure)</b>	<b><u>23,328</u></b>

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

7	Group 2018 \$	NZOC 2018 \$	Revenue	Group 2019 \$	NZOC 2019 \$
			<b>Revenue from exchange transactions:</b>		
			<u>Commercial Partners income</u>		
	1,886,583	1,886,583	Worldwide Global Partners	1,972,865	1,972,865
	2,024,280	2,024,280	NZ Commercial Partners	2,275,805	2,275,805
	600,000	600,000	NZ Commercial Partners (Value in Kind)	-	-
	8,400	8,400	Membership fees	8,250	8,250
	<u>4,519,263</u>	<u>4,519,263</u>		<u>4,256,920</u>	<u>4,256,920</u>
	<u>291,816</u>	<u>291,816</u>	<u>NZ Olympic Gala</u>	<u>251,527</u>	<u>251,527</u>
			<u>Games income</u>		
	-	-	Samoa 2019 Pacific Games	396,984	396,984
	486,600	486,600	Buenos Aires 2018 Youth Olympic Games	-	-
	897,500	897,500	Gold Coast 2018 Commonwealth Games	-	-
	233,314	233,314	Gold Coast 2018 NZ House	-	-
	266,400	266,400	PyeongChang 2018 Winter Olympic Games	-	-
	<u>1,883,814</u>	<u>1,883,814</u>		<u>396,984</u>	<u>396,984</u>
	<u>100,000</u>	<u>100,000</u>	<u>Special Projects income</u>		
	<u>100,000</u>	<u>100,000</u>	Other	-	-
				-	-
	<b><u>6,794,893</u></b>	<b><u>6,794,893</u></b>	<b>Total exchange revenue</b>	<b><u>4,905,431</u></b>	<b><u>4,905,431</u></b>
			<b>Revenue from non-exchange transactions:</b>		
			<u>Charitable Gaming Trusts income</u>		
	204,560	204,560	Southern Trust	165,000	165,000
	100,000	100,000	New Zealand Community Trust	37,250	37,250
	50,000	50,000	Lion Foundation	50,000	50,000
	(37,250)	(37,250)	Less deferred income - NZ Community Trust	-	-
	<u>(100,000)</u>	<u>(100,000)</u>	Less deferred income - Southern Trust	<u>(22,750)</u>	<u>(22,750)</u>
	<u>217,310</u>	<u>217,310</u>		<u>229,500</u>	<u>229,500</u>
			<u>Donations</u>		
	968,457	1,013,810	BlackGold donations	1,992,411	1,986,283
	-	3,671	NZOC America Inc	-	-
	300,505	300,821	Olympic Council	335,983	335,983
	-	-	Sir Owen Glenn	906,668	906,668
	-	-	Misc donations	78,000	78,000
	-	105,000	Edgar Olympic Foundation	-	123,500
	-	(34,964)	Less deferred income - Edgar Olympic Foundation	-	(10,442)
	<u>1,268,962</u>	<u>1,388,339</u>		<u>3,313,061</u>	<u>3,419,992</u>
			<u>Games income</u>		
	-	-	Samoa 2019 Pacific Games	42,308	42,308
	-	-	Tokyo 2020 Olympic Games	3,256	3,256
	430,606	430,606	Buenos Aires 2018 Youth Olympic Games	-	-
	1,328,675	1,328,675	Gold Coast 2018 Commonwealth Games	-	-
	325,030	325,030	PyeongChang 2018 Winter Olympic Games	-	-
	<u>2,084,312</u>	<u>2,084,312</u>		<u>45,563</u>	<u>45,563</u>
			<u>High Performance Sport NZ funding</u>		
	124,122	124,122	PyeongChang 2018 Winter Olympic Games	-	-
	373,487	373,487	Gold Coast 2018 Commonwealth Games	-	-
	664,891	664,891	Tokyo 2020 Olympic Games	950,000	950,000
	<u>1,162,500</u>	<u>1,162,500</u>		<u>950,000</u>	<u>950,000</u>
	<u>237,356</u>	<u>237,356</u>	<u>International Olympic Committee</u>		
			Solidarity funding for NZOC initiatives	173,482	173,482
			<u>Miscellaneous income</u>		
	251,624	251,624	BlackGold programme funding	306,546	306,546
	29,045	29,045	Other	110,541	110,541
	<u>280,668</u>	<u>280,668</u>		<u>417,087</u>	<u>417,087</u>
	<b><u>5,251,108</u></b>	<b><u>5,370,485</u></b>	<b>Total non-exchange revenue</b>	<b><u>5,128,693</u></b>	<b><u>5,235,623</u></b>
	<b><u>12,046,002</u></b>	<b><u>12,165,378</u></b>	<b>Total revenue</b>	<b><u>10,034,124</u></b>	<b><u>10,141,054</u></b>

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

8	Group 2018 \$	NZOC 2018 \$	Total Expenses	Group 2019 \$	NZOC 2019 \$
			<i>Total expenses include the following:</i>		
	180,000	180,000	Office rental	180,000	180,000
	39,950	39,950	Depreciation	39,978	39,978
	22,063	22,063	Audit fees	22,025	22,025
9	Group 2018 \$	NZOC 2018 \$	Finance Income and Expenses	Group 2019 \$	NZOC 2019 \$
			<b>Finance income</b>		
			<i>Interest income on loans and receivables</i>		
	1,547	1,547	Interest on term deposits and bank balance	2,450	2,450
			<i>Income from financial assets available for sale</i>		
	23,597	-	Interest income	27,807	-
	40,016	-	Dividends	26,222	-
	(71,443)	-	Impairment of financial assets	-	-
	(12,316)	-	Realised gain/(loss) on investments	108,496	-
	<u>(18,599)</u>	<u>1,547</u>	Total finance income	<u>164,974</u>	<u>2,450</u>
			<b>Finance expense</b>		
	(5,583)	(5,583)	Interest expense	-	-
	<u>(24,182)</u>	<u>(4,036)</u>	Net finance income/(expense)	<u>164,974</u>	<u>2,450</u>
10	Group 2018 \$	NZOC 2018 \$	Other Comprehensive Income	Group 2019 \$	NZOC 2019 \$
	(18,122)	(7,784)	Unrealised gain/(loss) on investments	125,847	75,330
	<u>(18,122)</u>	<u>(7,784)</u>	Total other comprehensive income	<u>125,847</u>	<u>75,330</u>
11	Group 2018 \$	NZOC 2018 \$	Cash and Cash Equivalents	Group 2019 \$	NZOC 2019 \$
	1,808,705	1,808,705	Cash	1,593,227	1,593,227
	9,968	-	Edgar Olympic Foundation cash	39,113	-
	313	-	NZOC America Inc cash	271,342	-
	<u>1,818,986</u>	<u>1,808,705</u>	Total cash and cash equivalents	<u>1,903,682</u>	<u>1,593,227</u>
			Per-annum annual interest rate ranges applicable to components of cash and cash equivalents:		
			Bank deposits 1% - 3%		
			Term deposits 2% - 4%		
12	Group 2018 \$	NZOC 2018 \$	Receivables	Group 2019 \$	NZOC 2019 \$
			<b>Receivables for exchange transactions</b>		
	150,546	150,546	Trade receivables from exchange transactions	658,186	658,186
	83,696	83,696	Accrued Income	27,666	27,666
	<u>234,242</u>	<u>234,242</u>	Total trade receivables from exchange transactions	<u>685,852</u>	<u>685,852</u>
			<b>Receivables for non-exchange transactions</b>		
	-	-	Receivables due from NZOC America Inc	-	273,223
	<u>234,242</u>	<u>234,242</u>	Total receivables	<u>685,852</u>	<u>959,075</u>

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

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

	<b>Group 2018</b>	<b>NZOC 2018</b>		<b>Group 2019</b>	<b>NZOC 2019</b>
13	\$	\$	<b>Prepayments and Other Assets</b>	\$	\$
	116,013	116,013	Prepayments - Corporate Services	259,828	259,828
	-	-	Prepayments - Tokyo 2020 Olympics	569,761	569,761
	-	-	Prepayments - Other Games	136,433	136,433
	42,850	42,850	Other Assets	28,408	28,408
	<b>158,864</b>	<b>158,864</b>	<b>Total prepayments and other assets</b>	<b>994,430</b>	<b>994,430</b>

	<b>Group 2018</b>	<b>NZOC 2018</b>		<b>Group 2019</b>	<b>NZOC 2019</b>
14	\$	\$	<b>Investments</b>	\$	\$
	542,637	542,637	ANZ Balanced Portfolio Investment	617,968	617,968
	1,221,118	-	Edgar Olympic Foundation - Forsyth Barr Investment	1,269,130	-
	<b>1,763,756</b>	<b>542,637</b>		<b>1,887,097</b>	<b>617,968</b>
	850,094	542,637	Current	1,571,543	617,968
	913,662	-	Non-current	315,554	-
	<b>1,763,756</b>	<b>542,637</b>	<b>Total investments</b>	<b>1,887,097</b>	<b>617,968</b>

The Yvette Williams Scholarship Fund are invested in a 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. It also includes various bonds which are classified as non-current investments above.

	<b>Group 2018</b>	<b>NZOC 2018</b>			<b>Group 2019</b>	<b>NZOC 2019</b>
15	\$	\$	<b>Financial Instruments</b>	<b>Note</b>	\$	\$
	1,818,986	1,808,705	Bank	11	1,903,682	1,593,227
	234,242	234,242	Trade receivables	12	685,852	959,075
	542,637	542,637	ANZ Balanced Portfolio	14	617,968	617,968
	1,221,118	-	Forsyth Barr	14	1,269,130	-
	(316,979)	(316,979)	Trade payables	20	(568,476)	(298,674)
	<b>3,500,005</b>	<b>2,268,606</b>			<b>3,908,155</b>	<b>2,871,596</b>

	<b>Group 2018</b>	<b>NZOC 2018</b>		<b>Group 2019</b>	<b>NZOC 2019</b>
16	\$	\$	<b>Employee Benefit Liabilities</b>	\$	\$
	125,614	125,614	Holiday pay accrual	156,311	156,311
	<b>125,614</b>	<b>125,614</b>	<b>Total employee benefit liabilities</b>	<b>156,311</b>	<b>156,311</b>

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

17	Group 2018 \$	NZOC 2018 \$	Operating Lease Commitments	Group 2019 \$	NZOC 2019 \$
			<b>Leases as lessee</b>		
			<i>Non-cancellable operating lease rentals are payable as follows:</i>		
	189,819	189,819	Less than one year	208,804	208,804
	50,040	50,040	Between one and five years	226,260	226,260
	<b>239,859</b>	<b>239,859</b>	<b>Total leases</b>	<b>435,064</b>	<b>435,064</b>

The NZOC commenced an operating lease for the premises located at 350 Parnell Road, Parnell, Auckland, in April 2014 which expires in April 2020, with a right of renewal to 2024. NZOC has advised the Property Manager it wishes to renew the lease for another 2 years to April 2022. The annual rent under this agreement is \$180,000. Two vehicle leases were entered into with Toyota during 2019.

18	Group 2018 \$	NZOC 2018 \$	Olympic Solidarity	Group 2019 \$	NZOC 2019 \$
	354,960	354,960	Funds received from International Olympic Committee	402,968	402,968
	(354,960)	(354,960)	Distributions to National Sporting Organisations and Athletes	(402,968)	(402,968)
	-	-		-	-

In 2019 NZOC provided financial support to 14 National Sporting Organisations, 10 athlete Tokyo Olympic Scholarships and Winter Games NZ.



**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

19	Property, Plant and Equipment	Computer Equipment \$	Office Equipment \$	Furniture & Fittings \$	Games Plant \$	Total \$
	<b>2019</b>					
	Opening cost	210,610	75,751	47,736	42,933	377,030
	Additions	41,514	23,490	2,516	-	67,519
	Disposals	(147,704)	(75,023)	-	(42,933)	(265,659)
	<b>Closing cost</b>	<b>104,420</b>	<b>24,217</b>	<b>50,252</b>	<b>0</b>	<b>178,890</b>
	<b>2018</b>					
	Opening cost	195,439	73,100	46,824	42,933	358,296
	Additions	15,171	2,651	912	-	18,734
	Disposals	-	-	-	-	-
	<b>Closing cost</b>	<b>210,610</b>	<b>75,751</b>	<b>47,736</b>	<b>42,933</b>	<b>377,030</b>
	<b>2019 - Accumulated depreciation</b>					
	Opening accumulated depreciation	169,538	60,093	34,220	42,738	306,589
	Current year depreciation	26,615	10,984	1,801	578	39,978
	Disposals	(136,699)	(46,629)	(18,254)	(43,318)	(244,901)
	<b>Closing accumulated depreciation</b>	<b>59,452</b>	<b>24,448</b>	<b>17,767</b>	<b>(0)</b>	<b>101,667</b>
	<b>2018 - Accumulated depreciation</b>					
	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	0	0	0	0	0
	<b>Closing accumulated depreciation</b>	<b>169,538</b>	<b>60,093</b>	<b>34,220</b>	<b>42,738</b>	<b>306,589</b>

**Group & NZOC  
2018  
\$**

91,658  
18,733  
0  
(39,950)  
**70,441**

**Property, Plant and Equipment  
Summary**

Opening net book value  
Additions  
Disposals  
Depreciation  
**Net book value**

**Group & NZOC  
2019  
\$**

70,441  
67,519  
(20,759)  
(39,978)  
**77,223**

**Group & NZOC  
2018  
\$**

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

**Payables and Accruals**

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

**Group  
2019  
\$**

298,674  
366,176  
156,311  
**821,160**

**NZOC  
2019  
\$**

298,674  
366,176  
156,311  
**821,160**

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 2018 \$	NZOC 2018 \$	Funds in Advance	Group 2019 \$	NZOC 2019 \$
			<b>IOC - Solidarity projects funds in advance</b>		
	76,542	76,542	ONOC - National Activities Programme	52,525	52,525
	37,240	37,240	IOC - Women In Sport Leadership Academy	4,112	4,112
	-	-	IOC - Olympic Culture, Education and Legacy	59,453	59,453
	-	-	IOC - Tokyo Scholarships	8,267	8,267
	11,046	11,046	IOC - Other Games	29,250	29,250
	<b>124,827</b>	<b>124,827</b>	<b>Total solidarity funds in advance</b>	<b>153,606</b>	<b>153,606</b>

**New Zealand Olympic Committee Incorporated**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2019**

	Group 2018	NZOC 2018		Group 2019	NZOC 2019
	\$	\$		\$	\$
21			<b>Funds in Advance</b>		
			<i>Other Funds in Advance</i>		
			<i>Trusts</i>		
	37,250	37,250	NZ Community Trust	-	-
	100,000	100,000	Southern Trust	22,750	22,750
			<i>Other</i>		
	35,280	34,964	Edgar Olympic Foundation	-	10,442
	-	-	BlackGold programme funding	135,536	135,536
	40,832	40,832	Other	178,471	178,471
	<b>213,361</b>	<b>213,045</b>	<b>Total other funds in advance</b>	<b>336,757</b>	<b>347,199</b>

	Group & NZOC 2018		Group & NZOC 2019
	\$		\$
22		<b>Edgar Olympic Foundation - Endowment Fund</b>	
	1,000,000	Opening balance	1,000,000
	<b>1,000,000</b>	<b>Closing balance</b>	<b>1,000,000</b>

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 2019 this funding was \$123,500 (2018: \$110,000).

	Group & NZOC 2018		Group & NZOC 2019
	\$		\$
23		<b>Yvette Williams Scholarship Fund</b>	
	500,000	Opening balance	500,000
	<b>500,000</b>	<b>Closing balance</b>	<b>500,000</b>

The Glenn 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 2019, the recipient of this award was David Liti.

In 2019 the earnings from the ANZ Balanced Portfolio investment were \$75,330 due to an improvement in International and Australasian equities. (2018: negative \$6,237).

24	<b>Capital Commitments</b>
	The Group had no capital commitments (2018: \$nil)

25	<b>Related Party Transactions</b>
	<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 2019 EOF made donations to NZOC of \$123,500 (2018: \$110,000). NZOC America Inc made donations to NZOC in 2019 of \$556,448 (2018: \$51,913)

	Group & NZOC 2018		Group & NZOC 2019
	\$		\$
26		<b>Key Management Personnel</b>	
	1,247,611	<b>Wages and salaries paid to Senior Management Team</b>	1,289,528

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 2019 (2018: nil).  
Senior management team (SMT): is made up of 6 personnel and is responsible for reporting to the Board.



## 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 2019;
- 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 19 present fairly, in all material respects, the financial position of the group and committee as at 31 December 2019, 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 information

The Board is responsible for the other information on page 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](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.

A stylized, handwritten-style logo for RSM in blue ink.

RSM Hayes Audit  
Auckland

7 April 2020