

OCEANIA FOOTBALL CONFEDERATION (INC)

FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2007

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**AUDIT REPORT**

**TO THE MEMBERS OF OCEANIA FOOTBALL CONFEDERATION (INC)**

We have audited the financial report on pages 3 - 9. The financial report provides information about the past financial performance and the financial position of the Confederation as at 31 December 2007. This information is stated in accordance with the accounting policies set out on page 6-7.

**Treasurer's Responsibilities**

The Treasurer is responsible for the preparation of the Financial Report which fairly reflects the financial position of the Confederation as at 31 December 2007 and the results of operations for the year ended on that date.

**Auditor's Responsibilities**

It is our responsibility to express an independent opinion on the financial report presented by the Treasurer and report our opinion to you.

**Basis of opinion**

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgments made by the Treasurer in the preparation of the financial report; and
- whether the accounting policies are appropriate to the Confederation's circumstances, consistently applied and adequately disclosed.

conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial report.

Other than this and in our capacity as auditors we have no other relationship with, or interests in, the Confederation.

**Unqualified opinion**

We have obtained all the information and explanations we have required.

In our opinion the financial report on pages 3 - 9 fairly reflect the financial position the Confederation as at 31 December 2007 and the results of its operations for the year ended on that date.

Our audit was completed on 31 March 2008 and our unqualified opinion is expressed as at that date.

*Lynch Phibbs & Associates*

**Lynch Phibbs & Associates**  
**Chartered Accountants**  
**Auckland**



OCEANIA FOOTBALL CONFEDERATION (INC)  
STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 31 DECEMBER 2007

	Note	2007	2006
<b>Revenue</b>			
FIFA World Club Championship		1,289,989.68	705,268.35
FIFA-Confederation Cup		-	-
FIFA Financial Assistance Programme		3,674,977.05	4,897,456.87
Sponsorships Received		26,666.67	1,495,172.17
Co-operation Income		276,758.02	68,111.43
Investment Income		113,196.45	194,180.90
World Cup Tickets Income		-	137,792.89
FIFA Ambassadors Programme		140,739.68	37,495.84
Sundry Income		49,643.23	12,801.01
<b>Total Revenue</b>		<b>5,571,970.78</b>	<b>7,548,279.46</b>
<b>Less Expenses</b>			
<b>Courses &amp; Tournaments</b>			
Academy Courses		13,474.11	142,150.82
Member Courses		52,876.09	42,479.51
OFC Equipment		41,464.07	20,959.64
Tournaments		1,535,173.99	1,082,661.73
<b>Total Courses &amp; Tournaments</b>		<b>1,642,988.26</b>	<b>1,288,251.70</b>
<b>Meeting Costs</b>			
Congress/Executive Meetings		243,927.10	503,231.88
Other Meetings		177,618.04	34,086.29
Travel & Visits		201,026.74	177,326.52
<b>Total Meeting Costs</b>		<b>622,571.88</b>	<b>714,644.69</b>
<b>Member Country Assistance</b>			
Equipment & Coaching		347.20	136,309.59
Financial Assistance to Member Associations		2,081,711.09	2,493,525.70
TV broadcasting rights FIFA 2006 World Cup		-	72,698.37
Loans Converted to Grants		51,489.42	198,510.58
<b>Total Member Country Assistance</b>		<b>2,133,547.71</b>	<b>2,901,044.24</b>
<b>World Cup Tickets Expenses</b>		<b>-</b>	<b>100,619.19</b>
<b>FIFA Ambassadors Programme Expenses</b>		<b>140,739.68</b>	<b>37,495.84</b>
<b>Less Administration Expenses</b>			
Audit		13,330.00	18,360.04
Communication Costs		136,746.55	147,142.19
Depreciation and Loss on Sale of Vehicle	3	136,228.70	130,864.07
Exchange Losses (Gains)		114,234.51	112,403.97
Academy & Office Expenses		596,406.79	408,869.87
Wages & Allowances	5	1,166,283.93	1,156,813.11
<b>Total Administration Expenses</b>		<b>2,163,230.48</b>	<b>1,974,453.25</b>
<b>Total Expenses</b>		<b>6,703,078.01</b>	<b>7,016,508.91</b>
<b>Operating Surplus (Deficit) for Year</b>		<b>- 1,131,107.23</b>	<b>531,770.55</b>

The Statement of Financial Performance must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



OCEANIA FOOTBALL CONFEDERATION (INC)  
 STATEMENT OF MOVEMENT IN ACCUMULATED FUNDS  
 FOR THE YEAR ENDED 31 DECEMBER 2007

	Note	2007	2006
Accumulated Funds as at 1 January 2007		5,004,394.54	4,472,623.99
Net Surplus (Deficit) for the year		(1,131,107.23)	531,770.55
Accumulated Funds as at 31 December 2007		<u>3,873,287.31</u>	<u>5,004,394.54</u>

The Statement of Movements in Accumulated Funds must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



OCEANIA FOOTBALL CONFEDERATION (INC)  
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2007

CURRENT ASSETS	Note	2007	2006
ANZ NZ Accounts 51 A/c		4,096.69	3,861.81
ANZ NZ Accounts 02 A/c		68,351.56	( 170,271.02)
Cash in Safe		1,583.21	1,438.46
ANZ US Dollar Account		939,044.82	265,760.70
ANZ CHF Account		-	-
ANZ EUR Account		110,615.73	1,393,476.39
FIFA Ambassador programme NZD		178,235.52	37,495.84
FIFA FAP USD account		49,383.83	-
Member Association Current Accounts	1	107,118.23	93,114.42
Member Association Loans	1	250,000.00	301,489.42
Accounts Receivable / Prepayments	2	1,718,807.81	1,624,489.50
GST Refund Due		3,326.50	31,397.40
<b>Total Current Assets</b>		<b>3,430,563.90</b>	<b>3,582,252.92</b>
<b>Investments</b>			
ANZ Bank NZ Term Deposits		-	1,003,362.00
<b>Total Investments</b>		<b>-</b>	<b>1,003,362.00</b>
<b>Property, Plant &amp; Equipment</b>	3	<b>1,416,166.27</b>	<b>1,510,706.09</b>
<b>Total Assets</b>		<b>4,846,730.17</b>	<b>6,096,321.01</b>
<b>Current Liabilities</b>			
Accounts Payable & Accruals	4	731,747.39	780,625.70
ANZ Mastercards		12,628.56	27,950.80
FIFA FAP NZD account		49,383.83	103,666.89
FIFA Ambassador programme USD		179,683.08	179,683.08
<b>Total Current Liabilities</b>		<b>973,442.86</b>	<b>1,091,926.47</b>
<b>Total Liabilities</b>		<b>973,442.86</b>	<b>1,091,926.47</b>
<b>NET ASSETS</b>		<b>3,873,287.31</b>	<b>5,004,394.54</b>
<b>REPRESENTED BY CONFEDERATION FUNDS</b>			
Accumulated Funds brought forward		5,004,394.54	4,472,623.99
Operating Surplus (Deficit) for year for year		( 1,131,107.23)	531,770.55
<b>ACCUMULATED FUNDS CARRIED FORWARD</b>		<b>3,873,287.31</b>	<b>5,004,394.54</b>

Tai Nicholas  
General Secretary

Claude Fournier  
Treasurer

The Statement of Financial Position must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



**Reporting Entity**

Oceania Football Confederation (Inc) is an incorporated society registered under the Incorporated Societies Act 1908.

**Measurement Base**

The measurement base adopted is that of historical cost. Reliance has been placed on the fact that the Confederation is a going concern. Accrual accounting is used to match expenses and revenues.

**Specific Accounting Policies**

The specific accounting policies adopted in the Financial Report and which have a significant effect on the results and financial position disclosed are:

**Accounts Receivable**

Accounts receivable are stated at expected realisable values.

**Property, Plant & Equipment**

All owned items of property, plant and equipment are initially recorded at cost and depreciated as outlined below. Initial cost includes the purchase consideration, and those costs directly attributable to bringing the asset to the location and condition necessary for its intended use.

Subsequent expenditure relating an item of property, plant or equipment is added to its gross carrying amount when such expenditure either increases the future economic benefits beyond its existing service potential, or is necessarily incurred to enable future economic benefits to be obtained.

Items of property, plant and equipment are written down immediately if an impairment in the value of the asset causes its recoverable amount to fall below its carrying amount. The impairment is recognised in the statement of financial performance.

Where an item of property, plant and equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the net sale price and the carrying amount of the asset.

Depreciation is charged on assets on a straight line basis at the following rates:

Buildings	25 years
Office furniture & equipment	3 - 5 years
Motor vehicles	5 years

**Goods & Services Taxation**

With the exception of accounts payable & accruals and accounts receivable / prepayments, all items are stated exclusive of Goods and Services Tax



OCEANIA FOOTBALL CONFEDERATION (INC)  
STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31 DECEMBER 2007

**Foreign Currency**

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date, foreign monetary assets and liabilities are translated at the closing rate, and exchange variations arising from these translations are recognised in the statement of financial performance.

**Changes in Accounting Policies.**

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

**NOTES TO THE FINANCIAL REPORT**

<b>Note 1.</b>	<b>2007</b>	<b>2006</b>
<b>Member Country Current Accounts</b>		
American Samoa	-	-
Cook Islands	-	1,489.32
Fiji	1,315.25	
Kiribati	100.00	-
New Caledonia	(250.00)	8,213.59
NZ Soccer	13,150.34	5,673.11
Northern Marianas	300.00	200.00
Nuie Island Association	300.00	200.00
Papua New Guinea	-	40,080.52
Samoa	-	-
Solomon Islands	-	17,429.82
Tavalu	100.00	-
Tōhōi	9,242.37	982.91
Tūā	7,231.62	1,095.70
Vanuatu	75,628.65	17,749.45
<b>Total Member Country Current Accounts</b>	<b><u>107,118.23</u></b>	<b><u>93,114.42</u></b>
<b>Member Country Infrastructure Loans</b>		
American Samoa	250,000.00	250,000.00
Tahiti	-	51,489.42
<b>Total Member Country Infrastructure Loans</b>	<b><u>250,000.00</u></b>	<b><u>301,489.42</u></b>



**OCEANIA FOOTBALL CONFEDERATION (INC)**  
**NOTES TO THE FINANCIAL REPORT**

**Note 2. Accounts Receivable / Prepayments**

	2007	2006
Tournaments paid in advance	16,800.00	90,575.75
Other prepayments	19,494.98	97,082.04
Sundry Receivables	1,682,512.83	1,436,831.71
<b>Total Accounts Receivable / Prepayments</b>	<b><u>1,718,807.81</u></b>	<b><u>1,624,489.50</u></b>

**Note 3. Property, Plant & Equipment**

	Current Deprn	Orig Cost	Accum. Deprn.	Bk Value 31-Dec-07
Computer Equipment	22,778.95	90,498.47	59,130.63	31,367.84
Technical Equipment	3,204.74	12,818.94	4,693.04	8,125.90
Office Equipment	9,307.94	70,296.66	49,748.67	20,547.99
Office Furniture	1,211.15	19,478.23	16,022.89	3,455.34
President's Office	19,574.17	75,496.61	42,599.86	32,896.75
Total Office Equipment & Furniture	<u>56,076.95</u>	<u>268,588.91</u>	<u>172,195.09</u>	<u>96,393.82</u>
Academy Furnishings	2,192.71	265,448.33	259,367.64	6,080.69
Academy Buildings	77,959.04	1,953,707.59	640,015.83	1,313,691.76
Loss on disposal of assets	-	-	-	-
<b>Total as at 31 December 2007</b>	<b><u>136,228.70</u></b>	<b><u>2,487,744.83</u></b>	<b><u>1,071,578.56</u></b>	<b><u>1,416,166.27</u></b>

	Current Deprn	Orig Cost	Accum. Deprn.	Bk Value 31-Dec-06
Computer Equipment	21,113.03	80,728.65	36,351.69	44,376.96
Technical Equipment	2,208.25	12,818.94	1,487.95	11,330.99
Office Equipment	6,145.73	65,858.20	40,440.73	25,417.47
Office Furniture	1,007.76	15,846.23	14,811.75	1,034.48
President's Office	15,063.53	64,795.28	23,026.53	41,768.75
Total Office Equipment & Furniture	<u>45,538.30</u>	<u>240,047.30</u>	<u>116,118.65</u>	<u>123,928.65</u>
Academy Furnishings	3,152.93	264,564.81	257,174.93	7,389.88
Academy Buildings	77,507.26	1,941,443.84	562,056.28	1,379,387.56
Loss on disposal of assets	4,665.58	-	-	-
<b>Total as at 31 December 2006</b>	<b><u>130,864.07</u></b>	<b><u>2,446,055.95</u></b>	<b><u>935,349.86</u></b>	<b><u>1,510,706.09</u></b>

**Note 4. Accounts Payable & Accruals**

Trade Suppliers	59,538.12	181,671.70
Sundry Creditors / accruals	672,209.27	598,954.00
<b>Total Accounts Payable &amp; Accruals</b>	<b><u>731,747.39</u></b>	<b><u>780,625.70</u></b>





OCEANIA FOOTBALL CONFEDERATION (INC)  
NOTES TO THE FINANCIAL REPORT

**Note 5. Wages & Allowances**

Wages - Employed staff	742,576.65	658,480.49
Executive & development allowances	423,707.28	498,332.62
<b>Total Wages &amp; Allowances</b>	<b><u>1,166,283.93</u></b>	<b><u>1,156,813.11</u></b>

**Note 6. Capital Commitments**

At balance date the Confederation has no capital commitments. (Last year nil.)

**Note 7. Contingent Liabilities**

At Balance date the Confederation has a contingent liability of \$ 250,000.00 (Last Year \$ 301,489.00) in respect of the infrastructure loans made to member countries. These loans are converted to grants and expensed in the Statement of Financial Performance when the member Country produces satisfactory evidence that the loan has been spent on an approved project.

**Note 8. Significant Events after Balance Date**

There has been no significant events after balance date.

