



OCEANIA FOOTBALL CONFEDERATION INCORPORATED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

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**OCEANIA FOOTBALL CONFEDERATION INCORPORATED
DIRECTORY
FOR THE YEAR ENDED 31 DECEMBER 2020**

Registration Number	883483
Registered Office	Mount Smart Stadium, 12 Maurice Road, Auckland 1061, New Zealand
Nature of Society	Oceania Football Confederation Incorporated (OFC) is charged with the task of servicing and administrating football in the Oceania region while also using the game as a tool for social development
Nature of business	OFC is the umbrella organisation of the national football associations within Oceania. OFC has eleven ordinary member associations and two associate members associations which it supports financially and logistically through various programs
Executive Committee	Lambert Maltock (Vanuatu) - President from 9.3.2019 John Kapi Natto (Papua New Guinea) - Vice President from 9.3.2019 Steeve Laigle (New Caledonia) - Vice President from 9.3.2019 to 31.10.2020 - Member to 31.10.2020 Gilles Tavergeux (New Caledonia) - Member from 26.11.2020 Thierry Ariotima (Tahiti) - Vice President from 9.3.2019 Alexander Godinet (American Samoa) Rajesh Patel (Fiji) Johanna Wood (New Zealand) Papalii Samuel Petaia (Samoa) Lord Ve'ehala (Tonga) - Vice President from 11.12.2020 William Lai (Solomon Islands)
General Secretary	Franck Castillo - General Secretary from 15.07.2018
Independent auditor	RSM Hayes Audit Level 1, 1 Broadway Newmarket, Auckland 1023
Bankers	ASB Bank Ltd

Independent Auditor's Report

To the members of Oceania Football Confederation Incorporated

Opinion

We have audited the financial statements of Oceania Football Confederation Incorporated (the society), which comprise:

- the statement of financial position as at 31 December 2020;
- the statement of comprehensive revenue and expense for the year then ended;
- the statement of changes in net assets/equity for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies.

In our opinion, the accompanying financial statements on pages 5 to 19 present fairly, in all material respects, the financial position of Oceania Football Confederation Incorporated as at 31 December 2020, and its financial performance and its 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 financial statements* section of our report.

We are independent of the society 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, Oceania Football Confederation Incorporated.

Other information

The executive committee is responsible for the other information. The other information comprises the directory on page 1 and the approval of the financial statements on page 4 (but does not include the financial statements and our auditor's report thereon), which we obtained prior to the date of this auditor's report. Our opinion on the 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 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 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 executive committee for the financial statements

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

In preparing the financial statements, the executive committee are responsible, on behalf of the society, for assessing the society's 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 society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the 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 these financial statements. A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at:

https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page8.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 the society, and the members as a body, for our work, for this report, or for the opinions we have formed.

A handwritten signature in blue ink that reads 'RSM'.

OCEANIA FOOTBALL CONFEDERATION INCORPORATED
APPROVAL OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Signed By:



Sign

Name

Lambert Maltock

Title

OFC President

Date

3 June 2021



Sign

Name

Franck Castillo

Title

OFC General Secretary

Date

03/06/2021

OCEANIA FOOTBALL CONFEDERATION INCORPORATED
STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 \$	2019 \$
Revenue from non-exchange transactions			
Grant Revenue	5	17,149,902	16,041,028
Others	6	200,870	93,645
		<u>17,350,772</u>	<u>16,134,672</u>
Revenue from exchange transactions			
Interest Revenue		22,212	154,786
Other Operating Revenue	7	90,503	449,037
		<u>112,715</u>	<u>603,822</u>
Total Revenue		<u>17,463,487</u>	<u>16,738,495</u>
Expenses			
Grants Expense	8	4,458,800	4,117,544
Employee Wages, Salaries and Benefits		4,067,038	3,565,124
Interest Expense		107,628	209,003
Depreciation and Amortisation	18, 19, 20	1,578,317	1,581,452
Other Operating Expenses	9	4,277,842	6,598,301
Loss on Impairment	10	-	546,555
Total expenses		<u>14,489,625</u>	<u>16,617,978</u>
Income Tax Provision		<u>-</u>	<u>-</u>
Total surplus/(deficit) for the period		<u>2,973,862</u>	<u>120,516</u>
Other comprehensive revenue and expense		-	-
Total comprehensive revenue and expense		<u>2,973,862</u>	<u>120,516</u>

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

OCEANIA FOOTBALL CONFEDERATION INCORPORATED
 STATEMENT OF CHANGES IN NET ASSETS/EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2020


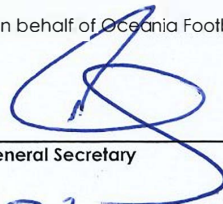
	Notes	2020 \$	2019 \$
Accumulated comprehensive revenue and expense at the start of the year		10,481,093	10,360,576
Surplus/(deficit) for the year		2,973,862	120,516
Other comprehensive revenue and expense		-	-
Total comprehensive profit / (loss)		<u>2,973,862</u>	<u>120,516</u>
Accumulated comprehensive revenue and expense at the end of the year		<u>13,454,955</u>	<u>10,481,093</u>

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

OCEANIA FOOTBALL CONFEDERATION INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Notes	2020 \$	2019 \$
Current assets			
Cash and Cash Equivalents	11	21,597,191	13,943,769
Receivables from Associated Entities	12	201,247	418,636
Receivables from Exchange Transactions	13	235,998	533,401
Receivables from Non-Exchange Transactions	14	477,065	149,013
Prepayments	15	150,574	49,165
Taxes Receivable	16	132,913	69,987
Inventories	17	38,634	329,649
Total current assets		22,833,622	15,493,620
Non-current assets			
Property, Plant and Equipment	18	8,715,730	8,211,128
Intangible Assets	19	-	496,267
Investment Property	20	1,681,022	1,796,960
Total non-current assets		10,396,752	10,504,355
Total assets		33,230,374	25,997,975
Current liabilities			
Trade and other payables	21	3,176,878	3,123,167
Deferred Income	22	16,229,318	9,492,901
Taxes Payable	23	104,722	84,963
Employee Entitlements	24	264,501	325,260
Term Loans	25	-	2,490,589
Total current liabilities		19,775,419	15,516,882
Total liabilities		19,775,419	15,516,882
Net assets		13,454,955	10,481,093
Net assets/equity			
Accumulated comprehensive revenue and expense		13,454,955	10,481,093
Total net assets/equity		13,454,955	10,481,093

The financial statements are authorised for issue on behalf of Oceania Football Confederation Executive Committee.

 _____ President	 _____ General Secretary
3 June 2021 _____ Date	31/06/2021 _____ Date

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

OCEANIA FOOTBALL CONFEDERATION INCORPORATED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 \$	2019 \$
Cash flows from operating activities			
<u>Receipts</u>			
Grant Revenue Received		23,558,267	20,866,686
Other Income		765,477	2,585,851
Net GST		(62,927)	(10,532)
		<u>24,260,817</u>	<u>23,442,005</u>
<u>Payments</u>			
Payments to suppliers		(8,432,879)	(11,371,512)
Payment to employees		(4,127,798)	(3,551,154)
		<u>(12,560,676)</u>	<u>(14,922,665)</u>
Net cash flows from operating activities		<u>11,700,141</u>	<u>8,519,340</u>
Cash flows from investing activities			
<u>Receipts</u>			
Interest received		22,212	154,786
		<u>22,212</u>	<u>154,786</u>
<u>Payments</u>			
Purchase of property, plant and equipment		(1,470,714)	(213,831)
Purchase of intangibles		-	(392,804)
Interest Paid		(107,628)	(209,003)
		<u>(1,578,342)</u>	<u>(815,638)</u>
Net cash flows from investing activities		<u>(1,556,130)</u>	<u>(660,853)</u>
Cash flows from financing activities			
Repayment of loan		(2,490,589)	-
		<u>(2,490,589)</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		7,653,422	7,858,487
Opening cash and cash equivalents at 01 January		13,943,769	6,085,282
Closing cash and cash equivalents at 31 December		<u>21,597,191</u>	<u>13,943,769</u>

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

1 Reporting entity

The reporting entity is Oceania Football Confederation Incorporated (OFC). OFC is domiciled in New Zealand and is a public benefit entity registered under the Incorporated Societies Act 1908.

The financial statements and the accompanying notes summarise the financial results of activities carried out by OFC for the year ended 31 December 2020. They were authorised for issue by the Executive Committee as noted on page 7.

2 Statement of compliance

The 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 and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for not for profit entities. For the purposes of complying with NZ GAAP, the reporting entity is a public benefit entity and is eligible to apply Tier 2 PBE standards on the basis that it does not have public accountability and it is not defined as large.

The Executive Committee has elected to report in accordance with Tier 2 PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime (RDR) disclosure concessions.

3 Changes in accounting policy

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

4 Summary of accounting policies

Significant accounting policies used in the preparation of these financial statements are set out below.

a Basis of measurement

The financial statements have been prepared on the basis of historical cost.

b Functional and presentation currency

The financial statements are presented in New Zealand Dollars (NZ\$), which is the reporting entity's functional currency. All financial information presented in NZ\$ has been rounded to the nearest dollar.

c Revenue

Revenue is recognised to the extent the economic benefit will probably flow to the reporting entity and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non-exchange transactions

▪ Grant revenue

Grant revenue includes grants received from national and international charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached have been complied with. Where there are unfulfilled conditions, the amount relating to the unfulfilled conditions is recognised as a liability and released to revenue as the conditions are fulfilled.

Sponsorship

Sponsorship Income is recognised when specific conditions attached have been met or when funds have been utilised for the purpose of the fund received.

▪ Rental Income on Investment Property

Rental income from investment property located 93-95 Ascot Avenue, Greenlane, Auckland is recognised in surplus or deficit on a straight-line basis over the term of the lease.

▪ Interest revenue

Interest revenue is recognised as it accrues, using the effective interest method.

d **Financial instruments**

Financial assets and financial liabilities are recognised when the reporting entity becomes a party to the contractual provisions of the financial instrument.

The reporting entity derecognises a financial asset or, where applicable, a part of a financial asset when the rights to receive cash flows from the asset have expired or are waived, or has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- The reporting entity has transferred substantially all the risks and rewards of the asset; or
- The reporting entity has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

▪ **Financial Assets**

Financial assets within the scope of recognition and measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The category determines subsequent measurement and whether any resulting income and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The reporting entity's financial assets are classified as financial assets at fair value through surplus or deficit, or loans and receivables. The reporting entity's financial assets include: cash and cash equivalents, receivables from non-exchange transactions, receivables from exchange transactions, investments and loans to Associated Entities.

All financial assets except for those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or the group of financial assets are impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

▪ **Financial assets at fair value through surplus or deficit**

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition. All derivative financial instruments fall into this category, except for those designated and effective as hedging instruments or a derivative that is a financial guarantee contract.

▪ **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The reporting entity's cash and cash equivalents, receivables from exchange transactions and receivables from non-exchange transactions fall into this category of financial instruments.

▪ **Impairment of financial assets**

The reporting entity assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets are impaired. A financial asset or a group of financial assets are impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there are any objective evidence of impairment, the reporting entity first assesses whether there are objective evidence of impairment for financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the reporting entity determines that there is no objective evidence of impairment for an individually assessed financial asset, it includes the asset in a the reporting entity of financial asset with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

▪ **Financial liabilities**

The reporting entity's financial liabilities include trade and other creditors, and employee entitlements.

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

e **Cash and cash equivalents**

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

f **Inventories**

- Inventories held for consumption in the provision of services that are sold on a commercial basis are measured at the lower of cost and net realisable value.
- Inventory held for distribution at no charge or for nominal charge or for consumption are measured at cost adjusted for any loss of service potential.

g **Investment properties**

Investment properties are properties held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, for supply of goods or services or for administrative purposes. Investment properties are measured initially at cost, including transaction costs. Investment properties acquired through non-exchange transactions are measured at fair value at the date of acquisition.

Subsequent to initial recognition, investment properties are measured using cost model where the investment property is carried at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is calculated on a straight line basis over a twenty five year period.

When an owner-occupied property changes its use to an investment property, the property is remeasured to fair value and any gains arising on remeasurement is recognised in surplus or deficit to the extent that it reverses a previous impairment loss on the specific property, with any remaining gain recognised in Other Comprehensive Revenue and Expense and presented in the asset revaluation reserve in equity.

The reporting entity has no restrictions on the realisability of its investment properties and no contractual obligations to either purchase, construct or develop investment properties or for repairs maintenance and enhancements.

h **Property, plant and equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

All 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 to 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.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

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

Home of Football Stage 2 is under development and is shown as Capital Work in Progress with nil depreciation.

Depreciation is charged using the straight-line method to allocate their depreciable amounts over the useful life of the asset:

▪ Buildings	20 - 30 Years
▪ Plant and equipment	5 years
▪ Motor vehicles	5 years
▪ Office equipment	5 years
▪ Leasehold Land Improvements	8 - 30 Years
▪ Furniture & Fittings	2 - 10 years

i Intangible assets

Software

Costs incurred in developing software systems and costs incurred in acquiring software and licenses that will contribute to future financial benefits through revenue generation or cost reduction are capitalised to software and systems. Costs capitalised include external direct costs services, direct payroll and payroll related costs of employees' time spent on the development. Amortisation is calculated on a straight line basis over a two and half year period.

Development costs include only those costs directly attributable to the development phase and are only recognised following completion of technical feasibility and where the company has an intention and ability to use the asset.

j Leases

Payments on operating lease agreements, where the lessor retains substantially the risk and rewards of ownership of an asset, are recognised as an expense on a straight-line basis over the lease term.

k Significant judgements and estimates

In preparing the financial statements, the reporting entity is required to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. The uncertainty from these assumptions and estimates could result in outcomes that may result in a material adjustment to the carrying amount of the asset or liability.

The reporting entity base their assumptions and estimates on parameters available when the financial statements are prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the reporting entity. Such changes are reflected in the assumptions when they occur.

l Income Tax

The reporting entity is exempt from Income Tax under section CW46 of the Income Tax 2007, as it is a promoter of amateur sport.

m Goods and Services Tax (GST)

All amounts in the statement of financial performance and statement of cash flows are stated exclusive of GST, only accounts receivable and accounts payable are stated inclusive of GST in the statement of financial position.

n Grants in Advance

Income with a condition of 'use or return' is recognised as 'deferred income' once received by the Society. Once income is used, the 'deferred income' liability is reduced and revenue for the same amount is recognised in the statement of comprehensive revenue and expense.

	2020	2019
	\$	\$
5 Grant Revenue - Non Exchange		
FIFA Grants	14,306,127	14,015,167
Just Play Grants	1,636,109	1,422,954
UEFA Assist Grants	1,207,666	602,907
	<u>17,149,902</u>	<u>16,041,028</u>
6 Other Operating Revenue (Revenue from Non Exchange transactions)		
Sponsorship Income	-	88,145
Members Subscription Fees	5,500	5,500
Others	195,370	-
	<u>200,870</u>	<u>93,645</u>
7 Other Operating Revenue (Revenue from Exchange transactions)		
Competitions income	2,500	41,092
Exchange Gain	15,404	342,282
Hireage and Rental Income	2,733	36,319
Others	69,867	29,343
	<u>90,503</u>	<u>449,037</u>
8 Grants Expense		
Member Associations		
American Samoa	269,847	200,000
Cook Islands	255,898	361,770
Fiji	567,521	438,596
Kiribati	48,836	-
New Zealand	518,794	470,703
New Caledonia	320,438	348,017
Papua New Guinea	302,850	215,354
Samoa	346,425	297,265
Solomon Islands	511,981	450,557
Tahiti	530,402	489,675
Tonga	530,031	427,486
Tuvalu	39,599	-
Vanuatu	617,310	404,904
	<u>4,859,933</u>	<u>4,104,327</u>
Others		
India (Western India FA)	36,579	13,217
OFC Champions League Clubs	200,000	-
	<u>236,579</u>	<u>13,217</u>
<i>Less:</i>		
Cancelled Grants		
American Samoa	(300,000)	-
Fiji	(201,658)	-
Papua New Guinea	(136,054)	-
	<u>(637,712)</u>	<u>-</u>
Based on the decision made in Executive Committee meeting held in September 2019, all grants that are not used by the agreed dates are cancelled.		
Total Grants Expense	<u>4,458,800</u>	<u>4,117,544</u>

	2020	2019
	\$	\$
9 Other Operating Expenses		
Accounting and Audit Fees	19,148	170,464
Apparel	18,291	32,139
Auditor of the financial statements	26,516	27,878
Bad debts	20,344	132,926
Bank Charges	11,268	10,740
Banner, Signage & Equipment	162,213	87,220
Broadcasting Fees	31,537	6,773
Brokerage and Commission	9,167	9,167
Cleaning	35,342	27,227
Computer Expenses	22,782	28,670
Contractor & Consultant Fees	778,047	543,331
Educational and Course Resources	621,659	173,134
Entertainment	18,089	14,214
Freight, Courier & Postage	91,435	177,897
General Expenditure	32,361	15,291
Gifts & Donations	6,055	7,598
Insurance	169,900	147,153
Lease	114,110	28,479
Legal	434,661	757,061
License	246,402	261,608
Marketing and Promotion	59,282	45,845
Medical	12,791	11,170
Membership & Subscription	60,275	26,432
Motor Vehicle Costs	14,739	85,540
Photography and Video	6,305	11,473
Power and Gas	29,651	48,186
Printing & Stationery	11,618	25,669
Rates, Body Corp, Rent & Water	82,564	91,015
Relocation Costs	5,018	9,920
Repairs and Maintenance	41,544	65,751
Security	17,138	12,147
Telecommunication	61,426	70,862
Training and Education	-	881
Translation	43,604	45,920
Travelling Expenses	940,684	3,267,478
Venue Hire and Associated Costs	3,424	81,643
Website Management and Maintenance	18,455	39,400
	<u>4,277,842</u>	<u>6,598,301</u>

10 Loss on Impairment

Write down - Property, Plant and Equipment

	2020	2019
	\$	\$
	-	546,555
	<u>-</u>	<u>546,555</u>

11 Cash and Cash Equivalents

Cash and Cash Equivalents

	2020	2019
	\$	\$
	<u>21,597,191</u>	<u>13,943,769</u>

	2020	2019
	\$	\$
12 Receivable/(Payable) from Members		
American Samoa	10,500	(21,340)
Cook Islands	38,521	40,706
Fiji	39,698	74,349
New Zealand	481	(3,595)
New Caledonia	83,245	19,437
Papua New Guinea	3,352	199,315
Samoa	(37,998)	(8,187)
Solomon Islands	65,905	23,651
Tahiti	27,834	40,838
Tonga	(84,287)	17,994
Vanuatu	48,233	28,684
Other - Western India	5,765	6,783
	<u>201,247</u>	<u>418,636</u>

The above amounts include Just Play prepaid grants of \$44,574 and Education Centre prepaid grants of \$172,555 (2019: \$114,102 and \$41,807 respectively)

	2020	2019
	\$	\$
13 Receivables from Exchange Transactions		
Accrued Revenue	201,564	345,113
Account Receivables	422,558	463,320
Other Receivables	51,948	169,317
Provision for Bad Debts	(440,072)	(444,349)
	<u>235,998</u>	<u>533,401</u>

	2020	2019
	\$	\$
14 Receivables from Non - Exchange Transactions		
Account Receivables	<u>477,065</u>	<u>149,013</u>

	2020	2019
	\$	\$
15 Prepayments		
Other	150,574	49,165
	<u>150,574</u>	<u>49,165</u>

	2020	2019
	\$	\$
16 Taxes Receivable		
GST Receivable	<u>132,913</u>	<u>69,987</u>

	2020	2019
	\$	\$
17 Inventory		
Just Play Kits	-	1,942
Football Equipments	38,634	327,707
	<u>38,634</u>	<u>329,649</u>

18 Property, Plant and Equipment

	Opening balance 2020	Additions / Revaluations	Other - Transfers	Depreciation	Disposals	Impairment losses	Closing balance 2020
Buildings	1,130,765	-	-	100,856	1,607	-	1,028,302
Plant and equipment	224,588	53,280	-	44,460	30,131	-	203,277
Motor vehicles	9,512	751	-	3,931	440	-	5,892
Office equipment	86,270	65,446	-	65,873	5,759	-	80,084
Furniture & Fittings	26,350	5,517	-	5,238	-	-	26,629
Leasehold Land Improvements	4,024,024	71,931	-	745,754	-	-	3,350,202
Capital Work in Progress	2,709,621	1,311,726	-	-	-	-	4,021,347
Total	8,211,128	1,508,651	-	966,112	37,937	-	8,715,730

	2020 \$			2019 \$		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Buildings (i)	2,546,008	1,517,707	1,028,301	2,550,061	1,419,298	1,130,765
Plant and equipment (i)	377,581	174,305	203,276	395,167	170,579	224,588
Motor vehicles	88,151	82,258	5,892	117,374	107,862	9,512
Office equipment	839,341	759,257	80,084	1,106,658	1,020,389	86,270
Furniture & Fittings	95,367	68,739	26,628	467,984	441,635	26,350
Leasehold Land Improvements (i)	6,328,625	2,978,423	3,350,202	6,256,694	2,232,669	4,024,024
Capital Work in Progress	4,021,347	-	4,021,347	2,709,621	-	2,709,621
Total	14,296,419	5,580,689	8,715,730	13,603,560	5,392,432	8,211,128

(i) The total value of the Home of Football Stage 1 development, included in these asset classes at fair value is \$6,853,860.

OFC has a License to Occupy a building it owns, on land at 12 Maurice Road, Mt. Smart Recreation Reserve leased from Auckland Council at \$2,377 per month pursuant to an agreement dated 28 October 1998. The initial term of the license expired on 28 February 2019 and has been renewed for a further term of 20 years and 364 days.

An Agreement to Lease was signed on 13 September 2013, varied by agreements dated 30 August 2016 and 16 May 2017, pursuant to which Auckland Council agrees to lease to OFC part of the land at the Ngahue Reserve situated at 62-80 College Road, St Johns Auckland for thirty years. As part of the lease OFC has the right to construct the OFC Home of Football.

19 Intangible assets

	Opening balance	Additions	Other - Transfers	Amortisation	Disposals	Impairment losses	Closing balance 2020
Total Intangible Assets	496,267	-	-	496,267	-	-	-

	2020 \$			2019 \$		
	Cost	Accumulated amortisation	Net book value	Cost	Accumulated amortisation	Net book value
Intangible Assets - software	1,677,971	1,677,971	-	1,677,971	1,181,704	496,267
Total	1,677,971	1,677,971	-	1,677,971	1,181,704	496,267

20 Investment Property

	2020 \$	2019 \$
Opening Balance (1 January)	1,796,960	1,912,898
Depreciation	115,938	115,938
	<u>1,681,022</u>	<u>1,796,960</u>

	2020	2019
	\$	\$
21 Trade and Other Payables		
Trade Creditors	431,137	755,095
Credit Card Payable	2,002	10,554
Accruals	2,713,288	2,316,756
Other Creditors	30,451	40,762
	<u>3,176,878</u>	<u>3,123,167</u>
22 Deferred Income / Grants Received in Advance		
FIFA	15,568,272	8,746,642
NZ Aid Programme	526,867	501,532
Australian Aid Programme	-	2,779
UEFA Foundation	134,179	(5,004)
UNICEF Pacific	-	246,951
	<u>16,229,318</u>	<u>9,492,901</u>
23 Tax Payable		
PAYE Payables	104,722	84,963
	<u>104,722</u>	<u>84,963</u>
24 Employee Entitlements		
Payroll Accrual	9,119	27,063
Holiday Pay Provision	255,382	298,197
	<u>264,501</u>	<u>325,260</u>

25 Term Loans

FIFA has part funded the Home of Football project, by way of an unsecured term loan of US\$10 Million carrying nil rate of interest. This loan was to be repaid in 4 annual instalments of US\$2.5 Million each, commencing from 2015. The repayment was to be deducted by FIFA from its annual grant. In 2016 FIFA has granted a loan repayment break to OFC and repayments resumed in 2018. Instead of repaying US\$2.5 Million in 2018, FIFA agreed that OFC repay US\$4.0 Million (NZ\$5,130,178) which was paid in 2018. US\$1.75 Million (NZ\$2,244,453) was paid in 2019 and the final balance of US\$1.75 Million (NZ\$2,596,440) was paid on 7 February 2020.

26 Related Party Transactions

Key Management Personnel

The key management personnel consist of members of the OFC Executive Committee and the OFC General Secretary who are paid fees and remuneration for services rendered to the Reporting entity.

Members are related parties of their individual members associations. Transactions with these associations have been disclosed throughout the financial statements.

The individual compensation of the OFC Executive Committee members, including the OFC President, consists of director fees of NZD\$60,000 per annum. On 4th September 2020, as per the decision of the OFC Congress, the directors fees increased to NZD\$80,000 per member per annum. It is noted that the OFC President waived his entitlements in 2020. Furthermore William Lai, Executive Committee Member of Solomon Islands, renounced \$5,000 of his fees (2019: nil).

The aggregate remuneration of the Executive Committee and fees are as follows:

	2020	2019
	\$	\$
Total fees of Executive Committee	685,167	551,366
Number of persons	12	13

The General Secretary's annual remuneration for the 2020 financial year is \$281,402 (2019: \$256,770).

It is noted that, in addition to remuneration paid, the General Secretary is entitled to the usage of a company car, life and health insurance which is estimated at \$12,655 (2019: \$14,571).

Remuneration, Compensation provided to close family members of key management personnel

During the reporting period, total remuneration and compensation of \$0 was provided by the reporting entity to employees who are close family members of key management personnel.

27 Operating leases

Operating leases relate to motor vehicles and leasehold land. OFC does not have an option to purchase the leased assets at the expiry of the lease period. Minimum lease payments below are based on the total of future committed lease payments.

	2020 \$	2019 \$
Not longer than 1 year	97,766	60,016
Longer than 1 year and not longer than 5 years	188,157	114,096
Longer than 5 years	404,090	432,614
	690,013	606,726

28 Categories of Financial Assets and Liabilities

The carrying amounts of financial instruments presented in the Statement of Financial Position relate to the following categories of assets and liabilities:

Financial assets

Loans and receivables

	2020 \$	2019 \$
Cash and Cash Equivalents	21,597,191	13,943,769
Receivable from Associated Entities	201,247	418,636
Receivables from Exchange Transactions	235,998	533,401
Receivables from Non-Exchange Transactions	477,065	149,013
Prepayments	150,574	205,074
Taxes Receivable	132,913	69,987
	22,794,989	15,319,879

Financial liabilities

At amortised cost

	2020 \$	2019 \$
Trade and Other Creditors	3,176,878	3,123,167
Grants Received in Advance	16,229,318	9,492,901
Taxes Payable	104,722	84,963
Term Loans	-	2,490,589
	19,510,919	15,191,621

29 Capital Commitments

At balance date capital commitments of \$4,813,177 (2019: \$508k) existed. All capital commitments below are related to Home of Football and E-Learning projects.

Project	Service	Consultant	Contracted Value	Payments made up to 31.12.2020	To be paid for 2020	Total at 31.12.2020	Committed at 31.12.2020
Home of Football	Architect	Respond	171,720	147,434	2,970	150,404	21,316
Home of Football	Construction	Southbase	5,084,100	277,765	366,455	644,220	4,439,880
Home of Football	Engineering	RCP	93,000	54,338	7,750	62,088	30,912
Home of Football	Quantity surveyor	Cuesko Ltd	113,000	60,000	5,000	65,000	48,000
Home of Football	Services engineer	22 Degrees	83,120	69,043	786	69,828	13,292
Home of Football	Land surveyor	Surveyworx	21,910	4,340	-	4,340	17,570
Home of Football	Legal	Meredith Connell	5,924	-	-	-	5,924
Home of Football	Environmental engineer	Soil and Rock Consultants	47,300	36,397	2,939	39,336	7,964
Home of Football	Acoustic engineer	Earcon	8,000	5,500	-	5,500	2,500
Home of Football	Traffic Engineer	Traffic Engineering Management	13,500	7,839	-	7,839	5,661
Home of Football	Structural engineering	Prendos	133,400	36,758	8,328	45,085	88,315
E-Learning Platform	E-learning platform development	Future Learning Studio	191,264	-	59,420	59,420	131,843
			5,966,238	699,413	453,647	1,153,061	4,813,177

30 Contingent Assets and Liabilities

There are no contingent assets or liabilities at the reporting date (2019: Nil).

OFC has filed a claim on 9 May 2019 in the High Court to recover money from eight individuals and companies previously involved with the Home of Football project and the claim is still progressing. An application has been made on 26 May 2020, in the New Zealand High Court by a third party, to enter an arbitration award to which OFC was a party, as a judgement under Arbitration Act 1996. The judgement is expected in April 2021.

31 Particular of entries of the Executive Committee Members

As per article 51.1.c of OFC statutes, particulars of entries of the Executive Committee and Standing committee members in the interest register made during the financial year are listed below:

Lord Ve'ehala	President of Tonga Football Association	Date
His Majesty's Armed Forces	Lieutenant Colonel Lord Ve'ehala	29.10.2020
Tonga Vaiola Hospital	Executive Board Member	29.10.2020
His Majesty's Noble of the Realm	Lord Ve'ehala	29.10.2020

32 Impact of Covid-19

OFC received confirmation from UEFA that the deadline for all of OFC's ongoing UEFA Assist projects have been extended until 30 June 2021. Furthermore, FIFA has confirmed that OFC is entitled to receive full amount of FIFA Forward grant in the year 2020 as well as in the year 2021 in accordance with the FIFA Forward development programme regulations.

OFC Executive Committee made the decisions on the following cancellations and postponements of OFC tournaments due to the Covid-19 Pandemic: The OFC U-19 Women's Championship 2021 and OFC U-16 Women's Championship 2021 are postponed.

The OFC Champions League 2021 is postponed with an update by 31 October 2021.

The OFC U-20 Championship 2021, OFC Youth Champions League 2021, and OFC U-17 Championship 2021 are cancelled.

The OFC Futsal Invitational 2021 and OFC Beach Soccer Nations Cup 2021 are postponed.

The FIFA World Cup Qatar 2022 Qualifiers originally scheduled during International Match Calendar dates in May/June, August/September, October and November, are to be re-scheduled.

Further decisions on OFC competitions for 2021 will be made by June 2021.

33 Events after balance date

OFC entered into a contractual agreement for the development of football software with Sportstec Pty Ltd (Hudl), commencing February 2021, to the value of NZ\$131,437 plus GST (2019: nil).