

**Canadian Soccer Association  
FIFA U20 World Cup Canada 2007**

Financial Statements  
December 31, 2007

March 28, 2008

**Auditors' Report**

**To the Stakeholders of  
Canadian Soccer Association**

We have audited the statement of financial position of the Canadian Soccer Association FIFA U20 World Cup Canada 2007 as at December 31, 2007 and the statements of operations, changes in net assets and cash flows for the period then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Canadian Soccer Association FIFA U20 World Cup Canada 2007 as at December 31, 2007 and the results of its operations and its cash flows for the period then ended in accordance with Canadian generally accepted accounting principles.

*PricewaterhouseCoopers LLP*

**Chartered Accountants, Licensed Public Accountants**

**Canadian Soccer Association  
FIFA U20 World Cup Canada 2007**

Statement of Financial Position  
As at December 31, 2007

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	2007 \$
<b>Assets</b>	
<b>Current assets</b>	
Cash	462,452
Accounts receivable	<u>1,379,897</u>
	<u>1,842,349</u>
<b>Liabilities and Net Assets</b>	
<b>Current liabilities</b>	
Accounts payable and accrued liabilities	1,231,376
Due to Canadian Soccer Association	<u>610,973</u>
	1,842,349
<b>Net assets</b>	<u>—</u>
	<u>1,842,349</u>

*The accompanying notes are an integral part of these financial statements.*

Approved by the Board of Directors

D. DiStasio Director

[Signature] Director

**Canadian Soccer Association**  
**FIFA U20 World Cup Canada 2007**

Statement of Operations

For the period from December 1, 2004 to December 31, 2007

	Budget (Unaudited) \$	For the period from December 1, 2004 to December 31, 2007 Actual \$
<b>Revenue</b>		
Gate receipts	10,801,439	13,352,856
Sport Canada contribution	4,200,000	4,200,000
Provincial / Municipal governments' hosting contributions	3,080,000	2,969,647
FIFA hosting grant	2,295,389	2,357,211
Sponsorship	400,000	428,406
Other income	—	380,267
Canadian Soccer Association contribution	—	227,973
	20,776,828	23,916,360
<b>Expense</b>		
Stadium rental and temporary facilities	7,116,064	9,982,909
Operations and administration	4,255,559	4,093,454
Marketing and promotions	2,290,437	2,418,138
Ground transportation	980,960	1,456,834
Airfare and site inspections	1,388,000	1,427,373
Security	569,724	1,047,316
Protocol and hospitality	852,613	995,229
Accommodations	282,371	766,224
Official draw	250,000	417,784
Volunteers	461,035	334,777
Ceremonies	125,000	246,556
Equipment	202,265	226,049
Media services	399,100	174,879
Training facilities	315,500	130,023
Meals	164,700	81,002
Medical services	183,000	78,240
Statistics and results	40,500	39,573
Contingency	900,000	—
	20,776,828	23,916,360
<b>Net revenue for the period/Net assets</b>	—	—

*The accompanying notes are an integral part of these financial statements.*

**Canadian Soccer Association**  
**FIFA U20 World Cup Canada 2007**  
Statement of Cash Flows  
For the period from December 1, 2004 to December 31, 2007

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	For the period from December 1, 2004 to December 31, 2007 \$
<b>Cash provided by (used in)</b>	
<b>Operating activities</b>	
Net revenue for the period	—
Net change in non-cash working capital items –	
Accounts receivable	(1,379,897)
Accounts payable and accrued liabilities	1,231,376
Due to Canadian Soccer Association	<u>610,973</u>
<b>Net increase in cash for the period</b>	462,452
<b>Cash – Beginning of period</b>	<u>—</u>
<b>Cash – End of period</b>	<u>462,452</u>

*The accompanying notes are an integral part of these financial statements.*

# **Canadian Soccer Association**

## **FIFA U20 World Cup Canada 2007**

Notes to Financial Statements

**December 31, 2007**

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### **1 Organization and basis of presentation**

The Association is incorporated under the Canada Corporations Act and is a registered Canadian amateur athletic association under the Income Tax Act. The Canadian Soccer Association organized and operated the FIFA U20 World Cup Canada 2007 pursuant to an agreement with FIFA. These financial statements include only the assets, liabilities and operations relating to the FIFA U20 World Cup Canada 2007 and do not include the other corporate assets and liabilities and revenue and expenses of the Canadian Soccer Association.

### **2 Accounting policies**

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies.

#### **Use of estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

#### **Revenue recognition**

Revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

### **3 Related party transactions**

These financial statements include an allocation of costs of \$332,963 from the Canadian Soccer Association. The amount due to the Canadian Soccer Association bears no interest and is payable on demand.

### **4 Budget**

The budgeted figures have not been audited and are presented for comparison purposes only.

**Canadian Soccer Association**  
**FIFA U20 World Cup Canada 2007**  
Notes to Financial Statements  
**December 31, 2007**

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**5 Financial instruments**

The carrying amounts of cash, accounts receivable, accounts payable, and due to the Canadian Soccer Association approximate their fair values due to their short-terms to maturity.

**Credit Risk**

The Association's financial instruments that are exposed to credit risk include accounts receivable. The Association's accounts receivable are not subject to a high concentration of credit risk.

**Currency risk**

The Association incurs expenses and receives contributions in foreign currencies, which gives rise to the risk that results of operations and cash flows may be adversely impacted by exchange rate fluctuations. The Association does not use derivative instruments to manage this risk. There are no cash balances denominated in foreign currencies at the period end.