

**Report on limited statutory examination of financial statements to the General Assembly of
World Association of Kickboxing Organizations (WAKO), CH-6300 Zug**

As statutory external independent auditor according to article 41 paragraph 7 of WAKO statutes, we have examined the financial statements (balance sheet and income statement) of World Association of Kickboxing Organizations (WAKO) for the year ended 31 December, 2014.

These financial statements are the responsibility of the board of administration. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the association's articles of incorporation.



AudEx Ltd.

André Bolla

Licensed audit expert,
FAOA 104128

Auditor in Charge

Bern, November 3, 2015

Enclosures: Balance sheet and Income statement

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BALANCE SHEET

ASSETS	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Current Assets	83'127	99'948	154'926	189'862
Cash with Banks	46'736	56'193	20'408	25'010
Accounts receivables	35'042	42'132	25'500	31'250
Other short-term receivables affiliated person	0	0	109'019	133'602
Accrued Income	1'350	1'623	0	0
Non Current Assets	4'300	5'170	2'050	2'512
Office Machines / Computers	4'300	5'170	2'050	2'512
TOTAL ASSETS	87'427	105'118	156'976	192'374

LIABILITIES AND ASSOCIATIONS CAPITAL	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Liabilities	73'815	88'752	45'484	55'740
Accounts payable	52'413	63'019	22'734	27'860
Accrued Expense	21'402	25'733	22'750	27'880
Associations capital	13'612	16'367	111'492	136'634
Profit carried forward	13'612	16'367	111'492	136'634
TOTAL LIABILITIES AND ASSOCIATIONS CAPITAL	87'427	105'118	156'976	192'374

INCOME STATEMENT

INCOME	2014	2014	2013	2013
	EUR	CHF	EUR	CHF
Income				
Income	421'375	506'640	513'527	629'327
TOTAL	421'375	506'640	513'527	629'327

EXPENSES	2014	2014	2013	2013
	EUR	CHF	EUR	CHF
Expenses				
Direct Costs	160'694	193'210	71'634	87'788
Personnel Expenses	36'000	43'285	47'876	58'672
Administrative Expenses	298'363	358'737	240'925	295'253
Advertisement and Travel Expenses	20'456	24'596	78'733	96'488
Financial Expenses	717	862	897	1'099
Financial Incomes	-34	-40	-1	-1
Solidarity Fund	0	0	1'142	1'399
Depreciation	2'889	3'474	1'250	1'532
Taxes	170	204	5'600	6'863
TOTAL	519'255	624'326	448'056	549'093
(-) Loss / Profit for the Year	-97'880	-117'686	65'471	80'234

PROPOSAL FOR THE APPROPRIATION OF RETAINED EARNINGS

	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Decree to the General Assembly:				
(-) Loss / Profit for the Year	-97'880	-117'686	65'471	80'234
Profit carried forward	111'492	134'053	46'022	56'400
Total	13'612	16'367	111'492	136'634
Proposal for appropriation of retained earnings:				
Profit carried forward	13'612	16'367	111'492	136'634
Total	13'612	16'367	111'492	136'634

DETAILS OF ASSETS

CURRENT ASSETS	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Cash with Banks	46'736	56'193	20'408	25'010
Cash	3'670	4'412	0	0
acrevis Bank, EUR	43'077	51'794	18'349	22'486
acrevis Bank, USD	-11	-13	2'059	2'524
Accounts receivables	35'042	42'132	25'500	31'250
Accounts receivables	38'842	46'701	77'050	94'425
Provisions for doubtful debts	-3'800	-4'569	-51'550	-63'175
Other short-term receivables affiliated person	0	0	109'019	133'602
Current Account Ennio Falsoni	0	0	109'019	133'602
Accrued Income	1'350	1'623	0	0
Accrued Income	1'350	1'623	0	0
NON CURRENT ASSETS	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Office Machines / Computers	4'300	5'170	2'050	2'512
Office Machines / Computers	4'300	5'170	2'050	2'512

DETAILS OF LIABILITIES AND ASSOCIATIONS CAPITAL

LIABILITIES	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Accounts payable	52'413	63'019	22'734	27'860
Accounts payable	52'413	63'019	22'734	27'860
Accrued Expense	21'402	25'733	22'750	27'880
Accrued Expense	18'400	22'123	20'750	25'429
Prepaid Fees	3'002	3'609	2'000	2'451

ASSOCIATIONS CAPITAL	31.12.2014	31.12.2014	31.12.2013	31.12.2013
	EUR	CHF	EUR	CHF
Profit carried forward	13'612	16'367	111'492	136'634
Profit carried forward	111'492	134'053	46'022	56'400
(-) Loss / Profit for the Year	-97'880	-117'686	65'471	80'234

DETAILS OF INCOME STATEMENT

Income	2014 EUR	2014 CHF	2013 EUR	2013 CHF
Income	421'375	506'640	513'527	629'327
Advertising	15'035	18'077	7'581	9'291
Entry Fees	149'540	179'799	155'319	190'343
Yearly Fees	120'600	145'003	135'722	166'327
World Championships	0	0	37'455	45'901
International Open Tournaments	104'500	125'646	113'000	138'482
Contracts / Sponsoring	55'000	66'129	140'000	171'570
Commission on Sponsorship Agreements	-22'500	-27'053	-25'500	-31'250
Penalties	3'000	3'607	1'500	1'838
Losses on receivables	-3'800	-4'569	-51'550	-63'175
Expenses	2014 EUR	2014 CHF	2013 EUR	2013 CHF
Direct Costs	160'694	193'210	71'634	87'788
Contribution Europe	81'196	97'626	0	0
Contribution Asia, Pan-America, Africa, Oceania	51'334	61'722	39'880	48'873
Project efforts	0	0	8'000	9'804
Anti-Doping Agency	22'252	26'755	14'204	17'407
Articles for Members	5'911	7'107	9'550	11'704
Personnel Expenses	36'000	43'285	47'876	58'672
Board of President	0	0	18'376	22'520
Board of Directors	36'000	43'285	29'500	36'152
Administrative Expenses	298'363	358'737	240'925	295'253
Rental, Domicile Fees	1'336	1'607	47'117	57'742
Administrative Expenses	105'675	127'058	27'368	33'539
Office Equipment	1'931	2'322	1'282	1'571
Consulting, Legal Consulting	50'623	60'866	19'518	23'920
Bookkeeping and Auditing	18'271	21'968	20'869	25'575
Board and Staff Expenses	86'841	104'413	90'351	110'725
Board Meeting Expenses	27'015	32'481	0	0
Operating Expenses	0	0	27'540	33'750
IT Support	6'671	8'021	6'880	8'431
Advertisement and Travel Expenses	20'456	24'596	78'733	96'488
Advertisement and Travel Expenses	20'456	24'596	78'733	96'488

DETAILS OF INCOME STATEMENT

Expenses	2014	2014	2013	2013
	EUR	CHF	EUR	CHF
Financial Expenses	717	862	897	1'099
Bank Charges	717	862	897	1'099
Financial Incomes	34	40	1	1
Interest Incomes	24	28	1	1
Exchange Differences	10	12	0	0
Solidarity Fund	0	0	1'142	1'399
Solidarity Fund	0	0	1'142	1'399
Depreciation	2'889	3'474	1'250	1'532
Depreciation on Office Machines and Computers	2'889	3'474	1'250	1'532
Taxes	170	204	5'600	6'863
Taxes	170	204	5'600	6'863