LEBANESE RUGBY LEAGUE FEDERATION
(LRLF)

Report and financial statements
for the year ended 31 December 2020

Lebanese Rugby League Federation (LRLF)

Report and financial statements
for the year ended 31 December 2020

Yazbeck Audit Firm
Audit , Accounting and Tax Consulting
Certified Public Accountant-Member of LACPA Lebanese Association of Certified Public Accountant . LACPA N:2513

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Independent Auditor's Report to the members of LEBANESE RUGBY LEAGUE FEDERATION (LRLF)

Opinion

We have audited the accompanying financial statements of the Lebanese Rugby League Federation (LRLF) ("the Federation") which comprise the balance sheet as at 31 December 2020, and the statement of profit or loss, the statement of changes in net assets, and the statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Federation as at 31 December 2020 and its financial performance and its cash flows for the year then ended in accordance with the modified accrual basis.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the Audit of Financial Statements section of our report. We are independent of the Federation in accordance with the International Ethics Standards Board for Accountants (Code of Ethics for Professional Accountants – IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Lebanon and we have fulfilled our other responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management and the Board of Lebanon Rugby League Federation

Management is responsible for the preparation of the financial statements in accordance with the modified accrual basis, and for such internal control as management determines 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, management is responsible for assessing the Federation's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Federation or to cease operations or has no realistic alternative but to do so.

The Lebanese Rugby League Federation is responsible for overseeing the Federation's financial reporting process.

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 misstatements, 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 will always detect 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 economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report
to the members of LEBANESE RUGBY LEAGUE FEDERATION (LRLF) (Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Federation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Federation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion . Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Federation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Beirut, Lebanon December 19 , 2022

Yazbek Audit Firm

ILONA BOU YAZBECK

LACPA (Member N° 2513)

ILona Emile Bou Yazbeck
Certified Public Accountant
CPA # 2513
70 - 48 48 62

Lebanese Rugby League Federation (LRLF)
Balance sheet
at 31 December 2020

	Notes	2020	2019
		USD	USD
Assets			
Non-current assets			
Equipment	4	**1,442**	2,213
Total non-current assets		**1,442**	2,213
Current assets			
Accounts and other receivables	5	**4,353**	4,406
Advanced on salaries	7	**10**	-
Cash and cash equivalents	6	**535**	-
Total current assets		**4,899**	4,406
Total assets		**6,340**	6,619
Liabilities			
Current liabilities			
Accounts and other payables	7	**96,400**	76,444
Accrued expenses		-	-
Due to the Australian Rugby League		-	-
Total current liabilities		**96,400**	76,444
Total liabilities		**96,400**	76,444
Changes in net assets			
Beginning balance		**(69,825)**	26,326
Fiscal deficit for the year		**(20,235)**	(96,151)
Ending balance		**(90,060)**	(69,825)
Total liabilities and charges in net assets		**6,340**	**6,619**

Lebanese Rugby League Federation (LRLF)

Statement of profit and loss
for the year ended 31 December 2020

	Notes	2020	2019
		USD	USD
Grant income	8	**8,199**	6,108
International match income		-	-
Domestic championship income		-	-
Sponsorship		-	-
Other revenues	9	-	1,025
Total revenues		**8,199**	7,133
General and administrative expenses	10	**(25,600)**	(46,627)
Purchases of goods		-	-
Domestic Championship	11	-	-
End of service compensation	10	-	(36,400)
Depreciation expense	4	**(771)**	(772)
Other income/(expenses)	12	**(2,063)**	(19,485)
Operating expenses		**(28,434)**	(103,284)
Total Fiscal deficit for the year		**(20,235)**	**(96,151)**

Lebanese Rugby League Federation (LRLF)

Statement of changes in net assets
for the year ended 31 December 2020

	2020	2019
Beginning balance	**(69.825)**	26,326
Fiscal deficit for the year	**(20,235)**	**(96,151)**
	------------	**-------------**
Ending balance	**(90,060)**	**(69,825)**

Lebanese Rugby League Federation

Statement of cash flows
for the year ended 31 December 2019

	Notes	2020	2019
		USD	USD
Cash flows from operating activities			
Loss for the year		**(20,235)**	(96,151)
Adjustment for:			
Depreciation expense	**4**	**771**	772
Changes in working capital:			
Decrease/(increase) in accounts and other receivables	**5**	**43**	27,799
Decrease in accounts and other payables	**7**	**19,956**	72,823
(Decrease) / increase in accrued expenses		**-**	**(6,039)**
Net cash used in operating activities		**535**	**(** 796)
Cash flows from investing activities			
Purchase of equipment	**4**	**-**	**-**
Net cash used in investing activities		**-**	-
Net decrease in cash and cash equivalents		**-**	**(796)**
Cash and cash equivalents at beginning of year		**535**	796
Cash and cash equivalents at end of year	**6**	**535**	0

Lebanese Rugby League Federation

Notes to the financial statements
for the year ended 31 December 2020

1 Establishment and operations

The Lebanese Rugby League Federation (LRLF) is the National Governing Body (NOB) for rugby league football in the country, recognized by the Lebanese Ministry of Youth and Sport.
On August 2011, they became full members of the Rugby League European Federation (RLEF) and in May 12 achieved the same status in the Rugby League International Federation (RLIF).

The Lebanese Rugby League Committee was formed in 27 September 2003 with elected 7-man board. The Lebanese Rugby League (LRL) headquarters in Safra, Lebanon, and has operations in Sydney, Australia.

The LRLF is the leading regional NOB, with the longest history and greatest sector experience. Lebanon is leading developments in Middle East Africa RL and has the most extensive staff and technical expertise.

The Lebanese Rugby League Federation is registered as an Australian Chapter and incorporated as an association in New South Wales (NSW) under the *Associations Incorporation Act 2009.*

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

The financial statements of the Federation have been prepared in accordance with the modified accrual basis. The financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with the modified accounting basis requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Federation's accounting policies.

2.2 Equipment

Equipment is shown at cost, less accumulated depreciation. Historical cost includes expenditures that are directly attributable to the acquisition of the items.

Subsequent costs are included in assets or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance expenses are charged to the statement of comprehensive income during the financial period in which they are incurred.

2 Summary of significant accounting policies (continued)

2.2 Equipment (continued)

Depreciation is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

	Rate
Computer equipment	20%
Furniture & fixtures	8%

The asset's useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized in the statement of comprehensive income.

2.3 Accounts and other receivables

Accounts receivable are amounts due from customers for goods sold in the ordinary course of business. If collection is expected in one year or less (or in normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets.

Accounts receivable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

2.4 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less. At the end of this year the balance of the fund is zero .

2.5 Accounts and other payables

Accounts and other payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts and other payable are classified as current liabilities if payment is due within one year or less (or in normal operating cycle of the business if longer). If not, they are presented as non - current liabilities.

Accounts and other payable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate method.

2 Summary of significant accounting policies (continued)

2.6 Revenue recognition

Sales of services are recognized in the accounting period in which the services are rendered, by reference to the completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

2.7 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of the Federation are measured using the currency of the primary economic environment in which the entity operates ("the functional currency").

The financial statements are presented in "US. Dollar", which is the Federation's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of comprehensive income.

4 Equipment

	Computer equipment	Furniture & fixtures	Total
	USD	USD	USD
Cost:			
Balance at 1 January 2020	3,582	711	4,293
Additions	-	-	-
Balance at 31 December 2020	**3,582**	**711**	**4,293**
Accumulated depreciation:			
Balance at 1 January 2020	(1,944)	(136)	(2,080)
Additions	(715)	(56)	(771)
Balance at 31 December 2020	**(2,659)**	**(192)**	**(2,851)**
Net book value:			
Balance at 31 December 2020	923	519	1,442
Balance at 31 December 2019	**1,638**	**575**	**2,213**

5 Accountsand other receivables

	2020	2019
	USD	USD
Receivables from Lebanese entities:		
Mr. Ghassan Dandach- Women's development Officer	**2,587**	2,587
AUB	**597**	-
Immortals RLFC	**119**	-
Jounieh RLFC	**120**	-
Other receivables	**930**	1,819
	4,353	4,406

6 Cash and cash equivalents

	2020	2019
	USD	USD
Cash in hand		-
Cash at banks	**535**	-
	535	-

7 Accounts and other payables

	2020	2019
	USD	USD
Mr. Gaby Haddad – Beirut Development Officer	**4,083**	3,383
Mr. Jad Eisseily-Match Official Director	**1,834**	1,834
Mr. Mohamad Mehsen – North development Office	-	-
Mrs. Simone Halal - Chef Accounting	**1,200**	3,000
Mr. Remond Safi – General Secretary	**41,439**	43,440
Mr. Adrew Nghaiwe – CRL Director	**1,100**	1,200
Mrs. Lara Saba	**(10)**	490
Mr. Nayef Abi Said –CEO	**44,530**	21,383
Mr. Hadi Rafaa	**90**	90
Mr. Ziad Agha	**265**	265
Mr. Yasser El Helo	**60**	60
Mrs. Ilona Bou Yazbeck – Audit Fees	**1,000**	500
Mr. Mikhael Shammas -Treasury	**799**	799
	96,390	76,444

8 Grant income

	2020	2019
	USD	USD
Contribution from Lebanese Government	8,199	-
Rugby League International Federation	-	(5,438)
Participation from World Cup	-	-
Shop sales	-	381
Dad Develpment @ Acredetation	-	2.070
Registration fees – CRL D1+D2	-	7,065
Registration fees – SRL+LRL	-	2,030
	8,199	6,108

9 Other income

	2020	2019
	USD	USD
Profit on exchange difference	-	1,025
Transfer from Australian Rugby League	-	-
Sales of jerseys	-	-
Sale of rugby league balls	-	-
	-	1,025

10 General and administrative expenses

	2020	2019
	USD	USD
CEO salary	**25,600**	46,627
Beirut Development officer	**-**	-
Match official's coordinator	**-**	-
Government liaison officer	**-**	-
North development officer	-	-
Staff	-	-
End of service compensation	**-**	36,400
	25,600	83,027

11 Domestic championship

	2020	2019
	USD	USD
Match officials	**-**	-
Professional and medical fees	**-**	-
Training instruments	**-**	-
	-	-

12 Other (income) / expenses

	2020	2019
	USD	USD
Sponsorships	-	-
Professional fees	-	730
Gifts	663	-
Field fees	-	2,458
Flights and accommodations	-	4,832
Consumables	-	-
Transportation fees	-	33
Office supplies	-	310
Office expenses	81	300
Shipping and customs fees	-	-
Bank charges	193	183
Postal and telecommunication fees	383	482
Per diem expenses	-	1,820
Marketing and branding	271	-
Taxes and other charges	-	-
Accounting fees	-	3,600
Audit fees	500	1,500
First Aid Services – Physio	-	466
Led screen – macbook	-	580
Dad courses	-	115
Business cards	-	39
It fees	-	350
gistics & misc.	-	98
Instructor fees	-	332
Protection supplies	-	180
Translation	-	27
Cup	-	30
Loss on exchange difference	2	1,020
	(2,093)	(19,485)

13 Decrease in due accounts payables –users

	2020	2019
	USD	USD
Mr. Gaby Haddad – Beirut Development Officer	**4,083**	3,383
Mr. Jad Eisseily-Match Official Director	**1,834**	1,834
Mr. Mohamad Mehsen – North development Office	-	-
Mrs. Simone Halal- Chef Accounting	**1,200**	3,000
Mr. Remond Safi – General Secretary	**41,439**	43,440
Mr. Adrew Nghaiwe – CRL Director	**1,100**	1,200
Mrs. Lara Saba	**(10)**	490
Mr. Nayef Abi Said –CEO	**44,530**	21,383
Hadi Rafaa	**90**	90
Mr. Ziad Agha	**265**	265
Mr. Yasser El Helo	**60**	60
Mr. Mikhael Shammas -Treasury	**799**	799
	95,390	75,944

14 Approval of financial statements

The financial statements for the year ended 31 December 2019 were approved for issuance by the President Assaad Feghali, on behalf of the Board of Lebanese Rugby League Federation (LRLF).