

Accountant's compilation report

To: Stichting EAU Foundation for Urological Research

The financial statements of Stichting EAU Foundation for Urological Research at Arnhem have been compiled by us using the information provided by you. The financial statements comprise the balance sheet as at 31 December 2023 and the profit and loss account for the year 2023 with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

This compilation engagement has been performed by us in accordance with Dutch law, including the Dutch Standard 4410, "Compilation engagements", which is applicable to accountants. The standard requires us to assist you in the preparation and presentation of the financial statements in accordance to the chosen and described accounting policies in the financial statements. To this end we have applied our professional expertise in accounting and financial reporting.

In a compilation engagement, you are responsible for ensuring that you provide us with all relevant information and that this information is correct. Therefore, we have conducted our work, in accordance with the applicable regulations, on the assumption that you have fulfilled your responsibility. To conclude our work, we have read the financial statements as a whole to consider whether the financial statements as presented correspond with our understanding of Stichting EAU Foundation for Urological Research. We have not performed any audit or review procedures which would enable us to express an opinion or a conclusion as to the fair presentation of the financial statements.

During this engagement we have complied with the relevant ethical requirements prescribed by the "Verordening Gedrags- en Beroepsregels Accountants" (VGBA). You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

Arnhem, 16 May 2025

EY Accounting, Compliance & Reporting B.V.

J. Dijkstra

Annual report 2023
of
Stichting EAU
Foundation for Urological Research
seated in Arnhem, the Netherlands

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1. General

The foundation was founded by deed on November 29th, 2006. It is an ANBI registered entity, located at Mr. E.N. van Kleffensstraat 5, 6842 CV Arnhem and registered at the Chamber of Commerce with number 09165573.

The Board members are Prof. Dr. A. Bjartell and Drs. M.G.B.T. Schlieff.

2. Previous year's statements

The financial report for the year 2022 has not yet been approved. This will be done during a Board meeting at the annual congress of the European Association of Urology.

3. Results

The financial result of 2023 is a profit of € 120.321. In 2022 a profit of € 165.533 was achieved. This means that the result of the foundation decreased by € 45.212.

This year's and last year's result can be summarized as follows:

	2023	2022
<i>(amounts in euro's)</i>		
Other income	176.200	500.000
Gross margin	231.243	(18.343)
Expenses	(284.017)	(305.084)
Operating result	123.426	176.573
Financial result	(3.105)	(11.040)
Result before taxation	120.321	165.533

4. BALANCE SHEET AS PER DECEMBER 31ST, 2023*(after appropriation of the result)*

Assets	31 december 2023		31 december 2022	
(amounts in euro's)				
Fixed assets				
Tangible fixed assets				
Office equipment	1.613		2.286	
		1.613		2.286
Current assets				
Debtors	206.765		120.725	
Taxation and social security	2.051		1.639	
Other receivables and prepayments	5.453		8.083	
Current assets		214.269		130.447
Liquidity		164.771		259.056
Total assets		380.653		391.789

Equity and liabilities	31 december 2023		31 december 2022	
(amounts in euro's)				
Funding				
Capital	1.000.000		1.000.000	
Retained earnings	<u>(1.657.136)</u>		<u>(1.777.457)</u>	
		(657.136)		(777.457)
Subordinated loan		-		-
Current liabilities				
Creditors	6.392		53.135	
Due to affiliated companies	75.856		224.433	
Taxation and social securities	29.421		12.756	
Work in progress	609.796		676.837	
Other liabilities and accrued expenses	<u>316.324</u>		<u>202.085</u>	
		1.037.789		1.169.246
Total equity and liabilities		<u>380.653</u>		<u>391.789</u>

5. PROFIT AND LOSS STATEMENT

	2023	2022
<i>(amounts in euro's)</i>		
Turnover	1.258.601	82.478
Change of position Work in Progress	(403.186)	302.700
Costs related to turnover trials	<u>(624.172)</u>	<u>(403.521)</u>
Gross margin	231.243	(18.343)
Other revenues	176.200	500.000
Wages and salaries	190.688	220.842
Social security charges	26.768	26.812
Pension costs	16.871	16.020
Other personnel expenses	9.394	3.031
Depreciation	673	673
Office expenses	6.751	7.093
Travel expenses	2.694	3.304
Housing	12.315	10.619
General and administrative expenses	<u>17.863</u>	<u>16.691</u>
Total expenses	<u>284.017</u>	<u>305.084</u>
Operating result	123.426	176.573
Interest expenses and related charges	<u>(3.105)</u>	<u>(11.040)</u>
Interest expenses and related charges	<u>(3.105)</u>	<u>(11.040)</u>
	<u>120.321</u>	<u>165.533</u>

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The financial statements have been prepared in accordance with the accounting policies selected and disclosed as set out below.

The objective of the foundation is to improve the science and research in the medical field of Urology and encourage all activities, directly and indirectly, that contribute to this objective. The Foundation is located at the Mr. E.N. van Kleffensstraat 5, 6842 CV Arnhem and registered at the Chamber of Commerce with number 09165573.

As Stichting EAU Foundation for Urological Research has a negative equity of € 657.136 (2022: € 777.457) and a negative working capital primary of € 658.749 (2022: € 779.743) there could be doubt about the going concern assumption in the financial statements. By loan agreement with European Association of Urology currently sufficient funding (maximum € 3.000.000) is available for going concern. Accordingly the financial statements have been prepared on the basis of continuity.

The financial statements are prepared on 16 May 2025.

Translation of foreign currencies

Transactions arising in foreign currencies are translated into the local currency at the approximate rate ruling at the date of the transaction. At the balance sheet date, assets and liabilities denominated in foreign currencies are translated into the year-end rates of exchange. The resulting net profits or losses are recognised in the profit and loss account.

Tangible fixed assets

Tangible fixed assets for own use are carried at the cost of acquisition (less any investment grants) net of accumulated depreciation and, if applicable, accumulated impairment losses. The tangible fixed assets consists of office equipment which is depreciated on a straight-line basis over five years. If the expected depreciation method, useful economic life and/or residual value are subject to changes over time, they are treated as a change in accounting estimate.

Work in Progress

Work in progress is carried at realized costs plus attributable profit - provided this can be reliably measured - and less a provision for expected losses and installments invoiced.

If the outcome of a contract can be reliably estimated, contract revenue and contract costs from the construction contract are taken to the profit and loss account pro rata to the extent of the work performed at the balance sheet date (percentage of completion method). The percentage of completion is determined on the basis of the contract costs incurred in proportion to the estimated total contract costs.

If the outcome of a construction contract cannot be estimated reliably, revenue is recognized only to the extent of contract costs incurred that are probable to be recoverable, and contract costs are recognized as an expense in the period in which they are incurred (percentage of completion with zero profit method).

If it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense immediately.

Expenses relating to contract costs resulting in work to be performed after the balance sheet date are recognized under Inventories (work in progress or prepayments on inventories) or Prepayments and accrued income, if it is probable that they will give rise to revenue in the subsequent period.

The net amount for work in progress is recognized as a current asset or a current liability where the balance is positive or negative.

Current assets

Current assets are initially recognized at fair value plus transaction costs and subsequently stated at amortized cost based on the effective interest method net of a provision for doubtful debts when necessary.

Liquidity

Liquid assets are stated at face value.

Long term liabilities

On initial recognition, long-term liabilities are carried at fair value less directly attributable transaction costs. After initial recognition, long-term liabilities are carried at amortized cost.

Current Liabilities

On initial recognition, current liabilities are carried at fair value less directly attributable transaction costs. After initial recognition, current liabilities are carried at amortized cost. This is usually the face value for current liabilities.

Income and expenses

Income, costs and expenses are allocated to the year to which they relate. Losses are taken into account in the year in which they are foreseeable.

Gifts

Gifts are recognized in the financial year in which the amount can be reliably estimated.

Personnel

Wages, salaries and social securities are recognized in the profit and loss statement according to the terms of employment to the extent they are due to either employees or the tax authorities.

Pension

The company's pension plan is a defined contribution based plan. All the costs arising from the pension plan are allocated to the year in which the costs are incurred.

Interest income and expenses

Income is recognized pro rata in the profit and loss account, taking into account the effective interest rate for the asset concerned.

Expenses are allocated to successive financial reporting periods in proportion to the outstanding principal. Premiums and discounts are treated as annual interest charges so that the effective interest rate, together with the interest payable on the loan, is recognized in the profit and loss account, with the amortized cost of the liabilities being recognized in the balance sheet. Period interest charges and similar charges are recognized in the year in which they fall due.

7. NOTES TO THE BALANCE SHEET

amounts in euro's

Tangible fixed assets

The movements during the year are as follows:

	Office Equipment	Total
Purchase value as at January 1, 2023	3.363	3.363
Accumulated depreciation as at January 1, 2023	(1.077)	(1.077)
Bookvalue as at January 1, 2023	2.286	2.286
Depreciation	(673)	(673)
Changes during the year	(673)	(673)
Purchase value as at December 31, 2023	3.363	3.363
Accumulated depreciation as at December 31, 2023	(1.750)	(1.750)
Bookvalue as at December 31, 2023	1.613	1.613

Current assets

	2023	2022
Debtors		
Debtors	206.765	120.725
	206.765	120.725

Taxation and social security

Pension plan	2.051	1.639
	2.051	1.639

Other receivables and prepayments

Other receivables and prepayments	5.453	8.083
	5.453	8.083

Total current assets

	214.269	130.447
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Liquidity

Bank	164.771	259.056
	164.771	259.056

Funding

Capital	1.000.000	1.000.000
	1.000.000	1.000.000

Retained earnings

Retained earnings as at January 1	(1.777.457)	(1.942.990)
Add/(deduct): result for the year	120.321	165.533
Retained earnings as at December 31	(1.657.136)	(1.777.457)

Current liabilities**Creditors**

	2023	2022
Creditors	6.392	53.135
	<u>6.392</u>	<u>53.135</u>

Due to affiliated companies

Current account European Association of Urology	73.025	220.952
Current account Trentt B.V.	2.831	-
Current account Curatrial SMO & Research B.V.	-	3.481
	<u>75.856</u>	<u>224.433</u>

0% interest is calculated on the current account with the European Association of Urology (2022: 3%). On the other current accounts no interest is calculated (2022: 0%).

Taxation and social securities

Payroll tax	4.841	5.243
V.A.T.	24.580	7.513
	<u>29.421</u>	<u>12.756</u>

Work in progress

	609.796	676.837
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Other liabilities and accrued expenses

Holiday allowance	17.908	15.964
Accounting fees	8.427	8.427
Invoices to be received	274.051	177.206
Other liabilities	15.938	489
	<u>316.324</u>	<u>202.085</u>

Total current liabilities

	<u>1.037.789</u>	<u>1.169.246</u>
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Commitments and contingencies**Security**

Several liability has been provided for the mortgages in Uro Stone B.V. amounting € 780.000 as per 31 December 2023.

Rental payments

Stichting EAU Foundation for Urological Research is renting a building with parking lots since 2017. The property is rented with a lease for a period of five years. The agreement since then has been extended by periods of five years. The current extension expires on December 31, 2026. The contract can be terminated by written assignment with a term of one year notice. The total amount of rental commitments in respect to the property (including service fees and parking facilities) amounts to € 31.368 as at year-end. An amount of € 10.456 expires within one year and an amount of € 20.912 expires between one and five years. In 2023 a total amount of € 11.751 has been recorded in the profit and loss statement regarding the rental of the property (including service fees and parking facilities).

Fiscal unity for VAT purposes

The group is part of the fiscal unity for VAT purposes with Stichting European Urological Foundation, Congress Consultants BV, Curatrial SMO & Research BV and Stichting EAU Foundation for Urological Research, which makes the group jointly and severally liable for tax liabilities concerned of the fiscal unity.

8. NOTES TO THE PROFIT AND LOSS STATEMENT

Tax on profit

The foundation is an ANBI registered organization and therefore exempted for Corporate Income Tax.

Interest expense and related charges

Of the amount of € 3.105 (2022: € 11.040) for interest expenses and related charges € 0 is charged by affiliated companies (2022: € 8.867).

Personnel

The Foundation employed 2,5 persons on an average (2022: 2,4).

9. Signatories of the (Supervisory) Board Members

Arnhem, 16 May 2025

Board Members

Prof. Dr. A. Bjartell

Drs. M.G.B.T. Schlieff

Supervisory Board Members

Prof. Dr. C.R. Chapple

Prof. Dr. J.O.R. Sønksen

Prof. Dr. J.M.O. N'Dow

Prof. Dr. A. Stenzl