

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF THE FOUNDATION LUNGS EUROPE

Financial statements ended March 31, 2023

OPINION

We have audited the accompanying balance sheet of the Foundation LUNGS EUROPE as at March 31, 2023. In our opinion, the accompanying financial statement presents fairly, in all material respects, the financial position of the foundation as at March 31, 2023 in accordance with those requirements of the Financial Reporting Framework in Belgium relevant to preparing such a financial statement.

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 the Financial Statement section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statement in Belgium, 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.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENT

Management is responsible for the preparation and fair presentation of this the financial statement in accordance with those requirements of the Financial Reporting Framework in Belgium relevant to preparing such a financial statement, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENT

Our responsibility is to express an opinion on this financial statement based on our audit. Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is 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 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 economic decisions of users taken on the basis of this financial statement.

As part of an audit in accordance with International Standards on Auditing ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

We also:

- Identify and assess the risks of material misstatement of the financial statement, 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, 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 Company'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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

Brussels, the 8 December 2023
CDP CB & C°, Chartered Auditor
Represented by Chantal BOLLEN
Partner

Balance sheet at 31 March 2023

ASSETS		
Fixed assets		
Lap top		3.319,00
 Long term receivables		
ERSA/11011	Other Debtors Long T	351.775,34
 Short term receivables		
ERSA/11000	Debtors Societies/	62.086,93
Other short term receivables		
ERSA/11010	Other Debtors	286.135,96
ERSA/21505	Interco ERS Lausanne	
 Bank accounts		
ERSA/10292	KBC LUNG Curr GBP Tr	108.420,19
 Accruals / deferrals		
ERSA/13000	Prepaid Expenses	653,71
ERSA/13010	Suspence	0,00
		812.391,13
EQUITY & LIABILITIES		
Cumulated result		
ERSA/29900	Reported Profit	27.749,63
	Result of the year	2.824,83
 Short term debts		
trade debts		
ERSA/20000	Collect. Commercial	1.319,60
ERSA/20004	Collect. Commercial	0,00
tax debts		
ERSA/22040	Tax at source payabl	1.942,81
social debts		
ERSA/22500	Salaries payable	7.034,09
ERSA/22710	National Insurance C	5.093,61
	leave provision	16.209,66
Other debts		
ERSA/21511	Interco ELF Sheffiel	86.250,70
ERSA/21515	Interco ERSJ UK Ltd	321,80
 Accruals / deferrals		
ERSA/23000	Accrued Expenses	3.321,91
ERSA/23500	Deferred Income	660.322,49
		812.391,13

Income statement

Revenues

ERSA/32500	Staff Service -	68.530,71
ERSA/33000	Grants & Donations	69.192,52

Other revenues

Intervention ONSS	17.772,66
	<u>155.495,89</u>

Miscellaneous goods and services

ERSA/43300	IT Software, Contrac	3.667,86
ERSA/44030	General Printing	297,66
ERSA/45600	Legal, Audit, Profes	13.779,96
ERSA/50300	Training_Exc_Program	1.505,30
ERSA/63000	Insurance	585,19
Legal Charges	0,00	
recruitment	0,00	
	<u>19.835,97</u>	

Staff costs

ERSA/50001	Wages/Salaries Sheff	90.110,57
ERSA/50002	Wages/Salaries - Ove	-
ERSA/50003	Wages/Salaries - Bon	2.186,00
ERSA/50006	Wages/Salaries - Chi	3.350,99
ERSA/50007	Wages/Salaries - Nat	22.426,32
ERSA/50010	Salary Contribution	-
ERSA/50011	Wages/Salaries - Reb	322,32
ERSA/41200	Staff Travel & Acco	2.172,46
allocation leave proviison 2023	16.209,66	
withdrawal leave provision 2022	- 3.832,33	
Wages/Salaries - Lunch Vouchers	-	
Wages/Salaries - Travel Rebate	-	
Employer NSSO	-	
	<u>132.945,99</u>	

Operational result

2.713,93

Financial result

ERSA/36101	Exchange Gain Revalu	134,28
ERSA/63300	Bank&CreditCard&Loss	-23,21
ERSA/63400	Exchange Loss/Roundi	-0,17
	<u>110,90</u>	

result of the year

2.824,83