



## EGEA AISBL

### Audit report on the financial statements as of 31 December 2016

VRC BEDRIJFSREVISOREN – VRC REVISEURS D'ENTREPRISES – VRC REGISTERED AUDITORS

Burgerlijke vennootschap onder de vorm van een cooperatieve vennootschap met beperkte aansprakelijkheid

Société Civile sous forme d'une société coopérative à responsabilité limitée

Maatschappelijke zetel | Siège social | Registered address: 8820 Torhout, Lichterveldestraat 39 A

BTW | TVA | VAT BE 0462 836 191 – RPR | RPM Ger. Arr. | Arr. Jud. 0462 836 191

Vennoten | Associés | Partners: Vander Donckt Hedwig – Roobrouck Bart – Christiaens Yves – Vander Donckt Frederik – Geeroms Andre – Motte Brigitte - Van Steenberge Bart - Idrissi Serghini Abdellah

**Mission:**

Upon the request of EGEA aisbl's board of directors, VRC Registered Auditors, represented by Brigitte Motte, has been asked to perform an audit of EGEA financial statements as at December 31, 2016.

## **1. Presentation of the entity**

EGEA: European Garage Equipment Association. The association is an international not-for-profit association incorporated under the Belgian Law under the number 883.057.910. EGEA is since 2014 VAT registered.

### **Activity**

The association, whose activities are completely non-profit, is vested with the mission of performing scientific, economic, technical and administrative studies of all problems relating to the manufacture and distribution of garage and test equipment and which concern international economic integration, in particular within the EU, together with research into and application of suitable solutions to such problems.

More particularly, the objectives for which the association is established are:

- To encourage and to promote a unity of purpose among European members of the garage equipment industry including manufacturers, distributors and dealers in the fields of interest of its members and specifically, but not exclusively, the pursuance of:
- The establishment in the interest of quality, safety, and efficiency, of common standards for the design, construction, installation and operation of garage and test equipment;
- The exchange of information on existing and proposed European and national regulations affecting the design, construction, installation, operation and servicing of garage and test equipment, and preparation of representations to the EU and national governments to seek alliances with other associations;
- The standardization of vehicle in-servicing testing procedures within Europe;
- The harmonization of dates of garage and test equipment tradeshows throughout Europe. Each member country retains the right to determine its own dates;
- The collection and exchange of market information in order to prepare and circulate general European market data.

2. **Presentation of the financial statements**

2.1 **Income statement (in euro cent)**

<b>INCOME STATEMENT</b>	<b>31/12/2016</b>	<b>31/12/2015</b>
Membership fees	181.816,00	179.816,00
Other income	26.168,13	24.369,26
<b>TOTAL SALES</b>	<b>207.984,13</b>	<b>204.185,26</b>
Services and other goods	137.709,86	145.941,12
Personnel costs	87.924,38	78.722,02
Depreciations	782,64	782,59
Other operating charges	712,62	489,23
<b>TOTAL OPERATING CHARGES</b>	<b>227.129,50</b>	<b>225.934,96</b>
<b>OPERATING RESULT</b>	<b>-19.145,37</b>	<b>-21.749,70</b>
Financial income	0,00	0,00
Financial Charges	936,27	392,60
<b>RESULT ON ACTIVITIES</b>	<b>-20.081,64</b>	<b>-22.142,30</b>
<b>RESULT BEFORE TAXES</b>	<b>-20.081,64</b>	<b>-22.142,30</b>
Tax of the year	51,59	78,81
<b>NET RESULT</b>	<b>-20.133,23</b>	<b>-22.221,11</b>

**2.2 Balance sheet (in euro cent)**

<b>STATUTORY ACCOUNTS</b>	<b>31/12/2016</b>	<b>31/12/2015</b>
Plant, machinery and equipment	696,26	1.392,74
Furniture	603,60	689,76
Trade debtors	4.250,00	1.086,45
VAT recoverable	0,00	14,37
Other amounts receivable	3.530,39	0,00
Cash at bank and in hand	176.341,63	202.256,18
Deferred charges	762,43	99,60
<b>TOTAL ASSETS</b>	<b>186.184,31</b>	<b>205.539,10</b>
Issued capital	0,00	0,00
Accumulated profits	182.016,49	204.237,60
Result of the year	-20.133,23	-22.221,11
<b>EQUITY</b>	<b>161.883,26</b>	<b>182.016,49</b>
Amounts payable after more than one year	0,00	0,00
Amounts payable within one year	23.966,44	18.534,61
Accrued charges and deferred income	334,61	4.988,00
<b>TOTAL AMOUNTS PAYABLE</b>	<b>24.301,05</b>	<b>23.522,61</b>
<b>TOTAL LIABILITIES</b>	<b>186.184,31</b>	<b>205.539,10</b>

**ASSETS** **€ 186.184,31**

**Fixed assets:** **€ 1.299,86**

- Plant, machinery and equipment € 696,26
- Furniture and vehicles € 603,60

Laptop acquired in 2015 is depreciated at linear rate over 3 years.  
Furniture is depreciated over 10 years.

**Current assets:** **€ 184.994,45**

**Trade debtors**

- Advance payments to suppliers € 4.250,00
- WolkLic € 2.400,00
- EUIPO € 1.850,00

**Other assets**

- Provision ONSS € 2.028,14
- Amounts receivable € 1.502,25

Amounts receivable relate to costs paid for the account of Figiefa and therefore recoverable.

**Cash at Bank**

- ING Current account € 176.894,76
- Payment in transit € - 553,13

The amount is in accordance with the bank statement at 31.12.2016

**Deferred charges**

- Prepaid expenses (2017 costs) € 762,43

<b>LIABILITIES</b>		<b>€ 186.184,31</b>
<b>Accumulated profit per 31.12.2016</b>		<b>€ 161.883,26</b>
<b>Accumulated profit per 31.12.2015</b>	<b>€ 182.016,49</b>	
<b>Result of the year 2016</b>	<b>€ -20.133,23</b>	
<b>Short term liabilities</b>		<b>€ 24.301,05</b>
<b>Trade debts</b>		<b>€ 6.918,61</b>
- <b>Suppliers</b>	<b>€ 732,52</b>	
The suppliers balance is detailed as follows:		
- Partena	€ 300,79	
- Xen Consultancy	€ 431,73	
The balances have been paid in 2017.		
- <b>Invoices to receive</b>	<b>€ 6.186,09</b>	
- Delca International SA	€ 243,31	
- WolkLic	€ 2.848,56	
- Whiteline Sprl	€ 771,48	
- Midiplaisir Sprl	€ 364,00	
- Taxis Vert	€ 76,72	
- EUIPO	€ 1.850,00	
- Allianz Benelux SA	€ 68,47	
- Partena SA	€-36,45	
<b>Taxes, remuneration and social security</b>		<b>€14.608,72</b>
- Association income tax	€ 78,81	
- c/c VAT (4 <sup>th</sup> quarter 2016)	€ 1.955,31	
- Prorata VAT 2016 to pay	€ 159,41	
- Withholding Tax	€ 1.441,51	
- Social Security	€ 754,36	
- Holiday pay	€ 10.225,32	
<b>Other amounts payable</b>		<b>€ 2.439,11</b>
Costs to be paid to Figiefa		
- Rent	€ 1.375,53	
- Office costs	€ 1.063,58	
<b>Accrued charges</b>		<b>€ 334,61</b>
- Bank costs	€ 254,61	
- GSM costs	€ 80,00	

**Comments**

During our audit, we noticed one point of attention we would like to share with you:

VAT status

In 2014 EGEA became a mixed VAT payer. During the year 2016 a percentage of 12% recoverable VAT and 88% non-recoverable VAT was applied. At year-end the exact percentage for the year was calculated as follows:

<b>Calculation pro rata VAT 2016</b>		
700000 Recovery of expenses	22.500,00	
730000 Membership fees	181.816,00	
	204.316,00	
Part with VAT	22.500,00	11,01%
Part without VAT	181.816,00	88,99%
Total VAT charged	16.140,50	
VAT recovered (12%) (case 59)	1.936,86 (B)	
Total VAT recoverable	1.777,45 (A)	
VAT adjustment	-159,41 (A)-(B)	



**3. Conclusions**

We proceeded with the audit of the financial statements as of December 31, 2016 of the association and concluded that the accounting records are maintained in accordance with the legal and regulatory requirements applicable in Belgium.

Brussels, April 26, 2017

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**VRC Registered Auditors**  
SC s.f.d. SCRL  
Represented by Brigitte Motte