



ALZHEIMER EUROPE
Association sans but lucratif

R.C.S. Luxembourg F 2773

14, rue Dicks
L-1417 LUXEMBOURG

Report of the Réviseur d'entreprises agréé
and
annual accounts as at December 31, 2020

To the Board of Directors of
ALZHEIMER EUROPE
14, rue Dicks
L-1417 LUXEMBOURG

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Opinion

We have audited the annual accounts of ALZHEIMER EUROPE (the « Association »), which comprise the balance sheet as at December 31, 2020, and profit and loss account for the year then ended, and notes to the annual accounts, including a summary of significant accounting policies.

In our opinion, the accompanying annual accounts give a true and fair view of the financial position of the Association as at December 31, 2020, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

Basis for opinion

We conducted our audit in accordance with the Law of the 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "réviseur d'entreprises agréé" for the Audit of the Annual Accounts» section of our report. We are also independent of the Association in accordance with the International Code Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the annual accounts, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board of Directors of Those Charged with Governance for the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts, and for such internal control as the Board of Directors determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the « Réviseur d'Entreprises Agréé » for the Audit of the annual accounts

Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of "*réviseur d'entreprises agréé*" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF 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 these annual accounts.

As part of an audit in accordance with the Law dated 23 July 2016, and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:


- Identify and assess the risks of material misstatement of the annual accounts 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of Board of Directors' 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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "*réviseur d'entreprises agréé*" to the related disclosures in the annual accounts 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 report of "*réviseur d'entreprises agréé*". However, future events or conditions may cause the Association to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent 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.

Luxembourg, February 22, 2021

For AUDITEURS ASSOCIES, Cabinet de révision agréé
30, boulevard Joseph II
L-1840 Luxembourg



Philippe SLENDZAK
Partner

Appendix:

- Annual accounts as at December 31st, 2020

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Balance sheet as of December 31, 2020

	Notes	2020 (Euro)	2019 (Euro)
ASSETS			
C. Fixed assets	3.1, 4	19,177.19	8,103.72
II. Tangible fixed assets		19,177.19	8,103.72
D. Current assets		1,260,108.71	1,232,205.16
II. Receivables	3.2, 5	228,540.75	339,146.13
a) becoming due and payable within one year		228,540.75	339,146.13
IV. Cash at bank and on deposit		1,031,567.96	893,059.03
E. Prepayments and accruals	3.3, 6	102,860.86	87,191.54
		1,382,146.76	1,327,500.42
LIABILITIES			
A. Capital and reserves		472,495.64	437,000.49
V. Results brought forward		437,000.49	407,017.92
VI. Results for the financial year		35,495.15	29,982.57
B. Provisions	3.4, 7	37,605.96	31,885.28
C. Debts	3.5, 8	716,414.48	686,443.43
a) becoming due and payable within one year		716,414.48	686,443.43
D. Deferred income	3.6, 9	155,630.68	172,171.22
		1,382,146.76	1,327,500.42

The accompanying notes are an integral part of these annual accounts.

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Profit and loss account Year ended December 31, 2020

	Notes	2020 (Euro)	2019 (Euro)
4. Other operating income	3.7, 10	1,322,672.02	1,889,999.43
5. Other external charges	11	-356,690.61	-961,071.54
6. Staff costs	12, 13	-792,893.77	-809,502.80
a) Wages and salaries		-697,381.03	-714,150.85
b) Social security costs			
i) relating to pensions		-57,280.05	-56,852.49
ii) other social security costs		-38,232.69	-38,499.46
7. Value adjustments		-7,287.34	-7,730.85
a) in respect of formation expenses and of tangible and intangible fixed assets		-7,287.34	-7,730.85
8. Other operating expenses	14	-130,305.15	-81,770.25
11. Other interest receivables and other financial income			
b) other interest and financial income		0.00	58.58
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		35,495.15	29,982.57

The accompanying notes are an integral part of these annual accounts.

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Notes to the annual accounts as at December 31, 2020

NOTE 1. GENERAL

Alzheimer Europe ("the association") was established on 2 March 1992 and is organised under the laws of Luxembourg as a non profit association subject to the law of 21 April 1928, amended by the law of 4 March 1994 for an unlimited period. It is registered with Trade and Company Register of Luxembourg with the number F2773.

The registered office is established in the municipality of Luxembourg, Luxembourg. The financial year runs from 1 January to 31 December of each year.

Alzheimer Europe is a voluntary organisation whose purpose is to enhance the dignity, respect and self-determination of the person with dementia and his/her family and other supporters throughout the course of the disease and to improve the quality of life, the care and treatment of people with dementia, their families and their carers through collaboration amongst its members.

The membership of Alzheimer Europe consists of national organisations of and for people with dementia, their families and their carers. The association shall be non-political and without religious or philosophical affiliation.

NOTE 2. BASIS OF PREPARATION

The annual accounts have been prepared in accordance with generally accepted accounting principles and with the laws and regulations in force in the Grand-Duchy of Luxembourg.

The association has voluntarily adopted the accounting policies of the amended law of 19 December 2002.

NOTE 3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Fixed assets

Fixed assets are valued at purchase price including the expenses incidental thereto. They are depreciated using the straight line method over their estimated useful lives:

Software:	3 years
Furniture:	5 years
Computer equipment:	3 years
Other fixtures:	5 years

3.2. Receivables

Receivables are recorded at nominal value. They will be subject to value adjustments when the estimated realisable value is lower than the nominal value. These value adjustments are reversed if the reasons for which the value adjustments were made have ceased to apply.

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Notes to the annual accounts as at December 31, 2020

3.3. Prepayments and accruals

Prepayments represent expenditure incurred during the financial year or earlier but relating to a subsequent financial year. Accruals will be made for income that has been earned, but not yet received or invoiced.

3.4. Provisions

Provisions will be set up if losses or debts are likely or certain to be occurred, but uncertain as to their amount or the date on which they will arise.

3.5. Debts

Creditors are recorded at their reimbursement value.

3.6. Deferred income

Deferred income represents amounts received or invoiced during the financial year or earlier, that will be booked to income in a subsequent financial year.

3.7. Co-financing in kind

Goods or services obtained at reduced rates or for free are recorded at the fair market value of the item received. Expertise from member organisations is valued at a standard daily rate. In-kind contributions are booked in a separate revenue account. The expense side of the transaction is recorded in its functional expense account.

3.8. Foreign currency translation

The association maintains its books, records and bank accounts in EUR. Transactions expressed in currencies other than EUR are translated at the exchange rate applied by the bank at the time of the payment. If this rate is not known at the time the accounts are established, the monetary assets and liabilities in foreign currency and the underlying revenues and expenses are valued at the exchange rate prevailing at the Balance Sheet date, and exchange gains or losses will be recorded in the Profit and Loss account at the moment of their realisation.

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Notes to the annual accounts as at December 31, 2020

NOTE 4. FIXED ASSETS

The movements for the year are as follows:

	Software (EUR)	Furniture (EUR)	Computer equipment (EUR)	Other fixtures (EUR)	Total (EUR)
Gross book value – opening balance	3,602.13	22,609.93	31,734.09	20,110.02	78,056.17
Additions for the year	-	-	18,360.81	-	18,360.81
Gross book value – closing balance	3,602.13	22,609.93	50,094.90	20,110.02	96,416.98
Accumulated value adjustments – opening balance	3,602.13	19,835.23	27,280.56	19,234.53	69,952.45
Allocations for the year	-	964.05	5,447.80	875.49	7,287.34
Accumulated value adjustments – closing balance	3,602.13	20,799.28	32,728.36	20,110.02	77,239.79
Net book value – closing balance	-	1,810.65	17,366.54	-	19,177.19
Net book value – opening balance	-	2,774.70	4,453.53	875.49	8,103.72

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Notes to the annual accounts as at December 31, 2020

NOTE 5. RECEIVABLES

Receivables consist of:

	2020 (Euro)	2019 (Euro)
Accruals for EU subsidies	127,462.48	193,763.20
Other receivables	<u>101,078.27</u>	<u>145,382.93</u>
	228,540.75	339,146.13

NOTE 6. PREPAYMENTS AND ACCRUALS

Prepayments and accruals can be broken down as follows:

	2020 (Euro)	2019 (Euro)
Prepayments	86,685.28	82,917.87
Other accruals	<u>16,175.58</u>	<u>4,273.67</u>
	102,860.86	87,191.54

NOTE 7. PROVISIONS

Provisions are composed of:

	2020 (Euro)	2019 (Euro)
Provision for untaken holidays	26,953.67	22,560.37
Audit provision	8,775.00	7,605.00
Other debts	<u>1,877.29</u>	<u>1,719.91</u>
	37,605.96	31,885.28

NOTE 8. DEBTS

The amounts due and payable for debts are as follows:

	2020 (Euro)	2019 (Euro)
EU subsidies received on account	542,297.20	530,585.64
Trade creditors	136,553.00	114,847.66
Social security debts	20,134.10	20,938.08
Tax debts	17,430.18	19,003.51
Other debts	-	<u>1,068.54</u>
	716,414.48	686,443.43

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Notes to the annual accounts as at December 31, 2020

NOTE 9. DEFERRED INCOME

Deferred income consists of:

	2020 (Euro)	2019 (Euro)
Sponsorship received on account	80,000.00	48,750.00
Project participation and other subsidies received on account	<u>75,630.68</u>	<u>123,421.22</u>
	155,630.68	172,171.22

NOTE 10. OTHER OPERATING INCOME

Other operating income is composed of:

	2020 (Euro)	2019 (Euro)
EU Subsidy	703,368.76	870,620.38
Corporate sponsorship (*)	243,446.94	251,338.52
Project participation and other subsidies	127,059.41	321,376.73
Co-financing in kind	79,980.76	133,683.07
Membership fees and contributions	57,639.97	57,530.71
Deferred income	56,180.55	70,000.00
AE Conference registration fees	44,650.00	264,050.00
Donations	9,997.43	2,597.86
Other operating income	311.80	6,854.98
Publication sales and royalties	36.40	408.40
Sponsorship received on account	<u>0.00</u>	<u>-88,461.22</u>
	1,322,672.02	1,889,999.43

(*) Corporate sponsorship is accepted by Alzheimer Europe in line with its internal rules and regulations to ensure the independence of the association. All funders and amounts are acknowledged in full transparency on the Alzheimer Europe website and in the annual reports.

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Notes to the annual accounts as at December 31, 2020

NOTE 11. OTHER EXTERNAL CHARGES

Other external charges are composed of:

	2020 (Euro)	2019 (Euro)
External experts	140,733.20	223,493.17
Accommodation expenses	58,875.09	376,350.04
Office rent and associated costs	46,491.35	45,913.46
Publication and Information material	37,731.69	88,245.20
Communication costs	28,991.66	48,404.75
Travel expenses	22,003.16	113,510.96
Equipment and Leasing	8,995.41	48,084.75
Office stationery and related costs	6,058.32	5,257.65
Membership fees	4,038.01	4,120.00
Bank charges	1,441.07	5,242.82
Recruitment costs	1,164.15	2,328.30
Other costs	<u>167.50</u>	<u>120.44</u>
	356,690.61	961,071.54

NOTE 12. STAFF

The association employed an average of 10 persons on a full time equivalent basis during the financial year (2019: 10), one Executive Director and 9 employees.

NOTE 13. REMUNERATION OF THE BOARD OF DIRECTORS

No compensation was paid to members of the Board of Directors in respect of their functions within the association in the period under review. Moreover, no advances or loans have been granted to the members of the Board.

NOTE 14. OTHER OPERATING EXPENSES

Other operating expenses can be broken down as follows:

	2020 (Euro)	2019 (Euro)
Software licenses	9,190.50	3,443.85
Grant to Alzheimer Europe Foundation	<u>121,114.65</u>	<u>78,326.40</u>
	130,305.15	81,770.25

NOTE 15. OFF-BALANCE SHEET COMMITMENTS

As at December 31, 2020, the association had a rental guarantee of EUR 16.200 granted to the owner of the offices used by the association.

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Notes to the annual accounts as at December 31, 2020

NOTE 16. AUDIT FEES

Audit fees for the year under review amounted to EUR 11,700 (2019: EUR 7,605).

NOTE 17. RELATED-PARTY TRANSACTIONS

The following significant transactions with related parties have been entered into during the year under review:

	2020 (Euro)	2019 (Euro)
Grant to Alzheimer Europe Foundation	121,114.65	78,326.40
Grant from Fondation Alzheimer	87,000.00	87,000.00