

**Stichting Circle Economy**

Amsterdam

Report on the annual accounts  
**2016**

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## **1. AUDITOR'S REPORT**

To the board of  
Stichting Circle Economy

Amsterdam 10 May 2017

Dear Madams/Sirs ,

### **1.1 SCOPE OF ENGAGEMENT**

In accordance with your instructions we have compiled the annual accounts 2016 of Stichting Circle Economy, including the balance sheet with counts of € 78,117 and the profit and loss account with a post-tax result of € 259,191 negative.

We hereby offer you the report concerning the annual report 2016 for Stichting Circle Economy, Amsterdam.

### **1.2 ACCOUNTANT'S COMPILATION REPORT**

The financial statements of Stichting Circle Economy, Amsterdam, have been compiled by us using the information provided by you . The financial statements comprise the balance sheet as at 31 December 2016 and the statement of activities 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. 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 Circle Economy.

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.

Amsterdam, 10 May 2017

Londen & Van Holland  
Registeraccountants & Belastingadviseurs



M. Ketelaars AA



		31-12-2016	31-12-2015
		€	€
<b>LIABILITIES</b>			
<b>Net assets</b>	3		
Appropriation reserves	4	-	230,000
Other reserve	5	(4,196)	24,995
		(4,196)	254,995
<b>Long-term liabilities</b>			
Other long-term liabilities	6	60,000	-
<b>Current liabilities, accruals and deferred income</b>			
Repayment obligations	7	20,800	-
Accounts payable	8	-	327
Other liabilities and accrued expenses	9	1,513	1,512
		22,313	1,839
		78,117	256,834

## 2.2 STATEMENT OF ACTIVITIES FOR THE YEAR 2016

		2016	2015
		€	€
<b>Gifts and donations</b>	<i>10</i>	262,700	125,820
Paid donations	<i>11</i>	(520,000)	(475,000)
		<hr/>	<hr/>
<b>Gross margin</b>		(257,300)	(349,180)
<b>Expenses</b>			
Other operating expenses	<i>12</i>	1,602	2,119
		<hr/>	<hr/>
<b>Operating result</b>		(258,902)	(351,299)
Financial income and expense	<i>13</i>	(289)	2,997
		<hr/>	<hr/>
<b>Net result</b>		(259,191)	(348,302)
		<hr/> <hr/>	<hr/> <hr/>

## **2.3 NOTES TO THE FINANCIAL STATEMENTS**

### **ENTITY INFORMATION**

#### **Registered address and registration number trade register**

The registered and actual address of Stichting Circle Economy is Keizersgracht 532, 1017 EK in Amsterdam NL. Stichting Circle Economy is registered at the trade register under number 56282826.

### **GENERAL NOTES**

#### **Description of the most important activities of the entity**

The activities of Stichting Circle Economy consist mainly of: The activities of Stichting Circle Economy, having its legal seat at Amsterdam, primarily consist of promoting and initiating of initiatives regarding the exchange of knowledge, expertise and financing of working according a circular economy. Stichting Circle Economy has an ANBI status.

### **GENERAL ACCOUNTING PRINCIPLES**

#### **ACCOUNTING POLICIES FOR THE BALANCE SHEET**

##### **Cash and cash equivalents**

Cash at banks and in hand represent cash in hand, bank balances and deposits with terms of less than twelve months. Overdrafts at banks are recognised as part of debts to lending institutions under current liabilities. Cash at banks and in hand is valued at nominal value.

##### **Non-current liabilities**

On initial recognition long-term debts are recognised at fair value. Transaction costs which can be directly attributed to the acquisition of the long-term debts are included in the initial recognition. After initial recognition long-term debts are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs.

The difference between stated book value and the mature redemption value is accounted for as interest cost in the statement of activities on the basis of the effective interest rate during the estimated term of the long-term debts.

#### **ACCOUNTING POLICIES FOR THE INCOME STATEMENT**

##### **Accounting principles for determining the result**

The result is the difference between the realisable value of the goods/services provided and the costs and other charges during the year. The results on transactions are recognised in the year in which they are realised.

##### **Other expenses**

Costs are taken into account under the historical cost convention and allocated to the period concerned.

##### **Revenue recognition**

Net turnover comprises the income from the supply of goods and services and realised income from construction contracts after deduction of discounts and such like and of taxes levied on the turnover.



## 2.4 NOTES TO THE BALANCE SHEET AS AT 31 DECEMBER 2016

### CURRENT ASSETS

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
<b>1 Other current accounts</b>		
Other current account	-	1,607

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
<b>2 Cash</b>		
ABN AMRO Bank N.V.	78,117	255,227

### LIABILITIES

#### 3 Net assets

Movements in equity were as follows:

	Appropriation reserves	Other reserve	Total
	€	€	€
Balance as at 1 January 2016	230,000	24,995	254,995
Appropriated of result	-	(259,191)	(259,191)
Release in favor of revaluation reserve	-	230,000	230,000
Transfer	(230,000)	-	(230,000)
Balance as at 31 December 2016	-	(4,196)	(4,196)

#### 4 Appropriation reserves

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
Appropriation reserve (public)	-	230,000

	<u>2016</u>	<u>2015</u>
	€	€

#### 5 Other reserve

Balance as at 1 January	24,995	23,297
Appropriated of result	(259,191)	(348,302)
Release of legal reserve	230,000	350,000
Balance as at 31 December	(4,196)	24,995

## 6 Other long-term liabilities

	<u>2016</u>	<u>2015</u>
	€	€
<b>Long term loan</b>		
Balance as at 1 January	-	-
Increase	100,000	-
Credit with interest	800	-
Repayment	(20,000)	-
Current portion	(20,800)	-
	<u>60,000</u>	<u>-</u>
Balance as at 31 December	<u>60,000</u>	<u>-</u>

The loan will be repaid in five equal annual installments of twenty thousand Euro on August 31st of every year. The interest rate is three percent per annum.  
The yearly installment and interest will be donated to the foundation.

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
<b>7 Repayment obligations</b>		
Current instalment on loan	20,800	-
	<u>20,800</u>	<u>-</u>

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
<b>8 Accounts payable</b>		
Accounts payable	-	327
	<u>-</u>	<u>327</u>

	<u>31-12-2016</u>	<u>31-12-2015</u>
	€	€
<b>9 Other liabilities and accrued expenses</b>		
Accruals and deferred income	1,513	1,512
	<u>1,513</u>	<u>1,512</u>

## Appropriation of result

The management of the entity proposes to appropriate the result as follows:

The loss for the year 2016 in the amount of €259,191 will be deducted from the other reserves.

## 2.5 NOTES TO THE STATEMENT OF ACTIVITIES FOR THE YEAR 2016

	2016	2015
	€	€

### 10 GIFTS AND DONATIONS

Donations	255,000	125,000
Gifts	7,700	820
	<u>262,700</u>	<u>125,820</u>
	<u>2016</u>	<u>2015</u>
	€	€

### 11 PAID DONATIONS

Gifts and donations	<u>520,000</u>	<u>475,000</u>
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### 12 OTHER OPERATING EXPENSES

	2016	2015
	€	€

#### General expenses

Audit costs	<u>1,602</u>	<u>2,119</u>
	<u>2016</u>	<u>2015</u>
	€	€

### 13 FINANCIAL INCOME AND EXPENSE

Other interest and similar income	794	3,259
Interest and similar expenses	(1,083)	(262)
	<u>(289)</u>	<u>2,997</u>
	<u>2016</u>	<u>2015</u>
	€	€

#### Other interest and similar income

Received bank interest	<u>794</u>	<u>3,259</u>
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	<u>2016</u>	<u>2015</u>
	€	€
<b>Interest and similar expenses</b>		
Interest loans contracted	800	-
Paid bank interest	283	262
	<u>1.083</u>	<u>262</u>
	<u><u>1.083</u></u>	<u><u>262</u></u>

Amsterdam, 10 May 2017

R.J.A.M van Ogtrop  
Boardmember

S. Hepkema  
Chairman

K.B. Jironet  
Secretary