

EUROPEAN BRAIN COUNCIL

ANNUAL ACCOUNTS

YEAR 2008

EUROPEAN BRAIN COUNCIL

DECEMBER 31ST 2008

Background

The European Brain Council (EBC) is registered in Belgium as an International non-profit organisation and is a collaboration of pan-European Organisations, interested in brain research.

Objective, scope, and methodology

Mr. Alistair Newton, Treasurer of the Managing Board, requested me to evaluate the results and the financial position.

To achieve the audit objective, I have

- Reviewed the bookkeeping and internal imputation figures
- Examined all income, expense and financial figures

The audit was conducted in accordance with Belgian Auditing standards.

The present report does not give an opinion regarding:

- The administrative organization of the association and its permanent internal control system, which were organised by the Managing Board.
- The nature of expenses.

Attached are the financial statements of the financial year 2008 as at December 31st 2008 :

- balance sheet
- explanatory notes to the balance sheet
- profit & loss account
- explanatory notes to the profit & loss account
- audit result

BALANCE SHEET

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Notes to the balance sheet

Tangible Assets

This concerns expenditures on items which can be used for more than one year. Consequently, the expenditure is not taken in one year, but spread over different years, e.g. 3 years. Every year 1/3 is taken into the profit & loss account.

Below is an overview of the investments as at December 31st 2008, with indication of the actual book value.

| EUROPEAN BRAIN COUNCIL Depreciation | | Year : | 2008 | | | | | | | | | | |
|--|------------------|----------|------|-----------|----------|---------|------------|--------------------|--------------------------|--------|--------------------|-----------------------|--|
| | | Months : | 12 | | | | | | | | | | |
| Office equipment | Date Purchase | LD | Year | BS | Purchase | Verkoop | ES | BS Depreciation | Depreciation 2 008,00 | Afname | ES Depreciation | 2008 Book value | |
| Start balance | | L | 3 | 8.962,31 | | | 8.962,31 | 8.962,31 | | | 8.962,31 | 0,00 | |
| HP Photosmart C6160 AIO | 25/10/2006 | L | 3 | 603,06 | | | 603,06 | 402,05 | 201,03 | | 603,06 | 0,00 | |
| External network disk for back up | 24/11/2006 | L | 3 | 399,70 | | | 399,70 | 266,47 | 133,23 | | 399,70 | 0,00 | |
| HP 3390 Printer | 23/10/2007 | L | 3 | 732,05 | | | 732,05 | 244,02 | 244,02 | | 488,03 | 244,02 | |
| Office furniture | 15/02/2008 | L | 3 | | 6.846,18 | | 6.846,18 | | 2.282,06 | | 2.282,06 | 4.564,12 | |
| | | | | | | | 0,00 | | | | 0,00 | 0,00 | |
| | | | | 10.697,14 | 6.846,18 | 0,00 | 17.543,32 | 9.874,85 | 2.860,34 | 0,00 | 12.735,19 | 4.808,13 | |
| | | | | 10.697,14 | | | | 9.874,85 | 2.860,34 | | 12.735,19 | 4.808,13 | |
| | | | | 0,00 | | | | 0,00 | | | | | |
| | | | | | | | Balans : | 17.543,32 | | | Balans : | 12.735,19 | |
| | | | | | | | Verschil : | 0,00 | | | Verschil : | 0,00 | |

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PROFIT & LOSS ACCOUNT

| December 31st, 2008 | | PROFIT & LOSS ACCOUNT | | EUROPEAN BRAIN COUNCIL | |
|--|-------------|-----------------------|------------|------------------------|------------|
| Debit | | | | Credit | |
| EXPENSES | | INCOME | | | |
| Depreciation | 2.860,34 | Total incomings | 376.295,52 | | |
| Phone costs | 1.178,81 | Bank interest | 15.725,98 | | |
| Office costs | 23.496,99 | | | | 392.021,50 |
| Travel costs | 41.181,16 | | | | |
| Restaurants | 4.851,62 | | | | |
| Hotel | 12.471,17 | | | | |
| Conference | 45.712,66 | | | | |
| Bankcharges | 1.653,99 | | | | |
| Cappermini Fees - Accelerated acces to treatment project | 338.000,00 | | | | |
| Staff/Consultancy Fees | 178.215,00 | | | | |
| PR Company - 2008 European Brain Policy Forum | 23.056,00 | | | | |
| Kenes - Conference managers 2008 European Brain Policy Forum | 13.712,00 | | | | |
| Accountancy | 10.998,00 | | | | |
| Science writer - 2008 European Brain Policy Forum | 5.693,00 | | | | |
| Rebranding costs | 4.606,00 | | | | |
| Computer equipment supply and maintenance | 2.898,00 | | | | |
| Legal fees | 2.600,00 | | | | |
| Translation costs | 2.504,00 | | | | |
| Website management and update | 1.359,00 | | | | |
| EACIC - Accreditation of 2009 European Brain Policy Forum | 605,00 | | | | |
| Withholding tax | 2.339,61 | | | | |
| | | 719.992,15 | | | |
| | | | | | |
| | | 719.992,15 | | | 392.021,50 |
| Total expenditure : | 719.992,15 | | | | |
| Total income : | 392.021,50 | | | | |
| Total surplus : | -327.970,65 | | | | |

EUROPEAN BRAIN COUNCIL

DECEMBER 31ST 2008

Audit Result

In my opinion, the result of the financial year of -327.970,65 EUR and the balance sheet with a total of 507.434,82 EUR, listed in the accompanying annex, represent in all material respect the financial position of the European Brain Council at December 31st, 2008.

The result of the audit conforms with the bookkeeping, within generally accepted accounting principles.

I conducted my audit in accordance with generally accepted auditing standards, which require that I plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. I believe that the audit provides a correct basis for the opinion expressed above.

Schoten, May 28th 2010,

Burgerlijke Vennootschap o.v.v. een BVBA PARMENTIER GUY
Represented by Mr. Guy Parmentier
Auditor.