

**PRIVIUM FUND MANAGEMENT B.V.  
AMSTERDAM**

Annual Report 2019  
June 29, 2020

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## FINANCIAL REPORT

To the shareholders and management of  
Privium Fund Management B.V.  
Gustav Mahlerplein 3 26 floor  
1082MS Amsterdam

<i>Reference</i>	<i>Processed by</i>	<i>Date</i>
10000665	RB	June 29, 2020

*Subject*

Annual report of 2019

For the attention of the Board of Directors,

We hereby send you the report regarding the financial statements for the year 2019 of Privium Fund Management B.V.

## **1 AUDIT**

In accordance with your instructions we have compiled the annual account 2019 of your company, including the balance sheet with counts of € 4,597,660 and the profit and loss account with a result after taxes of € 22,955.

For the audit opinion we refer to the chapter “Other information” on page 27 of this report.

### **1.1 Appropriation of the net result 2019**

The profit for the year 2019 amounts to € 22,955 compared with a profit for the year 2018 of € 47,122.

The board of directors proposes that the profit for the period 2019 of € 22,955 be added to the other reserves. This proposal has been processed in the annual account in advance of the adoption by the General Meeting.

The analysis of the result is disclosed on page 3.

## 2 RESULTS

### 2.1 Development of income and expenses

The result after taxation for 2019 amounts to € 22,955 compared to € 47,122 for 2018. The results for both years can be summarized as follows:

	2019		2018	
	€	%	€	%
<b>Net turnover</b>	14,311,941	100.0	5,986,674	100.0
Cost price	62,753	0.4	42,618	0.7
<b>Gross turnover result</b>	14,249,188	99.6	5,944,056	99.3
<b>Expenses</b>				
Cost of subcontracted work and other external charges	12,982,135	90.7	4,938,067	82.5
Employee expenses	535,260	3.7	431,647	7.2
Amortisation and depreciation	-345	-	12,772	0.2
Other operating expenses	702,917	5.0	559,559	9.3
	14,219,967	99.4	5,942,045	99.2
<b>Operating result</b>	29,221	0.2	2,011	0.1
Financial income and expenses	-204	-	11,464	0.2
<b>Result before tax</b>	29,017	0.2	13,475	0.3
Taxes	-6,062	-	-3,103	-0.1
Share in result of participating interests	-	-	36,750	0.6
<b>Result after tax</b>	22,955	0.2	47,122	0.8

### 3 FINANCIAL POSITION

The balance sheet can be summarized as follows:

	12/31/2019	12/31/2018
	€	€
<b>Long term funds:</b>		
Equity	491,499	483,544
Subordinated loans	-	50,000
	<u>491,499</u>	<u>533,544</u>
<b>Long term investments:</b>		
Tangible fixed assets	6,491	17,643
Financial fixed assets	80	80
	<u>6,571</u>	<u>17,723</u>
Working capital	<u>484,928</u>	<u>515,821</u>

This amount is applied as follows:

Receivables, prepayments and accrued income	3,952,496	1,398,641
Cash and cash equivalents	638,593	537,112
	<u>4,591,089</u>	<u>1,935,753</u>
Debit: Short-term debt	4,106,161	1,419,932
Working capital	<u>484,928</u>	<u>515,821</u>

## 4 FISCAL POSITION

### 4.1 Fiscal unity

For purposes of corporate income tax, Cleardown B.V. forms a fiscal unity with its subsidiary:

- Privium Fund Management B.V.

The company is part of the fiscal unity with Cleardown B.V. for corporate income tax and therefore is not separately liable for tax. The corporate income tax is calculated as if the company was separately liable for tax and is offset against the current account of Cleardown B.V. For the calculation of the tax liability of the fiscal unity is referred to the financial statements of Cleardown B.V.

### 4.2 Taxable amount 2019

The taxable amount for 2019 has been calculated as follows:

	2019
	€
Result before taxes	29,017
<i>Tax differences:</i>	
Non-deductible expenses	7,389
Tax-deductible donations	-4,500
	<u>2,889</u>
<b>Taxable amount 2019</b>	<b><u><u>31,906</u></u></b>

### Corporate income tax calculation

The corporate income tax due amounts to:

	2019
	€
19.0% of € 31,905	<u><u>6,062</u></u>

We will gladly provide further explanations upon request.

Sincerely yours,  
Bacom administratie en advies

R. Beers  
Consultant

# Report board of directors - Privium Fund Management BV

## Results

Privium Fund Management BV (Privium) has shown strong growth again in 2019. The firm received another FD Gazelle Award, the fourth in a row, as Privium again was one of the fastest growing companies in The Netherlands.

The 2019 post-tax result was a profit of Euro 22.955 despite investments in growing the firms activities. An increasing amount of our Assets Under Management (AUM) is allocated to ESG/Sustainability/Impact related investments. Currently, the majority of AUM has such a specific focus.

We would describe the financial position of Privium as 'solid' and the risk appetite of the company as 'modest'. The liquidity position of the company was more than adequate, as the balance sheet shows. Given the fact that the receivables are management and performance fees, to be paid by the investment funds Privium manages, the risk on these receivables is minimal.

## Funds

The fund range has increased, which further improves the diversification and mitigates the market specific related risks both our investors and for Privium Fund Management as a company. At the start of 2019, the very successful long only biotech equity fund Aescap 2.0 was taken over by Privium. Legal firm Finnius Advocaten advised us during this process. Aescap 2.0 invests in and thereby supports companies that are developing new medicines. For diseases such as rheumatism, cancer, diabetes and haemophilia.

The management of the Amsterdams Klimaat & Energiefonds was taken over from Privium by E3, after constructive consultation with both E3 and the investors of the fund.

Two new funds were launched to give the possibility to inhabitants of the area close to the Westerveerwind (WMW) wind park to participate in the wind park's financial return. Mark Baak has taken on the role of member of the Supervisory Board to oversee the activities of the wind park, on behalf of the investors in the WMW funds.

Supported by the good market environment, all Privium funds realised a positive performance for its investors. The Aescap 2.0 fund was the best performer with a gain of +30%. The Principia Fund NV was the second-best performer, with a return of +24%.

## Team

The team has grown during the year and further growth is to be expected. The team remains active as speakers and moderators at various industry conferences and educational events. The aim of those activities was both brand awareness and to educate investors and students about (sustainable) alternative investments. Being a proud sponsor of Alternatives 4 Children (A4C), Legens4Legends and Human+, the team also spend time on supporting these charities and activities.

## Regulation

Both the fund management industry and the regulators have to keep spending a lot of effort on (improving) the implementation of legislation that was implemented in recent years and that will be implemented in the next few years. While we are conscious of the time spend and the costs involved for both fund managers and investors, we expect that the increase in regulation will further improve the image of the asset management industry. Increased regulation will have played a role in the increased allocations to (sustainable) alternative investments as well.



In 2019, Privium Fund Management was supported both by a range of law firms when it comes to compliance and Compliance Advies (Arjan van der Heiden) when it comes to the internal audit. Privium continues to be an active member of industry body AIMA.

## Remuneration

Privium Fund Management B.V. has a careful, controlled and sustainable remuneration policy which meets all the requirements included in the Alternative Investment Fund Managers Directive (AIFMD) and the guidelines on sound remuneration policies under the AIFMD (ESMA Guidelines). The remuneration policy is consistent with and contributes to a sound and effective risk management framework and does not encourage risk taking beyond what is acceptable for Privium Fund Management B.V.

The Board of Privium Fund Management B.V. is responsible for establishing the Remuneration policy. The Board of Privium Fund Management B.V. reviews the Remuneration policy at least once a year and the policy may be amended if circumstances warrant that. Remunerations at Privium Fund Management B.V. may consist out of a fixed salary (this may include a payment to cover certain expenses of staff members) and a variable remuneration.

Privium Fund Management B.V. may reclaim all or part of the variable remuneration paid if (i) this payment was made on the basis of incorrect information, (ii) in the event of fraud by the employee, (iii) in the event of serious improper behaviour by the employee or serious negligence in the performance of his tasks, or (iv) in the event of behaviour that has resulted in considerable losses for the fund or Privium Fund Management B.V.

### Remuneration policy 2019

This policy is based on the situation as of December 31, 2019. The financial year of the Fund Manager ends on December 31 of any year. For some of the funds the compensation consists of both a management and a performance fee. In 2019 the aggregate costs for staff totalled EUR 9,844,027. The table below offers an overview of the remuneration at the level of Privium Fund Management B.V.. The Board of Privium Fund Management is being described as Identified Staff in senior management roles. All other staff members are categorized as identified staff outside senior management roles.

	Identified staff in senior management roles	Identified staff outside senior management roles	Total staff
Number of staff	2	33	35
Total fixed remuneration	€ 161,214	€ 5,323,500	€ 5,484,714
Total variable remuneration	€ 20,000	€ 4,339,313	€ 4,359,313
<b>Total remuneration</b>	<b>€ 181,214</b>	<b>€ 9,662,813</b>	<b>€ 9,844,027</b>

Privium Fund Management B.V. has delegated certain portfolio management duties of some of its funds to outside investment advisers ('delegates'). Remuneration of identified staff of delegates is not included in the table. The delegates are subject to regulatory requirements on remuneration policies and disclosures that are comparable with the requirements applicable to Privium Fund Management

B.V. Reference to the remuneration of the delegates is included in the Prospectus and annual report of the funds concerned.

Variable payments to both identified staff members in senior management roles and identified staff outside senior management depend on the profitability of the company, the performance of the funds, extraordinary commitment to the firm, customer satisfaction, work according best practice ethical standards, and/or other performance/non-performance related criteria. Privium Fund Management B.V., the Fund Manager of the various funds, does not charge any employee remuneration fees to the funds, except for the Supermarkt Vastgoed fund.

Employee remuneration is paid out of the management and performance fees (if applicable). In total 35 staff members were involved during (some part of) the year, including consultants and including both part-time and full-time staff. One of the staff members has earned more than EUR 1,000,000 in relation to the performance results during the year 2019.

## **Market environment & COVID-19**

The market environment was strong in 2019, as indicated earlier. Our multiyear outlook, for some year already, is that we are in a low return environment. At the time of writing, the world is getting out of a shockwave caused by the COVID-19 virus, not knowing if there will be a second wave, or worse. The virus has led to many casualties and we are experiencing an economic recession. Due to strong stimulus from governments and central banks to mitigate the negative effects of the virus, the stock markets have recovered, some even reached new highs. As a firm, we took measures to prevent employees getting sick and are fortunate not to have seen any casualties amongst team members or the people close to the team. The extremely strong reaction (and recovery) of markets, mainly in March and April, was followed by increased activity on all fronts: portfolio management, risk management, compliance and middle-office administration. The diverse nature of the Privium funds and the active management caused the firm AUM and the AUM weighted average performance of the funds never to drop below -10%. That drop has been close to fully recovered in terms of performance and we have seen AUM growth when compared with the start of the year.

The strong focus on ESG factors, but in society and by investors, has led to an increasing focus on ESG/sustainable/impact investments. The Netherlands is one of the leading countries in this area. With the experience that Privium has been building in this field too for many years now, we are well positioned to play a role that is material to the firm.

## **Outlook**

As indicated above, we are optimistic about the future of the firm and expect to continue our expansion in terms of the number of funds, Assets under Management and staff members.

Amsterdam, 29 June, 2020

The Board of Privium Fund Management BV:

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Mr. Clayton Heijman

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Mr. Mark Baak

## **FINANCIAL STATEMENTS**

**Balance sheet as at December 31, 2019**

**Profit and loss account of 2019**

**Notes to the Statements**

**Notes to the balance sheet as of December 31, 2019**

**Notes to the profit and loss account from 2019**

**1 BALANCE AS AT DECEMBER 31, 2019**  
(after appropriation of results)

		December 31, 2019	December 31, 2018
		€	€
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Tangible fixed assets</b>	(1)	6,491	17,643
<b>Financial fixed assets</b>	(2)		
Participations in group companies		80	80
<b>Current assets</b>			
Receivables, prepayments and accrued income	(3)	3,952,496	1,398,641
Cash and cash equivalents	(4)	638,593	537,112
		<u>4,591,089</u>	<u>1,935,753</u>
<b>TOTAL OF ASSETS</b>		<u><u>4,597,660</u></u>	<u><u>1,953,476</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	(5)		
Issued share capital		330,000	330,000
Share premium reserve		64,829	64,829
Other reserves		96,670	88,715
		<u>491,499</u>	<u>483,544</u>
<b>Subordinated loans</b>	(6)	-	50,000
<b>Current liabilities</b>	(7)	4,106,161	1,419,932
<b>TOTAL OF EQUITY AND LIABILITIES</b>		<u><u>4,597,660</u></u>	<u><u>1,953,476</u></u>

2 PROFIT AND LOSS ACCOUNT OF 2019

		2019	2018
		€	€
<b>Net turnover</b>	(8)	14,311,941	5,986,674
Cost price	(9)	62,753	42,618
<b>Gross margin</b>		14,249,188	5,944,056
<b>Expenses</b>			
Cost of subcontracted work and other external charges	(10)	12,982,135	4,938,067
Employee expenses	(11)	535,260	431,647
Amortisation and depreciation	(12)	-345	12,772
Other operating expenses	(13)	702,917	559,559
		14,219,967	5,942,045
<b>Operating result</b>		29,221	2,011
Financial income and expenses	(14)	-204	11,464
<b>Result before tax</b>		29,017	13,475
Taxes	(15)	-6,062	-3,103
		22,955	10,372
Share in result of participating interests	(16)	-	36,750
<b>Result after tax</b>		22,955	47,122

### **3 NOTES TO THE FINANCIAL STATEMENTS**

#### **GENERAL**

##### **Activities**

Privium Fund Management BV is managing a wide range of investment funds, as a regulated Alternative Investment Fund Manager (AIFM). The target participants in our funds are predominantly (the clients of) family offices, private banks, municipalities, insurance companies and pension funds.

##### **Registered address**

The registered and actual address of Privium Fund Management B.V. (CoC file 34268930) is Gustav Mahlerplein 3, 26 floor in Amsterdam.

#### **GENERAL ACCOUNTING PRINCIPLES FOR THE PREPARATION OF THE ANNUAL ACCOUNTS**

The annual accounts have been prepared in accordance with Title 9 Book 2 of the Dutch Civil Code. Valuation of assets and liabilities and determination of the result takes place under the historical cost convention. Unless presented otherwise at the relevant principle for the specific balance sheet item, assets and liabilities are presented at nominal value.

Income and expenses are accounted for on accrual basis. Profit is only included when realized on the balance sheet date. Losses originating before the end of the financial year are taken into account if they have become known before preparation of the financial statements.

Revenues from goods are recognised upon delivery. The cost price of these goods is allocated to the same period. Revenues from services are recognised in proportion to the services rendered. The cost price of these services is allocated to the same period.

#### **PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES**

##### **General**

##### **Financial fixed assets**

Participating interests where significant influence is exercised over the business and financial policy are valued according to the equity method on the basis of the net asset value. Participating interests without such influence, are valued at the acquisition price, taking into account a provision for value decreases.

### **Receivables and deferred assets**

Upon initial recognition the receivables on and loans to group companies and other related parties and other receivables are valued at fair value and then valued at amortised cost, which equals the face value, after deduction of any provisions. The fair value and amortised cost equal the face value. Any provisions for the risk of doubtful debts are deducted. These provisions are determined based on individual assessment of the receivables.

### **Cash and cash equivalents**

The cash is valued at face value. If cash equivalents are not freely disposable, then this has been taken into account in the valuation.

### **Subordinated loans**

Subordinated loans are recognised at fair value.

### **Current liabilities**

On initial recognition current liabilities are recognised at fair value. After initial recognition current liabilities are recognised at the amortised cost price.

When there are no premiums, discounts or transaction costs, the amortised cost is equal to the nominal value.

## **PRINCIPLES FOR THE DETERMINATION OF THE RESULT**

### **General**

The result is defined as the difference between the revenue from services performed and the costs and expenses for that year, valued at historical costs.

### **Determination of the result**

The result is determined based upon the difference between the net turnover and the costs and other expenses taking into account the aforementioned valuation principles.

### **Net turnover**

The net turnover consists of revenue from during the reporting period nett of discounts, rebates and value added taxes.

### **Cost price**

The cost of sales consists of the direct costs related to the services performed.

### **Gross margin**

The gross operating profit and loss comprises nett turnover by the entity, other operating income and cost of outsourced work and other external charges.

### **Amortisation and depreciation**

The depreciation on tangible fixed assets is calculated by using a fixed rate on the acquisition cost based on the expected life cycle. Gains and losses from the occasional sale of property, plant or equipment are included in depreciation.

### **Financial income and expenses**

Financial income and expenses comprise interest income and expenses for loans (issued and received) during the current reporting period.

### **Share in result of participating interests**

Where significant influence is exercised over participations, the group's share in the participations' results is included in the consolidated profit and loss account. This result is determined on the basis of the accounting principles applied by Privium Fund Management B.V.

### **Taxes**

Corporate income tax is calculated at the applicable rate on the result for the financial year, taking into account permanent differences between profit calculated according to the annual account and profit calculated for taxation purposes.



4 NOTES TO THE BALANCE SHEET AS AT DECEMBER 31, 2019

ASSETS

FIXED ASSETS

1. Tangible fixed assets

	Equipment	Transportation	Total
	€	€	€
<i>Carrying amount as of January 1, 2019</i>			
Purchase price	13,245	61,336	74,581
Cumulative depreciation and impairment	-4,984	-51,954	-56,938
	<u>8,261</u>	<u>9,382</u>	<u>17,643</u>
<i>Movement</i>			
Investments	693	-	693
Depreciation divestments	-	-61,336	-61,336
Cumulative depreciation and impairment	-	55,202	55,202
Depreciation	-2,463	-3,248	-5,711
	<u>-1,770</u>	<u>-9,382</u>	<u>-11,152</u>
<i>Carrying amount as of December 31, 2019</i>			
Purchase price	13,938	-	13,938
Cumulative depreciation and impairment	-7,447	-	-7,447
Book value as per December 31, 2019	<u>6,491</u>	<u>-</u>	<u>6,491</u>
<i>Depreciation rates</i>			
			%
Equipment			20
Transportation			20

**Privium Fund Management B.V., Amsterdam**

	2019	2018
	€	€
<b>Equipment</b>		
Purchase price	13,245	9,294
Cumulative depreciation and impairment	-4,984	-3,253
Carrying amount as of January 1	<u>8,261</u>	<u>6,041</u>
<i>Movement</i>		
Investments	693	3,951
Depreciation	-2,463	-1,731
	<u>-1,770</u>	<u>2,220</u>
Purchase price	13,938	13,245
Cumulative depreciation and impairment	-7,447	-4,984
Carrying amount as of December 31	<u>6,491</u>	<u>8,261</u>
<b>Transportation</b>		
Purchase price	61,336	61,336
Cumulative depreciation and impairment	-51,954	-40,913
Carrying amount as of January 1	<u>9,382</u>	<u>20,423</u>
<i>Movement</i>		
Divestments	-61,336	-
Depreciation divestments	55,202	-
Depreciation	-3,248	-11,041
	<u>-9,382</u>	<u>-11,041</u>
Purchase price	-	61,336
Cumulative depreciation and impairment	-	-51,954
Carrying amount as of December 31	<u>-</u>	<u>9,382</u>

## 2. Financial fixed assets

### Participations in group companies

	2019	2018
	€	€
<i>E3 Partners B.V.</i>		
Carrying amount as of January 1	-	37,500
Divestments	-	-750
Direct movement in revaluation reserve	-	-36,750
Carrying amount as of December 31	-	-

On 28th of December 2018 are 7.500 shares sold to Cleardown B.V. for the prices of €37.500.

### *DMCP B.V.*

Carrying amount as of January 1	80	80
Carrying amount as of December 31	80	80

## CURRENT ASSETS

	12/31/2019	12/31/2018
	€	€
<b>3. Receivables, prepayments and accrued income</b>		
Trade receivables	83,462	472,575
Receivables from group companies	563,510	149,088
Receivables from other related parties	-	122,785
Taxes and social securities	-	4,254
Other receivables, deferred assets	3,305,524	649,939
	3,952,496	1,398,641

**Privium Fund Management B.V., Amsterdam**

	12/31/2019	12/31/2018
	€	€
<b>Trade receivables</b>		
Trade debtors	83,462	472,575
<b>Receivables from group companies</b>		
Cleardown B.V.	416,831	56,782
Privium Selection Management S.a.r.l.	-	36,500
Privium Fund Management Services HK Limited	13,626	13,520
Privium Capital Management Cayman	-	42,286
Privium Fund Management HK Limited	133,053	-
	<u>563,510</u>	<u>149,088</u>
<p>An interest rate of 0,8 % (Euribor +/- 0,2 % + 1%) has been calculated for Cleardown B.V. The other receivables from group companies has not been calculated.</p>		
<b>Receivables from other related parties</b>		
Current account Darwin Financial Platform B.V.	-	112,662
Current account Darwin Financial Holding B.V.	-	10,123
	<u>-</u>	<u>122,785</u>
<p>An interest rate of 0,8 % (Euribor +/- 0,2 % + 1%) has been calculated.</p>		
<b>Taxes and social securities</b>		
Turnover tax	-	4,254
<b>Other receivables</b>		
Prepayment St. Jur. Eig. Westermeerwind	1,000	1,000
<b>Prepayments and accrued income</b>		
Receivable turnover	3,230,142	587,341
Rent	43,085	25,135
Insurance	8,550	14,725
Car expenses	9,484	-
Rechargeable costs	-	13,538
Deposits	13,263	8,200
	<u>3,304,524</u>	<u>648,939</u>

	12/31/2019	12/31/2018
	€	€
<b>4. Cash and cash equivalents</b>		
ABN AMRO 24.91.02.226	64,555	65,535
ABN AMRO 24.93.56.228 USD	167,500	84,770
ABN AMRO 24.91.02.218	406,533	386,802
ABN AMRO 49.93.83.575 AUD	5	5
	<u>638,593</u>	<u>537,112</u>

## EQUITY AND LIABILITIES

### 5. Equity

	12/31/2019	12/31/2018
	€	€
<b>Issued share capital</b>		
Subscribed and paid up 330,000 ordinary shares at par value € 1.00	330,000	330,000

The statutory share capital amounts to € 330,000.

The shareholders of the company are as follows:

- Cleardown B.V.

	Ordinary shares
	€
Carrying amount as of January 1, 2019	330,000
Carrying amount as of December 31, 2019	330,000
Statutory share capital	330,000
Shares issued	330,000
Par value	1.00

	2019	2018
	€	€

### Share premium reserve

Carrying amount as of January 1	64,829	64,829
Carrying amount as of December 31	64,829	64,829

### Revaluation reserve

Carrying amount as of January 1	-	36,750
Withdrawal	-	-36,750
Carrying amount as of December 31	-	-

The value of the revaluation reserve is released, because the passed transaction of the shares to Cleardown on 28th of December 2018.

	2019	2018
	€	€
<b>Other reserves</b>		
Carrying amount as of January 1	88,715	41,593
Allocation of financial year nett result	22,955	47,122
Dividend	-15,000	-
Carrying amount as of December 31	<u>96,670</u>	<u>88,715</u>

## 6. Subordinated loans

### Subordinated loan Cleardown B.V.

Carrying amount as of January 1	50,000	-
Funds withdrawn	-	50,000
Repayment	-50,000	-
Carrying amount as of December 31	<u>-</u>	<u>50,000</u>

12/31/2019	12/31/2018
€	€

## 7. Current liabilities

Trade creditors	35,331	67,513
Taxes and social securities	23,407	15,957
Accruals and deferred income	4,047,423	1,336,462
	<u>4,106,161</u>	<u>1,419,932</u>

### Trade creditors

Creditors	<u>35,331</u>	<u>67,513</u>
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### Taxes and social securities

Turnover tax	2,667	-
Pay-roll tax	20,740	15,957
	<u>23,407</u>	<u>15,957</u>

	12/31/2019	12/31/2018
	€	€
<b>Accruals and deferred income</b>		
Holiday bonus	16,569	12,875
Accounting costs	1,500	1,500
Auditing costs	7,500	7,500
Employee bonus	46,000	22,500
Consultancy charges	3,891,347	1,230,079
Provision start-up fee	15,000	15,000
Accomodation expenses	727	1,763
Automation costs	3,000	954
Travelling expenses	6,000	4,727
Internal audit and risk monotoring	8,760	13,764
Compliance advise costs	-	1,600
Aecap Medical Investments B.V.	-	24,200
Invoiced in advance	30,510	-
Legal costs	510	-
General provision licenses and supervision costs	20,000	-
	<u>4,047,423</u>	<u>1,336,462</u>

## OFF-BALANCE-SHEET RIGHTS, OBLIGATIONS AND ARRANGEMENTS

### Rental obligations

There are rent obligations in respect of Gustav Mahlerplein 3, 26 floor, Amsterdam, for a yearly amount of € 168.750 until September 30, 2021.

### Lease obligations

In May 2019 the company has entered into a lease obligation for a Tesla Model 3 until May 2024 (60 months). The montly lease amount is € 817 excl. VAT.



5 NOTES TO THE PROFIT AND LOSS ACCOUNT OF 2019

	2019	2018
	€	€
<b>8. Net turnover</b>		
Net turnover	14,311,941	5,986,674
<b>9. Cost price</b>		
Legal and tax counseling	46,800	-
Administration	15,230	42,618
Other costs	723	-
	<u>62,753</u>	<u>42,618</u>
<b>10. Cost of subcontracted work and other external charges</b>		
Work contracted	<u>12,982,135</u>	<u>4,938,067</u>
<b>11. Employee expenses</b>		
Wages and salaries	527,003	434,700
Social security charges	57,464	46,607
Other personnel costs	-49,207	-49,660
	<u>535,260</u>	<u>431,647</u>
<i>Wages and salaries</i>		
Gross wages	441,871	378,613
Expenses allowance	9,192	8,192
Movement of holiday bonus liability	29,940	25,395
Bonus	46,000	22,500
	<u>527,003</u>	<u>434,700</u>
<i>Social security charges</i>		
Social costs	<u>57,464</u>	<u>46,607</u>
<i>Other personnel costs</i>		
Recruitment costs	1,624	-
Education allowance and training costs	-	3,000
Other personnel costs	5,347	2,325
Recharged labour costs	-56,178	-54,985
	<u>-49,207</u>	<u>-49,660</u>
<b>Staff</b>		

At company during 2019, 6 employees were employed (2018: 5).

**12. Amortisation and depreciation**

	2019	2018
	€	€
<i>Depreciation of tangible fixed assets</i>		
Equipment	2,463	1,731
Transportation	3,248	11,041
Book result	-6,056	-
	<u>-345</u>	<u>12,772</u>

**13. Other operating expenses**

Accommodation expenses	108,284	103,580
Operating costs	1,461	1,635
Office expenses	431,911	329,139
Car expenses	15,593	10,226
Selling and distribution expenses	52,548	44,306
General expenses	93,120	70,673
	<u>702,917</u>	<u>559,559</u>

*Accommodation expenses*

Rent buildings	106,233	101,366
Other accomodation expenses	2,051	2,214
	<u>108,284</u>	<u>103,580</u>

*Operating costs*

Repairs and maintenance	112	1,236
Minor assets	1,349	399
	<u>1,461</u>	<u>1,635</u>

*Office expenses*

Office supplies	1,792	4,567
Automation costs	18,642	8,658
Telephone	3,581	4,453
Postage	629	639
Contributions and subscriptions	3,586	2,951
Insurance	12,041	11,036
Software	391,640	296,835
	<u>431,911</u>	<u>329,139</u>

**Privium Fund Management B.V., Amsterdam**

	2019	2018
	€	€
<i>Car expenses</i>		
Fuels	1,624	1,939
Maintenance department	3,347	3,367
Lease costs	7,991	-
Insurance	849	1,955
Motor vehicle tax	363	1,052
	<u>14,174</u>	<u>8,313</u>
Private use	1,419	1,913
	<u>15,593</u>	<u>10,226</u>
<i>Selling and distribution expenses</i>		
Publicity and advertisement	3,739	9,085
Representation costs	6,981	10,058
Business gifts	8,420	4,742
Congress costs	7,398	2,500
Travelling expenses	20,010	10,062
Food, beverage and other sales costs	6,000	7,770
Collecting charges	-	89
	<u>52,548</u>	<u>44,306</u>
<i>General expenses</i>		
Audit costs	7,444	7,233
Accounting costs	12,653	16,550
Consultancy fees	22,160	1,963
External regulation	39,323	17,154
Compliance	11,540	27,773
	<u>93,120</u>	<u>70,673</u>
<b>14. Financial income and expenses</b>		
<i>Interest and similar income</i>		
Interest receivable Cleardown B.V.	1,772	-
Interest receivable Privium Fund Management HK Limited	530	-
Interest receivable Privium Fund Management Services HK Limited	106	-
Interest receivable Darwin Financial Platform B.V.	-	894
Interest receivable Darwin Financial Holding B.V.	-	80
Interest receivable Privium Capital Management	-	77
Exchange rate differences	-	12,317
	<u>2,408</u>	<u>13,368</u>

## Privium Fund Management B.V., Amsterdam

	2019	2018
	€	€
<i>Interest and similar expenses</i>		
Interest and costs Tax Administration	-263	-482
Interest payable	-1,460	-1,225
Interest payable Cleardown B.V.	-	-197
Exchange rate differences	-889	-
	<u>-2,612</u>	<u>-1,904</u>
<b>15. Taxes</b>		
Corporate income tax	<u>-6,062</u>	<u>-3,103</u>
<b>16. Share in result of participating interests</b>		
Share in result of E3 Partners B.V.	<u>-</u>	<u>36,750</u>

## **Signing of the financial statements**

### *Adoption of the financial statements*

The financial statements are created and adopted by the management respectively the General Meeting.

Amsterdam, June 29, 2020

C.H.A. Heijman

M. Baak

**OTHER INFORMATION**

**1 INDEPENDENT AUDITOR'S REPORT**