

Brain Technology Institute

Annual report

December 31, 2018

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General information

Incorporation of the foundation

Per the deed issued on December 14, 2012 by notary Johannes Borren, the foundation Brain Technology Institute was incorporated per the same date. The foundation is registered at the Chamber of Commerce in Amsterdam with registration number 56666748.

Purpose

The foundation aims to:

- Improve the quality of life for individuals suffering from vascular diseases by maintaining cerebral vascular research and by developing and making available unique treatments for patients in selected and specialized neurovascular centers;
- Maintain the production and certification of the Elana Surgical Kit, as well as the production and certification of related products
- (clinical) research and development towards further improvements of the Elana Surgical Kit and towards other minimal invasive neurosurgical therapies and products, including the issuance of scientific publications in predominant medical journals
- Acquire intellectual property rights
- Organize trainings for international neurosurgeons and provide clinical support during Elana procedures
- Provide research opportunities for PhDs, fellows and interns
- Organize scientific meetings and workshops for participating neurosurgeons and institutions
- Provide other collaboration and subsidy projects with international partners in order to develop new products and techniques in the field of neurovascular neurosurgery

Appropriation of results

The board approved the financial statements of the foundation during the general annual shareholder meeting on February 7, 2019.

The net result for the fiscal year 2018 amounted to € 238.763. In accordance with management's proposal this result was added to the general reserves.

Statement of financial position

as at December 31, 2018

after appropriation of results

	<u>2018</u>	<u>2017</u>
	€	€
Assets		
Fixed assets		
Financial fixed assets	1.060.735	830.735
	<u>1.060.735</u>	<u>830.735</u>
Current assets		
Cash and short term deposits	173.528	163.765
Prepaid expenses	-	1.000
	<u>173.528</u>	<u>164.765</u>
	<u>1.234.263</u>	<u>995.500</u>
Equity and liabilities		
Equity		
General reserve	1.234.263	995.500
	<u>1.234.263</u>	<u>995.500</u>
Current liabilities		
Trade creditors	-	-
	<u>-</u>	<u>-</u>
	<u>1.234.263</u>	<u>995.500</u>

Statement of income and expenses

for the year ended December 31, 2018

	<u>2018</u>	<u>2017</u>
	€	€
Continuing operations		
Income from donations and grants	209.478	179.265
Income from subsidies	37.500	-
Revenues and other income	<u>246.978</u>	<u>179.265</u>
General & administrative expenses	(8.059)	(7.117)
Operating profit	<u>238.919</u>	<u>172.158</u>
Finance income	-	-
Finance costs	(156)	(153)
Net result	<u>238.763</u>	<u>172.004</u>

Notes to the annual report

1. Basis of preparation

General

The annual report has been prepared in accordance with accounting principles generally accepted in the Netherlands, as embodied in Title 9 of Book 2 of the Dutch Civil Code. The financial statements are presented in Euros. Assets and liabilities are accounted for at nominal value, unless other valuation principles apply under the Dutch Civil Code.

Foreign currencies

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Financial fixed assets

Financial fixed assets are valued at historic cost.

Receivables

Receivables are accounted for at nominal value.

Cash and short-term deposits

Cash and short-term deposits are freely at the disposal of the foundation, unless otherwise indicated.

Current liabilities

Current liabilities are accounted for at nominal value.

Results

The result is determined as the difference between net revenues and the related costs for the reporting year, in accordance with the abovementioned basis of preparation. Net revenues is equal to the revenues from the delivery of goods and services after deduction of discounts and revenue based taxes. Other income and costs are presented in the year(s) they apply.

Transaction results are reported in the year in which goods and/or services are delivered. Transaction losses are reported in the year in which they are foreseen.

2. Other information

Financial fixed assets

All funds used by BTI for research purposes in Elana B.V. are recorded as capital investments in Elana B.V.

Appropriation of results

The appropriation of results is at the disposal of the annual meeting of shareholders.

Management has proposed to add the result for 2018 to the general reserves.

Employees

The number of employees at December 31, 2018, in fulltime equivalents, amounted to 0. The average number of employees in the first fiscal year, in fulltime equivalent, amounted to 0.

Off balance sheet items

In previous years, subsidiary Elana bv established a long-term liability to its previous shareholders in the amount of €4.025.367. This liability only becomes effective in the event of a sale of the shares of Elana bv to a third party, in which case at a maximum the sales price becomes due.

Utrecht, February 11, 2019

Management,
C.R.M. Beks-Ypma