

Financial report 2021

Coöperatieve Vereniging United
World College Maastricht U.A.

Maastricht

01/09/2022

Contents

Board Report	1
Financial statements	9
Balance sheet as at 31 December 2021	10
Income statement for the year ended 31 December 2021	12
Cash flow statement for the year ended 31 December 2021	13
Notes to the company balance sheet and income statement	14
Other information	36
Articles of association governing profit appropriation	37
Independent auditor's report	38

Board Report

1. Operational Report

A slow return to normalcy

The year 2021 was characterized by ongoing disruptions caused by the Covid-19 pandemic at UWC Maastricht, including a school closure and online lessons in January and February of that year. Another lockdown at the very close of the year in December 2021 had little impact on our school, given the nature of our school calendar. Throughout the year, numerous students and staff members contracted the virus, and were not able to come to school due to (preventative) quarantine and recovery. We consider ourselves fortunate that no students and members of staff, or members of our extended school community, have become very seriously ill as a consequence of Covid-19. Yet we remain mindful of some members of our community who are experiencing a relatively slow recovery.

Towards the end of 2021 and at the beginning of 2022 we have reason to believe we are seeing a slow return to normalcy. With Covid-19 developing into an endemic virus, we may again in the future experience periods of restrictions and, potentially, lockdown. But we are moving forward in the expectation that these restrictions can be managed and dealt with in such a way that we limit the negative impact on our students' learning and UWC experience. The challenges of the pandemic have been significant, but they have also led to a remarkable learning curve, and they have helped us develop our collective resilience and grit in the midst of difficulty.

Although the Covid-19 pandemic has had an impact on the school, we have no reason to believe the pandemic poses a significant challenge to the short and long-term continuation of UWC Maastricht. We closed the year 2020 mindful of the fact that some of the negative consequences of the pandemic (e.g. financial, student enrollment) would only become apparent in 2021. Although we remain slightly concerned about student numbers in the Primary school, a consequence of the economic challenges faced by some members of our parent community, this annual report also shows that UWC Maastricht has been able to steer through the pandemic confidently and well.

Governance

Following a review of all of the school's governing statutes in the period 2017-2020, we undertook a review and rewriting of the school's participation council statute and regulations ('Medezeggenschapsstatuut'). This process will be completed in the Spring of 2022.

The challenge with the Foundation UWC Maastricht and its relationship with UWC Nederland found a agreeable solution in the year 2021. This agreement also led to the recruitment of a new ALV Chair and two new School Board members (Chair and Member).

Dimitri de Vreeze will replace Frans Groutars as the Independent Chair of the ALV as of 22 June 2022. Angelique Paulussen, already a School Board member, replaces Hein Schreuder as Chair of the School Board as of 1 January 2022.

Frédérique Six joined the School Board as a new member, replacing Mariëlle Heijltjes as of 23 November 2021.

A final School Board vacancy will be filled in the Spring of 2022.

Also expected in 2022 is the withdrawal of the Foundation UWC Maastricht from the Coöperation UWC Maastricht, to be replaced by the Foundation UWC Nederland.

Finance

Financially the school has had a good year due to incidental income and incidental cost savings. We have managed to **close 2021 with a positive result of € 977K**. This result is distorted due to Covid-19. In 2021 there are the following incidental financial effects in the result:

- UWC Maastricht received € 518K OC&W subsidy National Program Education (NPO). The objective of this subsidy is to respond to educational disadvantages caused by Covid-19. This subsidy will be spent in 2022. Therefore the subsidy of € 518K is an incidental positive result in 2021 which will be added to a special-purpose reserve in 2022.
 - In primary the National Program Education (NPO) has extended the conditions for applying for special and additional funding for asylum seekers and other foreign nationals for the academic year 2021-2022. In this way, schools can offer extra support to asylum seekers and other foreign nationals who have been delayed due to Covid-19. The incidental income is € 60K.
 - Due to Covid-19 not all planned co-curricular activities could take place. This causes the educational costs to be € 383K lower as budgeted.
 - Covid-19 caused travel restrictions and countries also had entry restrictions. These restrictions impacted UWC residential students who were unable to travel to their UWC college. If possible those residential students were transferred within the UWC movement to the UWC college where they were still able to travel to. UWC Maastricht accepted in 2020 16 students and in 2021 9 students with travel restrictions. These students could pay less parental contribution than foreseen in the UWC Maastricht budget. This financial gap was reduced by 6 Dare to Dream 2 scholarships and 2 EU Malta - Cyprus scholarships. Those scholarships were not in the budget 2021. The incidental results due to travel restrictions after compensation of additional scholarships was € 35K negative.
 - As of 1 January 2022 the subsidies in secondary education are based on the new subsidy rules of simplification of funding for secondary education. Therefore the subsidy for teaching materials 2021-2022 is fully released in the result in 2021. This causes an incidental income in 2021 of € 119K. This brings the total of the positive **incidental results in 2021 to € 1.045K**.
- Challenges remain in the enrolment of students in the Primary school. Therefore we have started a cost savings program in 2022.

Facilities

In Secondary, the student number continues to grow at a low but steady pace. Six additional temporary classrooms and office spaces were put in use in January 2020. These much-needed Secondary classrooms provide a three-year solution. Conversations with the Gemeente Maastricht for a more permanent solution continued in 2021, and the Gemeente has pledged to financially support permanent extension pending student numbers in October 2022.

School developments

Despite our pandemic times, UWC Maastricht continued to implement the School plan 2018-2023. Focal points are the continued sustainability of our campus, resulting in 2021 in the replacement of lighting in the school buildings with more eco-friendly LED systems. Following a staff satisfaction survey, we have in 2021 also upgraded our Secondary library and Secondary and Primary staff rooms and created additional work stations and storage spaces for staff and students. We will continue our efforts to make our campus greener and friendlier for the wellbeing of our students and staff in 2022.

As part of wider school improvement, we have also written a new UWC Maastricht grievance and complaints procedure. This new procedure also includes a new external UWC Maastricht complaints committee. The new procedure becomes effective on 1 February 2022. In 2022 we will also finalize a staff code of conduct ('lerarenstatuut') and a UWC-specific whistle-blowers policy ('klokkenluidersregeling'). Together with the parent support group, we will also review the constitution for a new Parent Association.

Educational developments

The Covid-19 pandemic forced us to increase our online educational provision and allowed us to experiment and become experienced in various innovative uses of technology for learning. Some typical UWC programmes, such as our community service and outdoor education programmes, were severely hindered by the pandemic. We expect these programmes to return to normal in the year 2022 and beyond.

Following a decision in 2020 to implement the IB Career-related programme alongside the IB Diploma, we obtained an IBCP candidacy status in May 2021. Preparations to start this programme in September 2022, with first examinations in 2024, continue and our first prospective day and boarding students are being enrolled.

Together with our sister UWCs, work is underway to share resources and courses through one UWC Global Campus. Our own work towards the IBCP will be linked to that wider UWC development.

2. General information

Mission statement

UWC makes education a force to unite people, nations and cultures for peace and a sustainable future. UWC Maastricht will deliver a challenging and transformational educational experience to a diverse cross section of students, inspiring them to create a more peaceful and sustainable future.

Values

Our unique model of education, driven by our mission and nine values, supports young people to flourish – physically, intellectually, emotionally and ethically.

Our nine values

International and intercultural understanding

We are committed to building communities that are free from prejudice and intolerance, irrespective of people's gender, and socioeconomic, cultural, racial, religious or national background.

Celebration of difference

We consciously create supportive environments where differences are valued and recognised for the strength they bring to communities

Personal responsibility and integrity

Personal responsibility, accountability and integrity are at the heart of the UWC experience. We expect the people we work with to behave in a similar way.

Mutual responsibility and respect

We believe in collaboration and mutual support, and recognise that respect underpins the smooth functioning of any encounter or team. People who work with our members find them dependable and respectful.

Compassion and service

Our actions and language communicate compassion and commitment to communities. We work at all levels – personally, locally, regionally, nationally – to make the world a better place.

Respect for the environment

We recognise our interdependence with the environment and actively seek solutions that will contribute to a sustainable future. Our choices and actions demonstrate this commitment.

A sense of idealism

We inspire our members to believe that it is possible to make a difference and work with others who share that belief.

Personal challenge

We are committed to learning through doing. By taking the initiative and taking on challenges, we learn about ourselves and those around us, developing a sense of responsibility for others

Action and personal example

We believe in the importance of acting on your beliefs and making your voice heard so your actions stand out.

Codes of conduct

Dutch education does not have a universally accepted code of conduct for teachers or professionals working in primary and secondary schools. The UWC movement has adopted a set of nine values and a mission statement, and all staff are expected to align their behaviour to these values in the pursuit of the UWC mission. In addition, all students, particularly the residential students, are expected to follow the UWC code of conduct. This code of conduct was established in 2008. As a CIS accredited and UWC school we also follow protocols and minimum standards established by these partner organizations. In recruitment, we choose to follow the standards of the NVP, the Nederlandse Vereniging voor Personeelsmanagement & Organisatieontwikkeling.

CSR ('maatschappelijk verantwoord ondernemen')

As a Charitable Foundation, the Cooperative UWC Maastricht makes education a force for peace and a sustainable future. We take our societal responsibility seriously, and endorse the dictum of educational philosopher John Dewey that "the moral responsibility of the school, and to those who conduct it, is to society." As a school that depends on a fundraising function, we also have a policy towards ethical fundraising. This policy stipulates that we will not solicit funds from organizations and companies with values opposed to ours (e.g. the armament industry) or from those whose activities are at odds with public health (e.g. tobacco companies).

Legal structure

The Coöperatieve Vereniging United World College Maastricht U.A. is a cooperative. The members of the cooperative are Stichting Limburgs Voortgezet Onderwijs, Mosalira Stichting voor leren, onderwijs en opvoeding and Stichting United World College Maastricht.

The main activities of the Coöperatie are :

- providing international education to primary and secondary students in the age of 3 till 18 based on the UWC Mission statement;
- exploit and maintain the campus which is used for providing the education.

International

UWC has eighteen schools and colleges on four continents. Each of the schools and colleges has its own distinct character and identity, influenced by the host country, the specific setting, cultural context and the community. What makes each one of them a UWC is a deliberately diverse student body, with students coming from all over the world, bringing with them very different backgrounds to learn and live together - and their joined mission to make education a force for peace and sustainability.

Africa:

Waterford Kamhlaba UWC - Mbabane, Swaziland
UWC Tanzania, Moshe and Arusha, Tanzania

Asia:

Li Po Chun UWC - Hong Kong SAR
UWC Changshu - Changshu, China
UWC Mahindra College - Pune, India
UWC South East Asia - Singapore
UWC Thailand - Phuket, Thailand
UWC Isak - Japan

Europe:

UWC Adriatic - Duino, Italy
UWC Atlantic College - Llantwit Major, UK
UWC Dilijan - Dilijan, Armenia
UWC Maastricht - Maastricht, the Netherlands
UWC in Mostar - Mostar, Bosnia and Herzegovina
UWC Red Cross Nordic- Flekke, Norway
UWC Robert Bosch College - Freiburg, Germany

The Americas:

Pearson College UWC Victoria - Canada
UWC-USA Montezuma - New Mexico, USA
UWC Costa Rica - Santa Ana, Costa Rica

3. Financial information

Development of income and expenses

To provide insight in the development of the result for 2021, below an outline has been prepared based on the profit and loss account of 2020 compared to the profit and loss account of 2020. Income and expenses are expressed in euros and as a percentage of the total revenue.

	2021		2020		movement	
	€		€		€	
Revenue						
Government contributions	8.587.962	47%	7.518.375	43%	1.069.587	14%
School-, scholarship and registration fees	9.311.305	51%	9.277.243	53%	34.062	0%
Other revenues	497.130	3%	709.079	4%	(211.949)	-30%
	<u>18.396.398</u>	100%	<u>17.504.698</u>	100%	<u>891.700</u>	5%
Expenses						
Personnel costs	12.652.097	69%	11.979.242	68%	672.855	6%
Depreciations	436.780	2%	433.601	2%	3.179	1%
Housing costs	1.429.105	8%	1.418.936	8%	10.170	1%
Other operating expenses	2.876.189	16%	1.709.230	10%	1.166.959	68%
	<u>17.394.171</u>	95%	<u>15.541.008</u>	89%	<u>1.853.163</u>	12%
Operating profit	1.002.226	5%	1.963.689	11%	(961.463)	-49%
Financial income and expenses	(25.392)	0%	(14.022)	0%	(11.370)	81%
Result before tax	<u>976.834</u>	5%	<u>1.949.667</u>	11%	<u>(972.833)</u>	-50%
Tax on result	-		-			
Result after tax	<u><u>976.834</u></u>	5%	<u><u>1.949.667</u></u>	11%	<u><u>(972.833)</u></u>	-50%

The major positive influence on the result 2021 compared to 2020 is:

The other government subsidies increased with 1.070K due:

To extra incidental subsidies which are granted for one or two years:

- Subsidy National Program Education (NPO) € 518K;
- Subsidy for Asylum seekers and other foreign nationals for the academic € 124K;
- Subsidy for Teaching materials 2021-2022 is fully released in the result in 2021 € 119K;
- Subsidy Help in the classroom € 66K;
- Subsidy Reducing workload € 129K;
- Subsidy Strategic personnel policy € 53K;
- The total of the incidental subsidies is € 1.009K.

The indexation and change in student numbers € 61K.

The major negative influence on the result 2021 compared to 2020 is:

The other operating expenses increased with 1.167K due:

The increase in the other operating expenses is mainly explained by release of the provision for the members account in 2020. The cost allocation was revised with retroactive effect in 2020.

As a result, the debt on the member account of foundation UWCM has been cancelled because lower costs were charged with retroactive effect. The effect of this change is that the provision for the members account of € 1.209K was released in the result of 2020. This was an incidental release in 2020 and there other operating expenses increased in 2021 with € 1.166K.

The personnel costs increased with 673K due:

- Incidental deployment of personnel and other resources € 195K because of the incidental subsidies Help in the classroom and Reducing workload;
- Severance pay € 58K;
- Compensation of payroll tax on the school fees due to the shortening of the 30% ruling € 104K;
- Promotion policy staff from salary scale LB to LC or LC to LD € 71K;
- First time 'bindingstoelage' teachers or additional roles teachers € 57K;
- The indexation in the CLA 2021 and the regular salary steps € 188K;

The other revenues decreased with 212K mainly due less donations raised by Coöp. UWCM.

Balance sheet

To provide insight in the development of the balance sheet for 2021, below an outline has been prepared based on the balance sheet of 2021 compared to the balance sheet of 2020.

Assets and Liabilities are expressed in euros and as a percentage of the total of the balance sheet.

	<u>31-12-2021</u>		<u>31-12-2020</u>		<u>movement</u>	
	€		€		€	
<u>Assets</u>						
<u>Fixed assets</u>						
Tangible fixed assets	3.825.146	28%	3.539.694	28%	285.452	8%
Financial fixed assets	-	0%	1.268.984	10%	(1.268.984)	-100%
<u>Current assets</u>						
Inventories	56.382	0%	65.246	1%	(8.864)	-14%
Receivables	3.534.829	26%	3.745.816	29%	(210.987)	-6%
Cash at banks and in hand	6.042.280	45%	4.221.623	33%	1.820.657	43%
	<u>13.458.637</u>	100%	<u>12.841.363</u>	100%	<u>617.274</u>	5%
	<u>31-12-2021</u>		<u>31-12-2020</u>		<u>movement</u>	
	€		€		€	
<u>Liabilities</u>						
<u>Equity</u>						
Other reserve	2.337.112	17%	1.606.499	13%	730.613	45%
Special-purpose reserve	9.257	0%	-	0%	9.257	0%
Undistributed profit	976.834	7%	1.949.667	15%	(972.833)	-50%
<u>Provisions</u>	3.168.623	24%	2.641.900	21%	526.723	20%
<u>Current liabilities</u>	6.966.810	52%	6.643.296	52%	323.514	5%
	<u>13.458.637</u>	100%	<u>12.841.363</u>	100%	<u>617.274</u>	5%

The major influence on the balance sheet 2021 compared to 2020 is:

The increase in the tangible fixed assets is due to the investments. The financial fixed assets decreased due to the distribution of profits 2020. According to the distribution of profits 2020 € 1.209.797 was allocated to the members account of Foundation UWCM in 2021. This resulted the members account of Foundation UWCM to have a nil balance at the end of 2021. The receivables decreased due to a lower balance of debtors at the end of 2021. The cash at banks and in hand increased due to the result of the operating activities and the decrease of the debtors. The decrease of the undistributed profit is because the profit in 2021 is lower then the profit in 2020. The increase in the other reserve is due to the positive result of 2020 and the increase of the provisions is due to the additions of the maintenance provision. The current liabilities increased mainly due to the subsidy social service € 262K.

Written by Lodewijk van Oord, Head of College, on behave of the board.

Financial statements

Balance sheet as at 31 December 2021

(Before appropriation of result)

Assets		31-12-2021		31-12-2020	
		€	€	€	€
Fixed assets					
Tangible fixed assets	4.	3.825.146		3.539.694	
Financial fixed assets	5.	-		1.268.984	
			3.825.146		4.808.678
Current assets					
Inventories	6.	56.382		65.246	
Receivables	7.	3.534.829		3.745.816	
Cash at banks and in hand	8.	6.042.280		4.221.623	
			9.633.490		8.032.685
			<u>13.458.637</u>		<u>12.841.363</u>

(Before appropriation of result)

		<u>31-12-2021</u>		<u>31-12-2020</u>	
		€	€	€	€
Liabilities					
	Note				
Equity					
Other reserve	9.	2.337.112		1.606.499	
Special-purpose reserve	10.	9.257			
Undistributed profit	11.	<u>976.834</u>		<u>1.949.667</u>	
		3.323.203		3.556.167	
Provisions	12.	3.168.623		2.641.900	
Current liabilities	13.	<u>6.966.810</u>		<u>6.643.296</u>	
		<u>13.458.637</u>		<u>12.841.363</u>	

Income statement for the year ended 31 December 2021

		2021	Budget 2021	2020
	Note	€	€	€
Revenue				
Government contributions	15.	8.587.962	7.494.445	7.518.375
School-, scholarship and registration fees	16.	9.311.305	9.482.978	9.277.243
Other revenues	17.	497.130	503.750	709.079
		<u>18.396.398</u>	<u>17.481.173</u>	<u>17.504.698</u>
Expenses				
Personnel costs	18.	12.652.097	12.468.886	11.979.242
Depreciations	19.	436.780	418.247	433.601
Housing costs	20.	1.429.105	1.412.493	1.418.936
Other operating expenses	21.	2.876.189	3.170.484	1.709.230
		<u>17.394.171</u>	<u>17.470.110</u>	<u>15.541.008</u>
Operating profit		<u>1.002.226</u>	<u>11.063</u>	<u>1.963.689</u>
Financial income and expenses	22.	- 25.392	- 4.925	- 14.022
Result before tax		<u>976.834</u>	<u>6.138</u>	<u>1.949.667</u>
Tax on result		-	-	-
Result after tax		<u>976.834</u>	<u>6.138</u>	<u>1.949.667</u>

Cash flow statement for the year ended 31 December 2021

	31-12-2021		31-12-2020	
	€	€	€	€
Cash flow from operating activities				
Operating profit/(loss)		1.002.226		1.963.689
<i>Adjustments for:</i>				
Depreciation fixed assets	836.754		831.851	
Release contribution from third parties	(428.642)		(428.642)	
Movement in provisions	526.723		476.404	
		934.836		879.613
<i>Movements in working capital:</i>				
Inventories	8.864		(3.257)	
Receivables	210.987		(830.034)	
Current liabilities (excluding borrowings)	323.514		(426.820)	
		543.366		(1.260.111)
Cash generated from operations		2.480.428		1.583.191
Interest paid	(25.392)		(14.022)	
		(25.392)		(14.022)
Net cash generated from operating activities		2.455.035		1.569.169
Cash flow from investment activities				
Investments in tangible fixed assets	(693.565)		(827.225)	
Net cash generated from investment		(693.565)		(827.225)
Cash flow from financing activities				
Movement current account mothers	1.268.983		237.977	
Movement provision for financial fixed assets	-		(1.025.023)	
Result Boarding added on the members account foundation UWCM	(1.209.797)		(66.833)	
Release Student Initiative Fund (SIF)	-		(92.147)	
Net cash generated from financing		59.186		(946.026)
Net increase/(decrease) in cash at banks and in		1.820.657		(204.082)
Balance as at 1 January		4.221.623		4.425.705
Movements during the financial year		1.820.657		(204.082)
Balance as at 31 December		6.042.280		4.221.623

Notes to the balance sheet and income statement

1. General notes

1.1. Activities

The Coöperatieve Vereniging United World College Maastricht U.A. makes education a force to unite people, nations and cultures for peace and a sustainable future. UWC Maastricht will deliver a challenging and transformational educational experience to a diverse cross section of students, inspiring them to create a more peaceful and sustainable future.

The main activities of the Coöperatie are :

- providing international education to primary and secondary students in the age of 3 till 18;
- exploit and maintain the campus which is used for providing the education.

1.2. Registered office

The registered and actual address of Coöperatieve Vereniging United World College Maastricht U.A. is Discusworp 65, 6225 XP Maastricht.

1.3. Related parties

All legal entities that can be controlled, jointly controlled or significantly influenced are considered to be a related party. Also entities which can control the Company are considered to be a related party. In addition, statutory directors, other key management of Coöperatieve Vereniging United World College Maastricht U.A. or the ultimate parent company and close relatives are regarded as related parties. Transactions with related parties are disclosed in the notes insofar as they are not transacted under normal market conditions. The nature, extent and other information is disclosed if this is necessary in order to provide the required insight.

1.4. Accounting policies for the cash flow statement

The cash flow statement has been prepared using the indirect method. The cash items disclosed in the cash flow statement comprise cash at banks and in hand.

2. General accounting policies

2.1. General

The financial statements are drawn up in accordance with the provisions of Title 9, Book 2 of the Dutch Civil Code and the firm pronouncements in the Dutch Accounting Standards including accounting guidelines RJ 640 accounting regulations regarding 'non-for-profit' entities and RJ 660 accounting regulations regarding educational institutions, as published by the Dutch Accounting Standards Board ('Raad voor de Jaarverslaggeving'). Assets and liabilities are generally valued at historical cost, production cost or at fair value at the time of acquisition. If no specific valuation principle has been stated, valuation is at historical cost. In the balance sheet, income statement and the cash flow statement, references are made to the notes.

2.2. Comparison with previous year

The valuation principles and method of determining the result are the same as those used in the previous year, with the exception of the changes in accounting policies as set out in the relevant sections.

2.3. Foreign currency

Transactions in foreign currencies are stated in the financial statements at the exchange rate of the functional currency on the transaction date.

3. Accounting policies applied to the valuation of assets and liabilities

3.1. Tangible fixed assets

Land and buildings are valued at historical cost plus additional costs or production cost less straight-line depreciation based on the expected useful life. Land is not depreciated. Impairments expected on the balance sheet date are taken into account. With regard to the determination as to whether a tangible fixed asset is subject to an impairment, please refer to the relevant section.

Subsidies on investments will be deducted from the historical cost price or production cost of the assets to which the subsidies relate.

A provision for major maintenance has been created for the future costs of major maintenance to the buildings. The addition to the provision is determined based on the expected amount of the maintenance work and the intervals between the times when major maintenance work is carried out.

The used depreciation periods are :

- Land	no depreciation
- Buildings	40 years
- Inventory and furniture	10-20 years
- ICT	3-5 years

3.2. Financial fixed assets

Receivables recognised under financial fixed assets are initially measured at fair value and subsequently carried at amortised cost.

3.2.1. Members account

The members account can be debited or credited according to the members contract. The members account can be divided into a current account position and a result position. The current account position only contains the investments of the members into the cooperative association. This is the difference between the subsidies which are received from the Ministry of Education Culture & Science and the salary cost, transfer of assets and other investment by the members. The result position only contains results according to the appropriation of the results as decided by the General Members Meeting until the balance date of the annual account. The members accounts are free of interest.

3.3. Impairment of non-current assets

The realisable value is initially based on a binding sale agreement; if there is no such agreement, the realisable value is determined based on the active market, whereby usually the prevailing bid price is taken as market price. For the determination of the value in use, an estimate is made of the future net cash flows.

If it is established that an impairment that was recognised in the past no longer exists or has reduced, the increased carrying amount of the asset concerned is set no higher than the carrying amount that would have been determined if no impairment value adjustment for the asset concerned had been reported.

The Company assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. If any such evidence exists, the impairment loss is determined and recognised in the income statement

The amount of an impairment loss incurred on financial assets stated at amortised cost is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss shall be reversed. The reversal shall not result in a carrying amount of the financial asset that exceeds what the amortised cost would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal shall be recognised through profit or loss.

3.4. *Inventories*

The inventories refers to the study books which are being used by the students and to the library books. Inventories are valued at historical cost less straight-line depreciation based on the expected useful life. The used depreciation period for study and library books is four years.

3.5. *Accounts receivable*

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost. If payment of the receivable is postponed under an extended payment deadline, fair value is measured on the basis of the discounted value of the expected revenues. Interest gains are recognised using the effective interest method. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables.

3.6. *Cash at banks and in hand*

Cash at banks and in hand represent cash in hand, bank balances and deposits with terms of less than twelve months. Cash at banks and in hand is carried at nominal value.

3.7. *Equity*

The equity contains the result before appropriation.

3.8 *Continuity reserve*

The continuity reserve has been drawn up to cover risks in the short-term and to ensure the Coöperatieve Vereniging United World College Maastricht U.A. can meet its obligations in the future in case of unexpected events. The continuity reserve consists of freely disposable capital. The size of the continuity reserve is based on the risk analysis which was performed in the beginning of 2020.

3.8. Provisions

3.8.1. General

Provisions are measured at the best estimate of the amount that is necessary to settle the obligation as per the balance sheet date. The other provisions are carried at the nominal value of the expenditure that is expected to be necessary in order to settle the obligation, unless stated otherwise.

The cooperative association has a defined benefit pension plan with the APG pension fund. The pension plan is based on the average salary system.

The cooperative association pays premiums based on legal requirements and a contractual basis to the APG pension fund. The Cooperation has no other obligation under the pension plan then to pay the pension premiums. Premiums are recognised as employee cost when they are due. Prepaid contributions are recognised as deferred assets if these lead to a refund or reduction of future payments. Contributions that are due but have not yet been paid are presented as liabilities.

3.8.2. Provision for major maintenance of buildings

A provision is recognised for expenditures incurred on major maintenance work on buildings in order to spread these costs over a number of financial years. The addition to the provision is determined based on the expected amount of the maintenance work and the intervals between the times when major maintenance work is carried out.

3.9. Non-current liabilities

The non-current liabilities are valued at the fair value.

3.9.1. Members account

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 income statement on the basis of the effective interest rate during the estimated term of the long-term debts.

The members account can be debited or credited according to the members contract. The members account can be divided into a current account position and a result position. The current account position only contains the investments of the members into the cooperative association. This is the difference between the subsidies which are received from the Ministry of Education Culture & Science and the salary cost, transfer of assets and other investment by the members. The result position only contains results according to the appropriation of the results as decided by the General Members Meeting until the balance date of the annual account. The members accounts are free of interest.

3.10. Current liabilities

On initial recognition current liabilities are recognised at fair value. After initial recognition current liabilities are recognised at the amortised cost price, being the amount received, taking into account premiums or discounts, less transaction costs. This usually is the nominal value.

4. Principles for the determination of the result

4.1. General

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.

4.2. Sales of services

Revenues from the services rendered are recognised in proportion to the services delivered, based on the services rendered up to the balance sheet date in proportion to the total of services to be rendered. The Government contributions, school- , scholarship, registration fees and other revenues are included in the revenue in the year to which they apply.

4.3. Other operating income

In other operating income results are recognized which are not directly linked to the supply of goods or services as part of the normal, non-incidental operations. The other operating income comprises of royalty income. Royalty income is recognised on an accrual basis in accordance with the substance of the relevant agreements.

4.3. Personnel costs

Salaries, wages and social security contributions are charged to the income statement based on the terms of employment, where they are due to employees and the tax authorities respectively. The cooperative association has a defined pension plan for its employees. Eligible employees are entitled to a pension at retirement age that is based on the average earned wages calculated over the years that the employee has built up pension. The obligations arising from these rights of its personnel are placed with the APG pension fund. The cooperative association pays premiums based on legal requirements and a contractual basis to the APG pension fund. The pension rights are indexed annually, if and insofar as the funding ratio of the pension fund (the assets of the pension fund divided by its financial obligations) allows this. Pension funds are required by law to have financial buffers: extra money for times when the financial situation is worsening. The pension rules prescribe that the policy funding ratio must be 126%. Then there are sufficient financial buffers. It is also legally determined that the policy funding ratio may not be below 104.2% for more than 5 years. On 30 April 2022 the policy funding ratio was 108.2%. The cooperative association has no obligation to make additional contributions in the event of a deficit at the pension fund, other than the effect of higher future contributions. The cooperative association has therefore only accounted for the premiums due up to and including the end of the financial year in the annual accounts.

4.4. Depreciations

The depreciations of tangible fixed assets are based on the historical cost. The depreciations are based on straight-line depreciation and the expected useful life. Land is not depreciated.

4.5. Housing cost and other operating expenses

These cost are based on the historical cost and are recorded as cost in the year which these cost relate to.

4.6. Financial income and expenses

Interest income and expenses are recognised on a pro rata basis, taking account of the effective interest rate of the assets and liabilities to which they relate.

4. Tangible fixed assets

	Land and buildings	Inventory Furniture & ICT	Total
	€	€	€
Balance as at 1 January 2021			
Acquisition cost	19.886.811	2.712.410	22.599.221
Cumulative depreciation	(3.711.040)	(1.375.726)	(5.086.765)
Cumulative contribution third parties	(17.145.676)	-	(17.145.676)
Cumulative release contribution third parties	3.172.914	-	3.172.914
Book values	<u>2.203.010</u>	<u>1.336.684</u>	<u>3.539.694</u>
Movements			
Investments without donations from third parties	135.796	557.768	693.565
Donations from third parties	-	-	-
Disposals	-	-	-
Depreciation	(542.015)	(294.739)	(836.754)
Release contribution from third parties	428.642	-	428.642
Depreciation on disposals	-	-	-
Balance	<u>22.423</u>	<u>263.029</u>	<u>285.452</u>
Balance as at 31 December 2021			
Acquisition costs	20.022.608	3.270.178	23.292.786
Cumulative impairments and depreciation	(4.253.054)	(1.670.465)	(5.923.520)
Cumulative contribution third parties	(17.145.676)	-	(17.145.676)
Cumulative release contribution third parties	3.601.556	-	3.601.556
Book value	<u>2.225.433</u>	<u>1.599.713</u>	<u>3.825.146</u>

The total investment in 2021 is € 693.565 and this is within the budget 2021 € 941.258,-

5. Financial fixed assets

The members account can be divided into a current account position and a result position. The current account position only contains the investments of the members into the cooperative association. This is the difference between the subsidies which are received from the Ministry of Education Culture & Science and the salary costs, transfer of assets and other investment by the members. The result position only contains results according to the appropriation of the results as decided by the General Members Meeting until the balance date of the annual account. If this is an asset item it is a receivable. The members accounts are free of interest. Nothing has been agreed in respect of securities.

	31/12/2021	31/12/2020
	€	€
Members account foundation UWCM	-	1.209.797
Provision for members account foundation UWCM	-	-
Members account foundation Mosalira	-	33.323
Members account foundation LVO	-	25.864
Ending balance	<u>-</u>	<u>1.268.984</u>

As of 2021 the members account foundation Mosalira is included under the receivables. As the repayment is expected to be received in 2022. As of 2021 the members account foundation LVO is included under the current liabilities. The payment will be done in 2022.

Breakdown members account foundation UWCM into the current account and result position

	31/12/2021	31/12/2020
	€	€
Current account position on members account of Foundation UWCM	-	8.747
Result position on members account of Foundation UWCM	-	1.201.050
Total members account foundation UWCM	<u>-</u>	<u>1.209.798</u>

Detailed overview current account position Foundation UWCM

	31/12/2021	31/12/2020
	€	€
Opening balance	8.747	8.547
Other movement in the financial year	(8.747)	200
Ending balance	<u>-</u>	<u>8.747</u>

Detailed overview result position Foundation UWCM

	31/12/2021	31/12/2020
	€	€
Opening balance	1.201.050	1.267.883
Other movement in the financial year	8.747	-
Result 2020 according to distribution of profits in the ALV	(1.209.797)	-
Result 2019 according to distribution of profits in the ALV	-	(66.833)
Ending balance	<u>-</u>	<u>1.201.050</u>

Detailed overview result position Foundation UWCM

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Opening balance	-	1.267.883
Result 2019 according to distribution of profits in the ALV	-	(1.267.883)
Ending balance	<u>-</u>	<u>-</u>

Breakdown members account foundation Mosalira into the current account and result position

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Current account position on members account of foundation Mosalira	-	33.323
Result position on members account of foundation Mosalira	-	-
Total members account foundation Mosalira	<u>-</u>	<u>33.323</u>

Detailed overview current account position Foundation Mosalira

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Opening balance	-	325.371
Movement in the financial year	-	(292.048)
Ending balance	<u>-</u>	<u>33.323</u>

Breakdown members account foundation LVO into the current account and result position

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Current account position on members account of foundation LVO	-	25.864
Result position on members account of foundation LVO	-	-
Total members account foundation LVO	<u>-</u>	<u>25.864</u>

Detailed overview current account position Foundation LVO

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Opening balance	-	(95.040)
Movement in the financial year	-	120.904
Ending balance	<u>-</u>	<u>25.864</u>

6. Inventories

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Inventory study books	54.585	62.082
Inventory UWCM merchandise	<u>1.797</u>	<u>3.164</u>
Ending balance	<u><u>56.382</u></u>	<u><u>65.246</u></u>

Inventory study books

€

Balance as at 1 January 2021

Acquisition cost	334.419
Cumulative depreciation	<u>(272.337)</u>
Book values	<u><u>62.082</u></u>

Movements

Investments	21.171
Disinvestment acquisition cost	-
Disinvestment cumulative depreciation	-
Depreciation	<u>(28.668)</u>
Balance	<u><u>(7.497)</u></u>

Balance as at 31 December 2021

Acquisition costs	355.590
Cumulative impairments and depreciation	<u>(301.005)</u>
Book value	<u><u>54.585</u></u>

7. Receivables

	31/12/2021		31/12/2020	
	Total	Remaining term > 1 year	Total	Remaining term > 1 year
	€	€	€	€
Debtors	2.283.675	0	3.345.076	0
Members account foundation Mosalira	846.671		-	
Other revenues still to be invoiced	-	0	35.134	0
Prepaid costs	315.943	0	235.849	0
Province-grants receivable	40.371	0	60.000	0
Wage tax and social insurance premiums	10.029	0	2.382	0
Other receivables	38.140	0	67.375	0
	<u>3.534.829</u>	<u>0</u>	<u>3.745.816</u>	<u>0</u>

The fair value of the receivables approximates the carrying amount due to their short-term character and the fact that provisions for bad debt are recognised, where necessary.

7.1 Debtors

	31/12/2021	31/12/2020
	€	€
Debtors	2.578.287	3.588.781
Less: provision for bad debt	(294.612)	(243.705)
	<u>2.283.675</u>	<u>3.345.076</u>

The debtors are mainly parents, companies and national committees which need to pay school, exam and scholarship fees.

7.2 Members account foundation Mosalira

Breakdown members account foundation Mosalira into the current account and result position

In 2020 the members account foundation Mosalira was included under the financial fixed assets.

The members account can be divided into a current account position and a result position. The current account position only contains the investments of the members into the cooperative association. This is the difference between the subsidies which are received from the Ministry of Education Culture & Science and the salary costs, transfer of assets and other investment by the members. The result position only contains results according to the appropriation of the results as decided by the General Members Meeting until the balance date of the annual account. If this is an asset item it is a receivable. The members accounts are free of interest. Nothing has been agreed in respect of securities.

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Current account position on members account of foundation Mosalira	846.671	-
Total members account foundation Mosalira	<u>846.671</u>	<u>-</u>

Detailed overview current account position Foundation Mosalira

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Opening balance	33.323	-
Movement in the financial year	813.348	-
Ending balance	<u>846.671</u>	<u>-</u>

8. Cash at banks and in hand

The cash at banks and in hand are at free disposal.

9. Equity

9.1 Other reserve

The movements in the continuity reserve is as follows:

	31/12/2021	31/12/2020
	€	€
Opening balance	1.606.499	931.563
Result Primary according to distribution of profits in the ALV	9.531	242.218
Result Secondary according to distribution of profits in the ALV	(356.536)	432.718
Result Boarding according to distribution of profits in the ALV	1.077.618	-
Ending balance	<u>2.337.112</u>	<u>1.606.499</u>

The other reserve is built up by private funds. The board estimates the maximum reservation of the continuity reserve to be € 5.421.150,-. This maximum is based on the risk analysis which was performed in the beginning of 2020.

10. Special-purpose reserve

The movements in the special-purpose reserve is as follows:

	31/12/2021	31/12/2020
	€	€
Opening balance	-	-
Result Primary according to distribution of profits 2020 in the ALV	9.257	-
Ending balance	<u>9.257</u>	<u>-</u>

In 2020 restrictions were introduced by the board:

The indexation from the second regulation funding Primary Education staff for the school year 2020-2021 is for the 2020 part € 9.257 added to the special-purpose reserve. This is to cover collective labour agreement obligations 2021. The annual account has been prepared before appropriation of result. Therefore the restrictions of the board in 2020 is added to the special-purpose reserve in 2021.

11. Undistributed profit

The movements in the undivided result is as follows:

	31/12/2021	31/12/2020
	€	€
Opening balance	1.949.667	741.769
Result Primary according to distribution of profits in the ALV to the continuity reserve	-9.531	(242.218)
Result Primary according to distribution of profits in the ALV to the special-purpose reserve	-9.257	-
Result Secondary according to distribution of profits in the ALV to the continuity reserve	356.536	(432.718)
Result Boarding according to distribution of profits in the ALV to the members accountant of Foundation UWCM	-1.209.797	-
Result Boarding according to distribution of profits in the ALV to the continuity reserve	-1.077.618	(66.833)
Subtotal	-	(0)
Result financial year	976.834	1.949.667
Ending balance	976.834	1.949.667

Proposed appropriation of profits

The board of directors proposed to distribute the profit of 2021 as follows:

Result Primary after back office costs add to the continuity reserve	115.038
Result Primary after back office costs add to the special-purpose reserve	83.263
Result Primary after back office costs withdraw from the special-purpose reserve	(9.257)
Result Secondary after back office costs add to the continuity reserve	228.646
Result Secondary after back office costs add to the special-purpose reserve	434.719
Result Boarding after back office costs add to the continuity reserve	124.425
Total result after back office costs	976.834

The profit appropriation is not reflected in these financial statements.

In 2021 restrictions were introduced by the board:

UWC Maastricht received in 2021 for primary € 83.263,- and for secondary € 434.719,- OC&W subsidy National Program Education (NPO). The objective of this subsidy is to respond to educational disadvantages caused by Covid-19. This subsidy will be spent in 2022. It is proposed to add this to the special-purpose reserve.

The proposed withdrawal from the special-purpose reserve € 9.257 is for the collective labour agreement obligations 2021 which were restricted in the appropriation of profits 2020.

12. Provisions

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Provision for major maintenance of buildings	3.168.623	2.641.900
The movements in provision for major maintenance of buildings is as follows:	<u>31/12/2020</u>	<u>31/12/2019</u>
	€	€
Opening balance	2.641.900	2.165.496
Additions	577.541	541.669
	<u>3.219.441</u>	<u>2.707.165</u>
Withdrawal	(50.818)	- 65.265
Ending balance	<u><u>3.168.623</u></u>	<u><u>2.641.900</u></u>

A provision is recognised for expenditures incurred on major maintenance work on buildings in order to spread these costs over a number of financial years. The future major maintenance work is based on a report from Bremen Bouwadviseurs which is an independent construction cost consultant. This report is renewed each two years. The addition to the provision is determined based on the expected amount of the maintenance work and the intervals between the times when major maintenance work is carried out. The provision is not indexed and is not valued at the present value. Up and including 2018 this provision includes the maintenance work on the school buildings. As of 2019 the maintenance work on the residences is also incorporated in the provision for major maintenance of buildings.

13. Current liabilities

	31/12/2021	31/12/2020
	€	€
School, exam and scholarship fees invoiced in advance	5.296.047	5.131.269
School fees received in advance	51.098	73.877
Debts to trade creditors	585.018	447.166
Members account foundation LVO	17.474	-
Book and locker deposits	297.211	297.092
Pension premiums	71.969	667
Value added tax	2.172	6.864
Payable vacation bonus	159.578	176.164
Deferred income bilateral agreements United World College the Netherlands	20.658	219.917
Subsidy social service	262.485	-
Other liabilities and accruals	203.101	290.280
	<u>6.966.810</u>	<u>6.643.296</u>

All current liabilities fall due in less than one year. The fair value of the current liabilities approximates the book value due to their short-term character.

Breakdown members account foundation LVO into the current account and result position

In 2020 the members account foundation LVO was included under the financial fixed assets.

The members account can be divided into a current account position and a result position. The current account position only contains the investments of the members into the cooperative association. This is the difference between the subsidies which are received from the Ministry of Education Culture & Science and the salary costs, transfer of assets and other investment by the members. The result position only contains results according to the appropriation of the results as decided by the General Members Meeting until the balance date of the annual account. If this is liability item it is a debt.

The members accounts are free of interest. Nothing has been agreed in respect of securities.

	31/12/2021	31/12/2020
	€	€
Current account position on members account of foundation LVO	17.474	-
Total members account foundation LVO	<u>17.474</u>	<u>-</u>

Detailed overview current account position foundation LVO

	31/12/2021	31/12/2020
	€	€
Opening balance	(25.864)	-
Movement in the financial year	43.338	-
Ending balance	<u>17.474</u>	<u>-</u>

14. Assets and liabilities not recognised in balance sheet (Contingent liabilities and assets)

14.1 (Multiyear) financial obligations

Contingent liabilities arising from contracts which are not recognised in the balance sheet are:

Contract	Duration of the contract	< 1 year 2022	1-5 years 2023 till 2026	> 5 years from 2027
Rent dorms	01/08/2013 till 31/07/2053	614.352	2.457.407	16.331.514
Catering boarding students	01/09/2016 till 31/07/2022 term of notice 3 months	273.972		
Cleaning school, dorm and mensa	01/01/2021 till resignation of the contract, term of notice 6 months	119.457		
Maintenance of mechanical installations	01/04/2019 till 31/03/2024	45.191	56.489	
Rent sports accommodation	15/09/2021 till 30/06/2022	17.218		
various small contracts	various	142.445	169.515	

14.2 Not capitalizing tax losses carried forward

To be settled		Available for compensation until
2018	7.501	unlimited
2019	283.921	unlimited
2021	50.363	unlimited
	<u>341.785</u>	

No deferred income tax receivable have been recognised on the balance sheet because it is uncertain if there will be taxable profits in the future. The estimated tax losses, which can be carried forward, amount at the end of 2021 € 341.785 (end of 2020: € 1.504.871).

15. Government contributions

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Subsidy ministry of Education Culture and Science for secondary education	6.256.123	5.540.651	5.529.732
Subsidy ministry of Education Culture and Science for primary education	2.331.840	1.953.794	1.988.643
	<u>8.587.962</u>	<u>7.494.445</u>	<u>7.518.375</u>

The cooperative association does not receive the subsidies directly from the ministry of Education Culture and Science. The educational subsidies are received via foundation LVO and foundation Mosalira.

16. School-, scholarship and registration fees

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
School-, scholarship and registration fees of day students	5.485.207	5.598.779	4.242.262
School-, scholarship and registration fees of residential students paid by UWC NL	390.708	435.167	390.708
School-, scholarship and registration fees of residential students paid by parents, National Committee's and Shelby Davis	3.435.390	3.449.032	4.644.273
	<u>9.311.305</u>	<u>9.482.978</u>	<u>9.277.243</u>

17. Other revenue's

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Davis-Mahindra International Award	-	37.700	-
Donations raised by Cöop. UWCM	437.055	412.300	627.061
Community clubs	-	-	34.396
Other revenue's	60.075	53.750	47.622
	<u>497.130</u>	<u>503.750</u>	<u>709.079</u>

18. Personnel costs

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Salary cost of the personnel which is employed by Coop. UWCM	5.170.755	5.270.700	5.128.577
Salary cost of the contracted personnel from LVO	5.425.419	5.279.647	5.036.647
Salary cost of the contracted personnel from Mosalira	1.492.610	1.326.017	1.448.282
Salary cost of the contracted personnel from third parties	11.184	6.000	9.372
Subtotal salary cost	<u>12.099.969</u>	<u>11.882.364</u>	<u>11.622.879</u>
Personal development	292.872	321.537	167.249
Recruitment costs	4.752	4.300	30.210
Relocation costs new personnel	61.971	42.000	17.373
Other personnel costs	192.533	218.685	141.532
	<u>12.652.097</u>	<u>12.468.886</u>	<u>11.979.242</u>
	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Wages and salaries	3.903.992	3.979.451	3.893.638
Social security costs	581.583	592.825	616.436
Pension costs	638.063	650.396	572.065
Other personnel costs	47.118	48.028	46.438
	<u>5.170.755</u>	<u>5.270.700</u>	<u>5.128.577</u>

Employees

In 2021 the Cooperation employed 109 persons with a yearly average FTE of 67,45 (in 2020: 96 employees with an average FTE of 66,7).

18.1 Remuneration Head of College, Board and Supervisory Board

	<u>31/12/2021</u>	<u>31/12/2020</u>
	€	€
Current and former Heads of College	186.859	184.584
Current and former Board	-	-
Current and former Supervisory Board	-	-
	<u>186.859</u>	<u>184.584</u>

The remuneration includes periodically paid remuneration, such as salaries, holiday allowance and social premiums, remuneration to be paid after a certain term, such as pensions, allowances on termination of employment, bonus payments to the extent that these items were charged to Coöperatieve Vereniging United World College Maastricht U.A.

The legislation 'Normering bezoldiging topfunctionarissen publieke en semipublieke sector (WNT)' does not apply to Coöperatieve Vereniging United World College Maastricht U.A.

19. Depreciation

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Land and buildings	542.015	556.265	529.981
Release contribution third parties land and buildings	(428.642)	(428.642)	- 428.642
Inventory Furniture & ICT	294.739	290.449	284.995
Book losses disposals Inventroy Furniture & ICT			16.875
	<u>408.112</u>	<u>418.071</u>	<u>403.209</u>
Inventory study books	28.668	176	29.929
Book losses disposals study books	-	-	463
	<u>436.780</u>	<u>418.247</u>	<u>433.601</u>

20. Housing costs

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Rental cost	652.193	668.164	629.668
Cleaning costs	248.883	253.500	239.860
Maintenance contract costs	223.218	178.900	206.961
Energy costs	152.319	178.269	198.120
Other housing costs	152.491	133.660	144.327
	<u>1.429.105</u>	<u>1.412.493</u>	<u>1.418.936</u>

21. Other operating expenses

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Endowment financial fixed assets	-	-	184.775
Endowment provision bad debts	-	-	- 1.087.258
Administrative costs	936.985	947.575	812.080
Endowment maintenance provision	577.541	576.563	541.669
Overhead costs Mosalira	15.130	16.900	15.130
Overhead costs LVO	9.000	10.070	9.800
Catering costs	891.972	943.442	806.861
Curricular-, Co-curricular and service activities costs	445.561	675.934	426.173
	<u>2.876.189</u>	<u>3.170.484</u>	<u>1.709.230</u>

22. Financial result

	<u>31/12/2021</u>	<u>Budget 2021</u>	<u>31/12/2020</u>
	€	€	€
Interest and similar income	(23.097)	(4.925)	- 17.251
Exchange differences expenses	2.296	-	- 3.229
	<u>(25.392)</u>	<u>(4.925)</u>	<u>(14.022)</u>

24. Specification result by section

	31/12/2021 €	31/12/2020 €
Result Primary after result sharing and back office costs	189.044	18.788
Result Secondary after result sharing and back office costs	663.365	(356.536)
Result Boarding after result sharing and back office costs	124.425	2.287.415
	<u>976.834</u>	<u>1.949.667</u>

24.1 Specification result Primary

	31/12/2021 €	31/12/2020 €
Result Primary before result sharing and back office costs	765.299	555.686
Result sharing and back office costs	(576.255)	(536.898)
Result Primary after result sharing and back office costs	<u>189.044</u>	<u>18.788</u>

24.2 Specification result Secondary

	31/12/2021 €	31/12/2020 €
Result Secondary before result sharing and back office costs	2.357.645	1.249.776
Result sharing and back office costs	(1.694.280)	(1.606.312)
Result Secondary after result sharing and back office costs	<u>663.365</u>	<u>(356.536)</u>

24.3 Specification result Boarding

	31/12/2021 €	31/12/2020 €
Result Boarding before result sharing and back office costs	124.425	2.287.415
Result sharing and back office costs	<u> </u>	<u> </u>
Result Boarding after result sharing and back office costs	<u>124.425</u>	<u>2.287.415</u>

25. Related parties

The cooperative association is related with its members foundation LVO, foundation Mosalira and foundation UWC Maastricht. They all have entered into a corporation agreement which acts as a participants agreement according to Title 3, Book 2 of the Dutch Civil Code.

With this agreement all parties have committed themselves by means of a long term cooperation to establish a United World College in Maastricht.

26. Other disclosures

Exemption from liability

The articles of association stipulate, in accordance with article 30 paragraph 1, that the members are not liable for a liquidation shortage.

The articles of association stipulate, in accordance with article 30 paragraph 2, that if the articles of association are changed regarding the liability and therefore the members are liable for the commitments of the cooperative association this liability can't be ended by ending the membership of the cooperative association.

Events after balance sheet date

Stichting United World College Maastricht will leave the Coöperatieve Vereniging United World College Maastricht U.A. Maastricht at the same moment Stichting United World College Nederland will join the Coöperatieve Vereniging United World College Maastricht U.A. This is formalized in new statutes and in a new corporation agreement of Coöperatieve Vereniging United World College Maastricht U.A. These documents were finalized on 22 June 2022.

There are no other events after balance sheet date which should be mentioned.

Maastricht, 01-09-2022

Coöperatieve Vereniging United World College Maastricht U.A.
Board of directors

A.M. Paulussen

M.M.J.P. van Roosmalen

F.E. Six

G. H. Zwart

Other information

Articles of association governing profit appropriation

The articles of association stipulate, in accordance with article 19 paragraph 5, that the annual profit obtained is at the free disposal of the general members meeting. The annual profit which is not added to the other reserves will be added to the members accounts. The general members meeting can also decide to pay the profits to the members. The payment of the profits to the members needs to be in proportion of the balance of the member accounts.

The general members meeting can also decide to add the losses, which can not be added to the other reserves, to the members accounts. The addition of the losses to the members accounts needs to be in proportion of the balance of the members accounts.

CONTROLEVERKLARING VAN DE ONAFHANKELIJKE ACCOUNTANT

Aan: de Algemene ledenvergadering van Coöperatieve vereniging United World College Maastricht U.A.

Verklaring over de in het jaarverslag opgenomen jaarrekening 2021

Ons oordeel

Wij hebben de jaarrekening 2021 van Coöperatieve vereniging United World College Maastricht U.A. te Maastricht gecontroleerd.

Naar ons oordeel geeft de in dit jaarverslag opgenomen jaarrekening een getrouw beeld van de grootte en de samenstelling van het vermogen van Coöperatieve vereniging United World College Maastricht U.A. per 31 december 2021 en van het resultaat over 2021 in overeenstemming met Titel 9 Boek 2 BW.

De jaarrekening bestaat uit:

1. de balans per 31 december 2021;
2. de resultatenrekening over 2021; en
3. de toelichting met een overzicht van de gehanteerde grondslagen voor financiële verslaggeving en andere toelichtingen.

De basis voor ons oordeel

Wij hebben onze controle uitgevoerd volgens het Nederlands recht, waaronder ook de Nederlandse controlestandaarden vallen. Onze verantwoordelijkheden op grond hiervan zijn beschreven in de sectie 'Onze verantwoordelijkheden voor de controle van de jaarrekening'.

Wij zijn onafhankelijk van Coöperatieve vereniging United World College Maastricht U.A. zoals vereist in de Wet toezicht accountantsorganisatie (Wta), de Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten (ViO) en andere voor de opdracht relevante onafhankelijkheidsregels in Nederland. Verder hebben wij voldaan aan de Verordening gedrags- en beroepsregels accountants (VGBA).

Wij vinden dat de door ons verkregen controle-informatie voldoende en geschikt is als basis voor ons oordeel.

Verklaring over de in het jaarverslag opgenomen andere informatie

Het jaarverslag omvat andere informatie, naast de jaarrekening en onze controleverklaring daarbij.

Op grond van onderstaande werkzaamheden zijn wij van mening dat de andere informatie:

- met de jaarrekening verenigbaar is en geen materiële afwijkingen bevat;
- alle informatie bevat die op grond van Titel 9 Boek 2 BW is vereist voor het bestuursverslag en de overige gegevens.

Wij hebben de andere informatie gelezen en hebben op basis van onze kennis en ons begrip, verkregen vanuit de jaarrekeningcontrole of anderszins, overwogen of de andere informatie materiële afwijkingen bevat.

Q-Concepts Accountancy B.V.

Met onze werkzaamheden hebben wij voldaan aan de vereisten in Titel 9 Boek 2 BW en de Nederlandse Standaard 720. Deze werkzaamheden hebben niet dezelfde diepgang als onze controlewerkzaamheden bij de jaarrekening.

Het bestuur is verantwoordelijk voor het opstellen van de andere informatie, waaronder het bestuursverslag en de overige gegevens in overeenstemming met Titel 9 Boek 2 BW.

Beschrijving van verantwoordelijkheden met betrekking tot de jaarrekening

Verantwoordelijkheden van het bestuur voor de jaarrekening

Het bestuur is verantwoordelijk voor het opmaken en getrouw weergeven van de jaarrekening in overeenstemming met Titel 9 Boek 2 BW. In dit kader is het bestuur verantwoordelijk voor een zodanige interne beheersing die het bestuur noodzakelijk acht om het opmaken van de jaarrekening mogelijk te maken zonder afwijkingen van materieel belang als gevolg van fouten of fraude.

Bij het opmaken van de jaarrekening moet het bestuur afwegen of de organisatie in staat is om haar werkzaamheden in continuïteit voort te zetten. Op grond van genoemd verslaggevingsstelsel moet het bestuur de jaarrekening opmaken op basis van de continuïteitsveronderstelling, tenzij het bestuur het voornemen heeft om de organisatie te liquideren of de bedrijfsactiviteiten te beëindigen of als beëindiging het enige realistische alternatief is.

Het bestuur moet gebeurtenissen en omstandigheden waardoor gerede twijfel zou kunnen bestaan of de organisatie haar bedrijfsactiviteiten in continuïteit kan voortzetten, toelichten in de jaarrekening.

Onze verantwoordelijkheden voor de controle van de jaarrekening

Onze verantwoordelijkheid is het zodanig plannen en uitvoeren van een controleopdracht dat wij daarmee voldoende en geschikte controle-informatie verkrijgen voor het door ons af te geven oordeel.

Onze controle is uitgevoerd met een hoge mate, maar geen absolute mate van zekerheid waardoor het mogelijk is dat wij tijdens onze controle niet alle materiële fouten en fraude ontdekken. Afwijkingen kunnen ontstaan als gevolg van fraude of fouten en zijn materieel indien redelijkerwijs kan worden verwacht dat deze, afzonderlijk of gezamenlijk, van invloed kunnen zijn op de economische beslissingen die gebruikers op basis van deze jaarrekening nemen. De materialiteit beïnvloedt de aard, timing en omvang van onze controlewerkzaamheden en de evaluatie van het effect van onderkende afwijkingen op ons oordeel.

Wij hebben deze accountantscontrole professioneel kritisch uitgevoerd en hebben waar relevant professionele oordeelsvorming toegepast in overeenstemming met de Nederlandse controlestandaarden, ethische voorschriften en de onafhankelijkheidseisen.

Onze controle bestond onder andere uit:

- het identificeren en inschatten van de risico's dat de jaarrekening afwijkingen van materieel belang bevat als gevolg van fouten of fraude, het in reactie op deze risico's bepalen en uitvoeren van controlewerkzaamheden en het verkrijgen van controle-informatie die voldoende en geschikt is als basis voor ons oordeel. Bij fraude is het risico dat een afwijking van materieel belang niet ontdekt wordt groter dan bij fouten. Bij fraude kan sprake zijn van samenspanning, valsheid in geschrifte, het opzettelijk nalaten transacties vast te leggen, het opzettelijk verkeerd voorstellen van zaken of het doorbreken van de interne beheersing;
- het verkrijgen van inzicht in de interne beheersing die relevant is voor de controle met als doel controlewerkzaamheden te selecteren die passend zijn in de omstandigheden. Deze werkzaamheden hebben niet als doel om een oordeel uit te spreken over de effectiviteit van de interne beheersing van de entiteit;
- het evalueren van de geschiktheid van de gebruikte grondslagen voor financiële verslaggeving en het evalueren van de redelijkheid van schattingen door het bestuur en de toelichtingen die daarover in de jaarrekening staan;
- het vaststellen dat de door het bestuur gehanteerde continuïteitsveronderstelling aanvaardbaar is. Tevens het op basis van de verkregen controle-informatie vaststellen of er gebeurtenissen en omstandigheden zijn waardoor gereede twijfel zou kunnen bestaan of de onderneming haar bedrijfsactiviteiten in continuïteit kan voortzetten. Als wij concluderen dat er een onzekerheid van materieel belang bestaat, zijn wij verplicht om aandacht in onze controleverklaring te vestigen op de relevante gerelateerde toelichtingen in de jaarrekening. Als de toelichtingen inadequaat zijn, moeten wij onze verklaring aanpassen. Onze conclusies zijn gebaseerd op de controle-informatie die verkregen is tot de datum van onze controleverklaring. Toekomstige gebeurtenissen of omstandigheden kunnen er echter toe leiden dat een organisatie haar continuïteit niet langer kan handhaven.
- het evalueren van de presentatie, structuur en inhoud van de jaarrekening en de daarin opgenomen toelichtingen; en
- het evalueren of de jaarrekening een getrouw beeld geeft van de onderliggende transacties en gebeurtenissen.

Wij communiceren met de met governance belaste personen onder andere over de geplande reikwijdte en timing van de controle en over de significante bevindingen die uit onze controle naar voren zijn gekomen, waaronder eventuele significante tekortkomingen in de interne beheersing.

's-Hertogenbosch, 7 september 2022
Q-Concepts Accountancy B.V.

drs. E.E.T.M. Kalnenek RA

