

Stichting Space Buzz Foundation
Amsterdam

Report on the annual accounts 2023

28 June 2024

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Report of the board of Directors



MANAGEMENT REPORT 2023

Dear friends of SpaceBuzz,

What a great year 2023 was for us! After several tough COVID-19 years, 2023 was all about growth, both in the Netherlands and abroad.

Our school visits were once again filled with magical moments. The beaming faces of children and the enthusiasm of teachers were heartwarming. Our program with the unique combination of technology (STEAM), innovation and citizenship combined with an innovative way of immersive learning (Virtual and augmented reality), only increases in relevance and touches not only teachers but all stakeholders. Ranging from teachers to the Minister of Education. From boards of companies to other organizations that, like us, have a passion for education and our beautiful but also fragile planet Earth. Not only in the Netherlands but also abroad.

The year 2023 has also been all about partnerships. They are essential for us to achieve our mission of 100 million changemakers for our beautiful but also fragile planet Earth. In addition to the continuation of our existing partners, this year we also welcomed several new Friends of SpaceBuzz including Jane Goodall Foundation, Postcode Lottery Netherlands with a second major donation, Plus projects who will help us win grants and an ever-growing group of companies who are also looking for a new, inspiring perspective to guide sustainability strategy while adopting our school program.

We are proud of the steps we were able to make last year thanks to all of our Friends of SpaceBuzz.

Please find below an update of our mission to inspire 100 millions of children across the globe, including our most important milestones in 2023 that we would like to share with you. We wish you much reading pleasure.

Team SpaceBuzz

1. On our way to 100 million ambassadors for our beautiful planet

Our non-profit organization, SpaceBuzz, is inspired by the 'overview effect,' a significant shift in perspective that, until recently, only astronauts in space could experience.

"They saw a beautiful blue dot in the darkness of the universe. A colorful but also fragile planet shared by all living people, animals, trees, and plants, with national borders seeming to disappear."

They feel a deep urge to act on this new perspective upon returning home and become a so-called 'force for good.'

Our mission is to inspire millions of children with this new, life-changing perspective on our planet, so they become ambassadors of planet Earth just like astronauts.

So far, more than 50,000 children, teachers, and adults from over 70 nationalities have been able to participate in the program. The evaluation scores are high, with an average of 9.3/10.0. We have a waiting list of over 6 months. Our rocket fleet consists of two rockets, with one new rocket under construction. The program is now available in 6 languages. In Europe, we are active in 5 countries. The next step is to roll out the program on all continents so that 100 million children and their teachers can participate in the program.

The SpaceBuzz foundation has a board of three members: Zoran van Gessel (Chairman and CEO of Bencis), Oscar Snijders (Treasurer and Deloitte), and Peter van Kranenburg (Board Member Education and CEO of Florencius). Andre and Helen Kuipers are co-founders and are intensely involved as ambassadors. Daily management is in the hands of Janine Geijssen, in collaboration with a team of experts, including Matthijs Leendertse (Head of Education), Debbie Schouten (Head of Branding, PR, and Partnerships), Michiel Verhaagen (Head of Growth and Business Development), Rieteke Roelofs (Head of Fundraising Netherlands).

For the scientific validation & impact of the program, we collaborate with Prof. Dr. M. Louwerse (Cognitive Psychology and Artificial Intelligence) and his team from Tilburg University.

2. Inclusivity

Inclusivity is one of our most important pillars. All children should be able to participate in the program, regardless of the financial situation of their school. Research by Prof. Dr. M. Louwerse and his team from Tilburg University shows that our program is especially relevant for children in disadvantaged neighborhoods. Expanding their perspective and our method of experiential learning increase the chances that these children will be able to step out of their situation in the future.

Thanks to the Robeco Foundation, Rotary Haaglanden and Botlek-Rhoon, and the Cultural Fund in collaboration with the Crone-Haver Droeze Fund, even more children in disadvantaged neighborhoods have been able to participate in the program this year. Teachers rated the program with an average of 9.4/10.0 and a 'wish to return rate of 100%'.

3. Improvement of the Education Program (VR 2.0 and MC 2.0)

The world does not stand still. In collaboration with Prof. Dr. M. Louwerse, we have designed an approach to further upgrade our VR experience. Focus is on further improvement of the image quality, a modular design of the VR experience, making it easy to adapt to different countries. This includes different astronauts, countries flown over, satellites, etc. For this, we have partnered with two new strategic partners: Reblika and Nuformer.

Additionally, together with In10, we have developed the approach for further developing the lesson platform Mission Control, which supports teachers in the classroom and addresses their lack of confidence in teaching technology education, citizenship, and sustainability. With this tool, all teachers, even teaching assistants, can deliver these lessons. The tool is highly rated by teachers, and they frequently request additional lessons. Mission Control 2.0 will be modular, multilingual, and capable of offering extra lesson modules. We hope to build this tool in 2024 with the help of donors.

4. Development of Interactive Digital Avatars in Collaboration with Tilburg University

Thanks to the Regional Envelope, we have been able to take a step in the development of digital avatars in collaboration with Prof. Dr. M. Louwerse. These avatars can be used as lifelike, interactive tutors in our VR experience. This creates an intelligent learning system, giving children access to high-quality education regardless of the presence of schools and/or teachers. In this way, we hope to contribute to Sustainable Development Goal 4: Quality Education.

5. New Partners to Realize Our Mission Together

In a world with great challenges, collaboration and sharing expertise are crucial—we strongly believe in the power of partnerships. This year, we have again been able to work intensively with organizations such as STEAM Limburg, Jeugd & Educatie Fonds, IMC Weekendscholen, NH1816, and Artis. Additionally, we have extended our partnership with the Dutch Postcode Lottery for a period of 3 years.

We are proud of our new partners, including the Jane Goodall Foundation, Plus Projects, GI Travel, Cultuur Fonds, Robeco Foundation, Stichting Verre Zon, Vermas Foundation, BonTon Toys, AFAS, Adyen, Das Deutsches Zentrum für Luft und Raumfahrt, and the Deutsche Postcode Lottery.

6. TedX Talk, podcasts, and local visibility & PR

Thanks to TedX Talk, Buzz Women, Stichting Impact Nederland, the Dutch Media Awards, and the Planetary Health Festival by Artis, we have been able to share our story with many others. This ranges from a TedX talk at Nyenrode to multiple podcasts on topics such as leadership and innovation. Schools have also helped by using a small SpaceBuzz press kit to approach local journalists to share their SpaceBuzz experience. This has resulted in a lot of free publicity and many new school registrations.

7. Regional and International SpaceBuzz Programs

The SpaceBuzz program is designed to be adaptable to any country, region, or city in terms of language, role model (local astronaut), and curriculum. This way, we can optimally align with the children's world of experience and make it easier to create an emotional connection, which is important for abstract subjects such as technology, sustainability, and citizenship.

This year, we focused on further developing regional partnerships, such as with STEAM Limburg. Through them, all schools in the province of Limburg were connected at once. The collaboration also has an important substantive component. For the region, a specially developed lesson program tailored to the themes and challenges important to them, such as circularity, future workforce, and inclusivity, will be created. Funding comes from local and regional funds.

This year, we completed the Erasmus+ project under the name Space Consortium. We are incredibly proud to now have an international SpaceBuzz program in 6 languages, tested with over 10,000 children and teachers across Europe. The evaluation scores are exceptionally high, and the countries have all decided to continue the program.

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A big shout out to our partners Casemate, Hungary, and Schuhsprenger 1 in Bruneck.

8. Opening SpaceBuzz Germany

In Germany, we have been able to make significant progress thanks to a donation from the Deutsche Postcode Lottery. With this, we established the German SpaceBuzz Foundation and received a budget to allow over 1,500 children to participate in the program this and next year. Thanks to the establishment of the German SpaceBuzz Foundation, we also managed to partner with the Deutsche Luft und Raumfahrt organization at the end of this year. They have embraced the program, and together with them, we will develop a fully customized education program and our own SpaceBuzz rocket in 2024. To kickstart the program in Germany, SpaceBuzz 2 was sold at the end of 2023. It will be returned once the German SpaceBuzz can be delivered.

9. Sustainable Development of Our Business Model

Further sustainability of revenue streams was again high on the agenda this year. We have been able to make good progress with various target groups.

Schools were once again willing to contribute to the costs thanks to our unique combination of subjects: technology, sustainability, and citizenship, the support teachers receive in the classroom via Mission Control, and of course, the unforgettable experience in the rocket.

Demand from businesses and organizations for the use of the SpaceBuzz rocket at their own events continues to grow. Often, this is related to the launch of their new sustainable business strategy and/or ESG goals. The system where companies support us by hiring SpaceBuzz, enabling more schools to benefit from the lesson program, works well. This has created an important, sustainable revenue stream. To further facilitate this growth, we are working with the bookers at Speakers Academy and have expanded our event team.

Companies and organizations for which we have organized events include BonTon Toys, GI Travel, Robeco, Adyen, Sport Fonds, Baggerfestival, AFAS, Tilburg University, Rotary, and Plus Project.

Applying for regional and national subsidies is a third potential revenue stream we want to develop. This year, we started a partnership with Plus Projects for this purpose. The results of this will become visible in 2024.

10. Finances and budget

The re-opening of society and focus on sustainable funding through school contributions, partnerships and company donations have characterised the financial year 2023. During this year a total of € 1.073.074 in donations has been received. This is a significant increase versus 2022. Especially from business events and accompanying donations we have seen a significant increase versus prior year. School donations have also increased but still only partly covering expenses, for which remaining funding predominantly comes from partner organisations.

During 2023 the SpaceBuzz program has also been strengthened by considerable investments into the educational platform. Through finalisation of the Erasmus+ program and the start of SpaceBuzz Germany the next steps to Virtual Reality and Mission Control 2.0 are being prepared.

The Erasmus+ program has been finalized in the fall of 2023. Shortly thereafter, SpaceBuzz submitted the final Erasmus+ reporting on behalf of all partners and together with the financial result of the different workstreams. Early 2024 Erasmus+ has approved the final report and concluded on the financial grant.

With operations coming back to normal in a post-covid world, budgeting and forecasting financial performance is once again used to steer the business. Annual budgets are being prepared but operational planning and spending remain at the discretion of sufficient funding and optionality through partner organizations (e.g. STEAM, Stichting

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Space Buzz Foundation Cultuurfonds etc.). Therefore, budgetting was not actively used as a management tool.

The Foundations equity reserves are to be utilized for the benefit and continuity of the SpaceBuzz program in the Netherlands.

Amsterdam, 28 June 2024

Z.J. van Gessel
Chairman

O. Snijders
Treasurer

P.A. van Kranenburg
Board member

Balance sheet as at 31 December 2023

(After proposal distribution of result)

Assets

		31-12-2023		31-12-2022	
		€	€	€	€
Fixed assets					
Intangible fixed assets	1		513.436		547.626
Tangible fixed assets	2		8.992		474.360
Financial assets	3		100.500		500
Current assets					
Receivables	4		75.121		129.953
Cash and cash equivalents	5		847.198		36.544
			1.545.247		1.188.983
			1.545.247		1.188.983
Equity and liabilities					
Reserves and funds					
	6		231.251		(48.674)
Long-term liabilities					
	7		881.383		981.383
Current liabilities, accruals and deferred income					
	8		432.613		256.274
			432.613		256.274
			1.545.247		1.188.983

Statement of income and expenditures for the year 2023

		2023		2022	
		€	€	€	€
Income	9		1.135.660		533.124
Other operating income	10		206.621		-
			<u>1.342.281</u>		<u>533.124</u>
Expenses					
Amortisation of intangible fixed assets	11	92.270		85.984	
Depreciation of tangible fixed assets	12	143.075		139.909	
Other operating expenses	13	927.011		999.962	
Total of sum of expenses			<u>1.162.356</u>		<u>1.225.855</u>
Total of operating result			179.925		(692.731)
Share in result of participations	14		100.000		-
Total of net result			<u>279.925</u>		<u>(692.731)</u>
Appropriation of result					
			<u>2023</u>		<u>2022</u>
			€		€
Other reserves			<u>279.925</u>		<u>(692.731)</u>

Notes to the financial statements

Entity information

Registered address and registration number trade register

The actual address of Stichting Space Buzz Foundation is Laantje van Bruijn 27, 1262 AT in Blaricum, the registered office of the legal entity is Amsterdam. Stichting Space Buzz Foundation is registered at the Chamber of Commerce under number 69974268.

General notes

The most important activities of the entity

The mission of the foundation is to educate primary school pupils about the fragility of the earth through a unique VR experience. This is called the overview effect. A special teaching program involves the non-commercial exploitation of one or more space buses. We also organize commercial events to be able to spread our message and obtain additional funds for the education program.

Disclosure of going concern

Stichting Space Buzz Foundation is highly dependent on donations that often are received during the year. Board decisions regarding activities and expenses are made based on opportunities and donations. The activities and expenses are made when the donations have been committed and it is very reliable the funds will be transferred to Stichting Space Buzz Foundation. Furthermore Stichting Space Buzz Foundation has received financing from a board member as debt facility. Despite the strong dependence on donations, based on the above, we consider the risk of uncertainty surrounding the continuity of the foundation to be low. The balance sheet and statement of income and expenditures are made up under a going concern assumption.

Disclosures about estimates, judgements, assumptions and uncertainties

In applying the principles and policies for drawing up the financial statements, the directors of Stichting Space Buzz Foundation make different estimates and judgments that may be essential to the amounts disclosed in the financial statements. If it is necessary in order to provide the transparency required under Book 2, article 362, paragraph 1, the nature of these estimates and judgments, including related assumptions, is disclosed in the notes to the relevant financial statement item.

General accounting principles

The accounting standards used to prepare the financial statements

The financial statement is drawn up in accordance with RJK C1, 'Kleine organisaties-zonder-winststreven', 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.

Disclosure of deviation in prior period figures due to a revision

The comparative figures for other operating costs have been adjusted to enhance information provision to the users of the financial statements. It is important to note that these adjustments to the comparative figures have no numerical impact on the reserves of the foundation

Budget

Stichting Space Buzz Foundation is highly dependent on donations that often are received during the year. Board decisions regarding activities and expenses are made based on opportunities and donations. Therefore, the budget is not used as an important control instrument by the foundation. Due to this, the foundation has made use of the exemption under RJ C1.303 to exclude the budget in the statement of income and expenditures.

Financial instruments

Financial instruments are both primary financial instruments (such as receivables and debts), and derivative financial instruments (derivatives).

Primary financial instruments:

For the principles of primary financial instruments, reference is made to the recognition per balance sheet item of the 'Principles'.

Derivative financial instruments (derivatives):

The company does not use interest rate swaps to hedge its interest rate risks.

Accounting principles

Intangible assets

Intangible fixed assets are stated at historical cost less amortisation. Impairments are taken into consideration; this is relevant in the event that the carrying amount of the asset is higher than its realisable value.

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

Property, plant and equipment

Tangible fixed assets are valued at acquisition costs or production costs plus additional costs less straight-line depreciation based on the expected life, unless stated otherwise. Impairments expected on the balance sheet date are taken into account.

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

Financial assets

Participations, over which significant influence can be exercised, are valued according to the net asset value method. In the event that 20% or more of the voting rights can be exercised, it may be assumed that there is significant influence.

The net asset value is calculated in accordance with the accounting principles that apply for these financial statements; with regard to participations in which insufficient data is available for adopting these principles, the valuation principles of the respective participation are applied.

If the valuation of a participation based on the net asset value is negative, it will be stated at nil. If and insofar as Stichting Space Buzz Foundation can be held fully or partially liable for the debts of the participation, or has the firm intention of enabling the participation to settle its debts, a provision is recognised for this.

Newly acquired participations are initially recognised on the basis of the fair value of their identifiable assets and liabilities at the acquisition date. For subsequent valuations, the principles that apply for these financial statements are used, with the values upon their initial recognition as the basis.

The amount by which the carrying amount of the participation has changed since the previous financial statements as a result of the net result achieved by the participation is recognised in the statement of income and expenditures.

Participations over which no significant influence can be exercised are valued at historical cost. The result represents the dividend declared in the reporting year, whereby dividend not distributed in cash is valued at fair value.

The participating entity, SpaceBuzz Deutschland Gemeinnützige UG, is located in Düsseldorf, Germany, and the Space Buzz Foundation holds 100% of its capital share. The financial figures of SpaceBuzz Deutschland Gemeinnützige UG have not been consolidated into the financial statements of the Space Buzz Foundation. This is due to an exemption under Article 2:407 of the Dutch Civil Code, based on the consolidation thresholds specified in Article 396. This exemption is applied because the size of the participation does not exceed the limits set by these regulations, hence consolidation is not required.

Receivables

Upon initial recognition the receivables are valued at fair value and then valued at amortised cost. Provisions deemed necessary for possible bad debt losses are deducted. These provisions are determined by individual assessment of the receivable.

Cash and cash equivalents

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

Non-current liabilities

On initial recognition long-term debts are recognised at fair value. Transaction costs which can be directly attributed to the acquisition of the long-term debts are included in the initial recognition. After initial recognition long-term debts are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs. If there is no premium / discount or if there are no transaction costs, the amortised cost price is the same as the nominal value of the debt.

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

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 and minus transaction costs. This is usually the nominal value.

Accounting principles for determining the result

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

Subsidy income

Operating subsidies are recorded as income in the statement of income and expenditures in the year in which the subsidised costs were incurred or income was lost or when there was a subsidised operating deficit. Income is recognised when it is probable that it will be received.

Subsidies related to investments in tangible fixed assets are deducted from the asset to which they relate and recorded in the statement of income and expenditures as part of the amortisation costs.

Notes to the balance sheet

Assets

1 Intangible fixed assets

	Virtual reality film development	Educational program development	Product development and testing	Total
	€	€	€	€
Balance as at 1 January 2023				
Cost or manufacturing price	626.907	179.493	76.884	883.284
Accumulated amortization	(244.733)	(65.019)	(25.906)	(335.658)
Book value as at 1 January 2023	<u>382.174</u>	<u>114.474</u>	<u>50.978</u>	<u>547.626</u>
Movements				
Additions	58.080	-	-	58.080
Amortisations	(66.629)	(17.951)	(7.690)	(92.270)
Balance movements	<u>(8.549)</u>	<u>(17.951)</u>	<u>(7.690)</u>	<u>(34.190)</u>
Balance as at 31 December 2023				
Cost or manufacturing price	684.987	179.493	76.884	941.364
Accumulated amortization	(311.362)	(82.970)	(33.596)	(427.928)
Book value as at 31 December 2023	<u>373.625</u>	<u>96.523</u>	<u>43.288</u>	<u>513.436</u>

The amortization percentages are 10% for the intangible assets.

In the fiscal year 2023, an investment was made in VR 2.0, which includes an in-kind contribution. The total investment amounts to €258,080, of which €200,000 is an in-kind contribution.

2 Tangible fixed assets

	<u>Space Buzz 01</u>	<u>Space Buzz 02</u>	<u>Total</u>
	€	€	€
Balance as at 1 January 2023			
Cost or manufacturing price	407.802	443.521	851.323
Accumulated depreciation	<u>(316.534)</u>	<u>(60.429)</u>	<u>(376.963)</u>
Book value as at 1 January 2023	<u>91.268</u>	<u>383.092</u>	<u>474.360</u>
Movements			
Depreciation	(82.276)	(60.799)	(143.075)
Disposals	-	(443.521)	(443.521)
Depreciation on disposals	-	121.228	121.228
Balance movements	<u>(82.276)</u>	<u>(383.092)</u>	<u>(465.368)</u>
Balance as at 31 December 2023			
Cost or manufacturing price	407.802	-	407.802
Accumulated depreciation	<u>(398.810)</u>	<u>-</u>	<u>(398.810)</u>
Book value as at 31 December 2023	<u>8.992</u>	<u>-</u>	<u>8.992</u>

The depreciation rates for the tangible fixed assets are:

Space Buzz 01 20%

Space Buzz 02 20%

The Space Buzz 02 has been sold in 2023 through the new founded subsidiary Spacebuzz Deutschland (see also 3 below). Space Buzz 2 is sold to Deutsches Zentrum für Luft- und Raumfahrt (DLR) with a buy back guarantee at the moment of delivering a new to be build Space Buzz to Deutsches Zentrum für Luft- und Raumfahrt (DLR), which will occur early June 2024.

3 Financial assets

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
SpaceBuzz Deutschland Gemeinnützige UG (100%)	<u>100.500</u>	<u>500</u>

In 2022, the foundation established a German subsidiary to expand its activities in Germany. This strategic move aims to enhance the foundation's outreach and effectiveness in delivering its services and programs within the German context. By setting up a local entity, the foundation can better adapt to regional needs and engage more closely with local communities and stakeholders. This expansion is expected to significantly contribute to the foundation's mission and facilitate stronger collaborations across borders.

SpaceBuzz Deutschland Gemeinnützige UG (100%)

	<u>2023</u>	<u>2022</u>
	€	€
Book value as at 1 January	500	-
Investments	-	500
Profit/(Loss)	<u>100.000</u>	<u>-</u>
Book value as at 31 December	<u><u>100.500</u></u>	<u><u>500</u></u>

4 Receivables

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Other accounts receivable	64.033	22.885
Accruals and prepaid expenses	<u>11.088</u>	<u>107.068</u>
	<u><u>75.121</u></u>	<u><u>129.953</u></u>

Other accounts receivable

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Accounts receivable	38.405	22.885
Erasmus+ Grant budget NL	<u>25.628</u>	<u>-</u>
	<u><u>64.033</u></u>	<u><u>22.885</u></u>

Erasmus+

Transfers to beneficiaries are reflected as pass-throughs on the balance sheet. Funds designated to SpaceBuzz are recorded as income in the profit and loss statement. SpaceBuzz, also a beneficiary, has allocated this grant to cover time spent and expenses incurred, with revenue recognition in line with project duration and timesheets linked to intellectual outputs.

5 Cash and cash equivalents

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
ABN AMRO Bank N.V.	<u>847.198</u>	<u>36.544</u>

The total amount of cash and cash equivalents is at free disposal of the foundation and includes the funds received from the (temporary) sale of Space Buzz 02 which will be used to build a new Space Buzz for Germany.

Equity and liabilities

6 Reserves and funds

Movements in equity were as follows:

	<u>Other reserves</u>
	€
Balance as at 1 January 2023	(48.674)
Appropriation of result	<u>279.925</u>
Balance as at 31 December 2023	<u><u>231.251</u></u>

Other reserves:

The other reserves will be used for the general mission of the foundation

7 Long-term liabilities

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Long-term supplier credit	196.383	196.383
Long-term related party loan	<u>685.000</u>	<u>785.000</u>
	<u><u>881.383</u></u>	<u><u>981.383</u></u>

Outstanding long-term supplier credit relates to the VR film development commitment made under the initial fee quote. It has been agreed that payment shall take place after the Foundation reaching financial maturity and having a steady flow of income. Up until then the supplier of this credit shall bear the project risk subsequent of SpaceBuzz committing 60% of the initial fee quote. No interest has been calculated and no securities have been agreed upon. No arrangements have been established regarding the repayment of the loan.

Long-term loan provided by a related party to fund the operational activities and initial working capital. No interest has been calculated and no securities have been agreed upon. No arrangements have been established regarding the repayment of the loan.

Long-term supplier credit

	<u>2023</u>	<u>2022</u>
	€	€
Balance as at 1 January	196.383	196.383
Balance movements	<u>-</u>	<u>-</u>
Balance as at 31 December	<u><u>196.383</u></u>	<u><u>196.383</u></u>

Long-term related party loan

	<u>2023</u>	<u>2022</u>
	€	€
Balance as at 1 January	785.000	325.000
Increase	-	460.000
Conversion to donation	<u>(100.000)</u>	<u>-</u>
Balance as at 31 December	<u><u>685.000</u></u>	<u><u>785.000</u></u>

8 Current liabilities, accruals and deferred income

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Trade payables	235.989	101.743
Other payables	152.170	117.573
Current account SpaceBuzz Deutschland Gemeinnützige UG	44.454	-
Accruals and deferred income	<u>-</u>	<u>36.958</u>
	<u><u>432.613</u></u>	<u><u>256.274</u></u>

No interest has been calculated on the current account with SpaceBuzz Deutschland Gemeinnützige UG and no securities have been agreed upon. No arrangements have been established regarding the repayment of the loan.

Other payables

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Other payables	<u>152.170</u>	<u>117.573</u>

Accruals and deferred income

	<u>31-12-2023</u>	<u>31-12-2022</u>
	€	€
Erasmus+ Grant budget NL	<u>-</u>	<u>36.958</u>

Contingent assets and liabilities

Disclosure of off-balance sheet commitments

For 2023, the subsidy amount has been set by the grant provider. However, it is important to note that an audit is still pending which could potentially impact the final determination of the subsidy. Although there is a possibility that obligations or a repayable subsidy amount could arise from this audit, the foundation's board does not expect this to be the case.

The nature of off-balance sheet liabilities

In our financial strategy this year, we have committed to acquiring Space Buzz 3 to facilitate its sale to DLR. This commitment is reflected as a off-balance liability in our annual financial statements. We have also negotiated a repurchase agreement for Space Buzz 2, ensuring its buyback at year-end at its sales value, corresponding to its book value. By strategically securing a sale and managing repurchase terms, we enhance our financial stability and uphold our commitment to sustainability.

Disclosure of contingent assets

At the time of preparing this financial statement, the management is in contact with the Dutch tax authorities to obtain a value-added tax (VAT) registration number. Upon approval, a part of the paid input VAT will be reclaimed from the Dutch tax authorities. Given the fact that the procedure is not yet finalized, this receivable has not been recognized in the balance sheet.

Notes to the statement of income and expenditures

General

Stichting Space Buzz Foundation is in the start-up phase and therefore the budget for the year 2022 and 2023 is not used as an important control instrument by the foundation. Due to this, the foundation has made use of the exemption under RJ C1.303 to exclude the budget in the statement of income and expenditures.

9 Income

	<u>2023</u>	<u>2022</u>
	€	€
Donations and benefits from fundraising	1.073.074	487.668
Erasmus+ Grant NL	<u>62.586</u>	<u>45.456</u>
	<u>1.135.660</u>	<u>533.124</u>

Erasmus+ Grant NL

The subsidy was awarded in October 2020 with an initial budget of €400,589, assigned per beneficiary according to anticipated workload and standard EU hourly rates by country and staff category. The project required tracking actual time spent using the EU Mobility tool throughout its 3-year duration, from October 2020 to September 2023. At the time of writing, the final report and financial documentation have received Erasmus+ approval.

Erasmus+ provided 80% of the budget as pre-funding, with the remaining 20% to be disbursed after final approval. SpaceBuzz, acting for all beneficiaries, received €320,471, half in 2020 and half in 2021, and has distributed the pre-funded amounts to other beneficiaries.

For 2023, the subsidy amount has been determined by the grant provider, but it is important to note that an audit is still pending which could impact the final subsidy determination. SpaceBuzz is the lead partner for this subsidy, serving as the primary contact for Erasmus+ and responsible for coordinating the accountability and documentation among the partners. This role includes ensuring compliance with Erasmus+ regulations and managing the submission of required financial and narrative reports.

Donations and benefits from fundraising

	<u>2023</u>	<u>2022</u>
	€	€
Donations and benefits from lottery organizers	500.000	-
Donations and benefits from charities	301.274	396.195
Donations and benefits from private individuals	271.800	59.223
Donations and benefits from partners	-	32.250
	<u>1.073.074</u>	<u>487.668</u>

The Space Buzz Foundation is pleased to acknowledge a generous donation of €500,000 from De Nederlandse Postcode Loterij, for a three-year period covering 2023 to 2025. This contribution is particularly significant as it comes with no specific conditions or performance requirements attached. As such, the entirety of this donation will be directed towards furthering the general mission of our foundation. This funding will significantly aid in the execution of our initiatives and support our ongoing efforts to achieve our goals.

In addition to in-kind donations, the foundation is also supported in its organisation through unquantified related party donations from:

- The Deloitte Impact Foundation, consisting of periodical administration support, and
- Other related parties supporting the organisation in its day-to-day activities (i.e. fundraising and project management).

10 Other operating income

	<u>2023</u>	<u>2022</u>
	€	€
Fee for use of VR and mission control	<u>206.621</u>	<u>-</u>

11 Amortisation of intangible fixed assets

	<u>2023</u>	<u>2022</u>
	€	€
Amortisation costs virtual reality film development	66.629	61.027
Amortisation costs educational program development	17.951	17.195
Amortisation costs product development and testing	7.690	7.762
	<u>92.270</u>	<u>85.984</u>

12 Depreciation of tangible fixed assets

	<u>2023</u>	<u>2022</u>
	€	€
Space Buzz 01	82.276	79.480
Space Buzz 02	60.799	60.429
	<u>143.075</u>	<u>139.909</u>

13 Other operating expenses

	<u>2023</u>	<u>2022</u>
	€	€
Operating costs	643.658	767.678
Fundraising, marketing and communication	201.775	164.450
General expenses	81.578	67.834
	<u>927.011</u>	<u>999.962</u>

Remuneration of the board of directors

The board of directors of the foundation is unpaid in 2023 and 2022.

Operating costs

	<u>2023</u>	<u>2022</u>
	€	€
Operating expenses	497.774	582.109
Project management	53.759	27.550
Teaching materials	37.850	-
Allocated costs Erasmus+ Grant NL utilization	30.482	138.973
Storage expenses	17.206	10.261
Other operating and machine expenses	6.587	8.785
	<u>643.658</u>	<u>767.678</u>

Fundraising, marketing and communication

	<u>2023</u>	<u>2022</u>
	€	€
Fundraising	187.415	129.796
International launch event	10.078	34.654
Dutch launch event	4.282	-
	<u>201.775</u>	<u>164.450</u>

General expenses

	<u>2023</u>	<u>2022</u>
	€	€
Other general expenses	45.753	40.071
Audit and administration costs	22.108	16.731
IT expenses	13.717	11.032
	<u>81.578</u>	<u>67.834</u>

14 Share in result of participations

	<u>2023</u>	<u>2022</u>
	€	€
Result participation - SpaceBuzz Deutschland Gemeinnützige UG (100%)	<u>100.000</u>	<u>-</u>

Signing of the financial statements

Blaricum, 28 June 2024

Z.J. van Gessel
Chairman

O. Snijders
Treasurer

P.A. van Kranenburg
Board member

Stichting Space Buzz Foundation
Amsterdam

Other information

Reference to the auditor's opinion

INDEPENDENT AUDITOR'S REPORT

To: the board of Stichting Space Buzz Foundation

Report on the audit of the financial statements 2023 included in the annual report

Our opinion

We have audited the financial statements 2023 of Stichting Space Buzz Foundation based in Amsterdam.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Stichting Space Buzz Foundation as at 31 December 2023 and of its result for 2023 in accordance with the Rjk C1, 'Kleine organisaties-zonder-winststreven' (Guideline for annual reporting C1 'Small not-for-profit organisations' of the Dutch Accounting Standards Board).

The financial statements comprise:

1. the balance sheet as at 31 December 2023;
2. the statement of income and expenditures for 2023; and
3. the notes comprising of a summary of the accounting policies and other explanatory information.

Basis for our opinion

We conducted our audit in accordance with Dutch law, including the Dutch Standards on Auditing. Our responsibilities under those standards are further described in the 'Our responsibilities for the audit of the financial statements' section of our report.

We are independent of Stichting Space Buzz Foundation in accordance with the Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore we have complied with the Verordening gedrags- en beroepsregels accountants (VGBA, Dutch Code of Ethics).

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Report on the other information included in the annual report

The annual report contains other information, in addition to the financial statements and our auditor's report thereon.

Based on the following procedures performed, we conclude that the other information is consistent with the financial statements and does not contain material misstatements.

We have read the other information. Based on our knowledge and understanding obtained through our audit of the financial statements or otherwise, we have considered whether the other information contains material misstatements.

By performing these procedures, we comply with the requirements of the Dutch Standard 720. The scope of the procedures performed is substantially less than the scope of those performed in our audit of the financial statements.

The board is responsible for the preparation of the other information, including the report of the board of directors in accordance with Rjk C1, 'Kleine organisaties-zonder-winststreven'.

Description of responsibilities regarding the financial statements

Responsibilities of the board for the financial statements

The board is responsible for the preparation and fair presentation of the financial statements in accordance with the Rjk C1, 'Kleine organisaties-zonder-winststreven' (Guideline for annual reporting C1 'Small not-for-profit organisations' of the Dutch Accounting Standards Board). Furthermore, the board is responsible for such internal control as the board determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of the financial statements, the board is responsible for assessing the foundation's ability to continue as a going concern. Based on the financial reporting framework mentioned, the board should prepare the financial statements using the going concern basis of accounting, unless the board either intends to liquidate the foundation or to cease operations, or has no realistic alternative but to do so.

The board should disclose events and circumstances that may cast significant doubt on the foundation ability to continue as a going concern in the financial statements.

Our responsibilities for the audit of the financial statements

Our objective is to plan and perform the audit engagement in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed with a high, but not absolute, level of assurance, which means we may not detect all material errors and fraud during our audit.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgement and have maintained professional scepticism throughout the audit, in accordance with Dutch Standards on Auditing, ethical requirements and independence requirements. Our audit included among others:

- identifying and assessing the risks of material misstatement of the financial statements, whether due to fraud or error, designing and performing audit procedures responsive to those risks, and obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- obtaining an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the foundation's internal control;
- evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board;
- concluding on the appropriateness of board's use of the going concern basis of accounting, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a foundation to cease to continue as a going concern.
- evaluating the overall presentation, structure and content of the financial statements, including the disclosures; and
- evaluating whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with the board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant findings in internal control that we identify during our audit.

The Hague, June 28, 2024

Ruitenburg Audit B.V.

Original signed by,
drs. A.J. van der Meer RA RV