

BALANCE SHEET**Assets**

	Note	31.03.2021	31.03.2020
		EUR	EUR
Current assets			
Cash on hand and at banks		9 992 849	7 426 550
Securities and investments	1	12 421 864	13 526 427
Accounts receivable			
- Third parties		653 991	657 476
- Related parties		207 211	507 687
Accounts receivable		861 201	1 165 163
Other assets		657 098	746 982
Provision for other assets		-9 200	-9 200
Work in progress		32 737	27 695
Other current assets		680 635	765 476
Prepaid expenses and accrued income		438 133	397 885
Total current assets		24 394 682	23 281 502
Non-current assets			
Deposits	2	23 742	23 720
Guarantee Deposits	3	241 683	241 683
Provision for guarantee deposits		-241 683	-241 683
Financial assets		23 742	23 720
Furniture, fittings and office equipment		80 126	138 087
Land and building		5 290 944	5 372 401
Revaluation reserve of ERSJ property		-162 659	-156 358
Property, plant and equipment	4	5 208 411	5 354 130
Total non-current assets		5 232 153	5 377 849
Assets		29 626 835	28 659 351

Liabilities and association's equity

	Note	31.03.2021	31.3.2019
		EUR	EUR
Current liabilities			
Accounts payable			
- Third parties		1 745 332	2 139 360
- Related parties		9 246	9 767
Accounts payable		1 754 578	2 149 128
Other payables		41 058	24 973
Other current liabilities		41 058	24 973
Accrued expenses		2 106 130	2 430 271
Deferred income		5 089 216	2 393 124
Accruals and deferrals	5	7 195 346	4 823 395
Total current liabilities		8 990 981	6 997 495
Non-current liabilities			
Romain Pauwels Award		0	0
Provisions	6	3 142 256	3 836 051
Total non-current liabilities		3 142 256	3 836 051
Total liabilities		12 133 237	10 833 547
Associations' equity			
Fortune at the beginning of the year		17 825 804	17 648 902
Revaluation Euro conversion		65	-1 064
Net result of the year		-332 271	177 966
Total association's equity		17 493 598	17 825 804
Liabilities and association's equity		29 626 835	28 659 351

Income Statement

	Note	31.03.2021	31.03.2020
		EUR	EUR
Membership fees		797 033	737 749
Registration		2 667 856	10 101 247
Evening symposia		0	2 014 437
Exhibition space		0	4 865 827
Advertising		44 622	316 020
Sponsorship		6 471 857	1 447 221
Commissions		5 505	573 310
Other income		919	77 084
Meeting income		9 190 759	19 395 146
Publications		1 710 677	1 830 214
Grants		3 119 369	2 394 031
Services		296 140	176 685
Other operating income		5 126 186	4 400 930
Total operating income		15 113 978	24 533 825
Grants and awards		-1 984 338	-2 691 065
Meetings, travel & representation		-357 554	-2 414 227
Communication, printing		-265 443	-404 247
Production and distribution of journals		-251 375	-304 854
Infrastructure, maintenance and administration		-4 275 093	-7 697 580
Professional services		-1 314 905	-2 581 435
Staffing and officers' allowances	7	-7 257 353	-7 833 959
Total operating expenses		-15 706 060	-23 927 367
Operating surplus		-592 082	606 458
Other expenses			
Donations to ERS Charity		-2 006	-327 602
Insurances		-154 836	-166 539
VAT not recoverable	8	-54 980	-114 482
Provision bad debts		0	0
Depreciation		-194 207	-193 310

Income Statement

	Note	31.03.2021	31.03.2020
		EUR	EUR
Financial income and expense			
Bank and credit card charges		-155 548	-249 127
Financial income, interest		753 505	125 667
Financial losses, interest		-8 214	-424 757
Exchange rate difference, net		17 445	568 908
Translation difference		-4 789	394
Provision valuation securities		0	0
Other Income			
Rent		90 566	93 269
Other income		409	899
Extraordinary income	9	587 559	329 418
Extraordinary Expenditure	9	-588 674	-38 115
Taxes		-26 418	-33 117
Total other income (expenditure), net		259 811	-428 492
Net result		-332 271	177 966

Cash-Flow

	2020-2021		2019-2020
	EUR	%	EUR
Cash-flow from operating activities			
Net Result	-332 271		177 966
Adjustments for :			
Depreciation and Amortization	194 207		193 310
Debtors and Trade Receivables	388 803		1 178 807
Prepaid Expenses & Accrued Incomes	-40 248		333 523
Creditors & Trade Payables	-378 465		248 215
Accruals and Deferrals	2 371 951		6 563
Long Term Provisions	-693 795		-112 536
Cash generated from operations	1 510 182	1.0	2 025 848
Investment of Property, Plant & Equipment	-48 488		-48 106
Purchase/sale of Financial Assets	-22		-23
Purchase/sale of Investments	0		0
Purchase/sale of Intangible Assets	0		0
Cash-flow from investing activities	-48 510	0.0	-48 129
Issuance (repayment) of long-term Debts	0		0
Issuance (repayment) of Equity	0		0
Payment of Dividend	0		0
Cash-flow from financing activities	0	0.0	0
Foreing currency effect on cash and cash equivalent	65		-1 064
Net increase (decrease) in cash and cash equivalents	1 461 737		1 976 655
Cash at April 1	20 952 977		18 976 322
Cash at march 31	22 414 713		20 952 977
Net Increase (decrease) in cash	1 461 737		1 976 655

Notes on the financial statements 2020/21

General Information

The Association

The European Respiratory Society ("ERS"), an association created in 1990 in London, is incorporated in Switzerland in accordance with Article 60 ff of the Swiss Civil Code.

The main purposes of the association, outlined in the statutes, are as follows :

- to promote basic and clinical research; to collect, assess and disseminate scientific information concerning all aspects of lung health and disease;
- to provide training in respiratory medicine and research;
- to encourage and support continuous education in respiratory medicine.

Significant Accounting Policies

Accounting basis

The financial statements have been prepared in accordance with the provisions of the Swiss Code of Obligations, article 957 ff.

Securities and investments

Securities and investments are stated at market value. Gains and losses are recognised in the income statement.

Revenue recognition

Income from meetings is recorded in the year the meeting took place.

Foreign currency transactions

The society's accounting records are maintained in Euros for the Lausanne and Brussels operations and in Pounds Sterling for the UK branch. Transactions denominated in foreign currencies are converted into Euros and Pounds Sterling respectively at exchange rates on the transaction date. Assets and liabilities held in foreign currency are converted at year-end exchange rates.

Realised exchange rate differences on transactions in foreign currencies are reported as part of "exchange rate difference, net" in the income statement.

Notes on the financial statements 2020/21

Consolidation of UK branch

Intercompany positions are eliminated. The balance sheet of the UK branch was translated into Euros using the year-end exchange rate and the income statement was translated at the average yearly exchange rate.

Translation differences resulting from the consolidation process are reported as part of "exchange rate difference, net" in the income statement.

Office furniture and equipment

Office furniture and equipment are stated at cost and are depreciated straight line over their estimated useful lives:

- Furniture, fittings and office equipment	3 - 8 years
- Hardware and software	3 years
- IT Development	5 years
- Buildings	66 years

Risk Assessment

The Finance and Budget Committee has performed a risk review and taken appropriate measures in order to ensure the financial statements are free from any material misstatement.

Contingent liabilities and firm commitments

None.

Pledged Assets

EUR 73 000/CHF 80 815 (prior year: EUR 73000/CHF 77 273) are blocked in the UBS current accounts to guarantee any outstanding amounts on UBS issued credit cards.

Notes on the financial statements 2020/21

Details on balance sheet and income statement captions

1. Securities and investments

The securities and investments are valued at market price and include the following:

	31.03.21		31.03.20	
	CHF / €	0.9033	CHF / €	0.9447
	31.03.21	31.03.21	31.03.20	31.03.20
Investment manager	EUR	CHF	EUR	CHF
Capitalised Contracts of Paneurolife, Luxembourg	705 937	781 509	578 517	612 382
	161 186	178 441	173 684	183 851
	710 056	786 068	717 057	759 031
Piguet & Cie, Lausanne	4 964 699	5 496 179	6 355 768	6 727 816
	0	0	0	0
	0	0	0	0
Rothschild, Lausanne	0	0	0	0
	2 710 027	3 000 141	2 834 200	3 000 106
	2 539 204	2 811 030	2 322 278	2 458 218
Vontobel	630 756	698 280	544 924	576 822
Total securities and investments	12 421 864	13 751 649	13 526 427	14 318 225

2. Deposits

EUR 23 742/CHF 26 283 (prior year: EUR 23 720/CHF 25 109) are pledged as a warranty for the rent of the ERS Brussels offices.

3. Guarantee deposits

This caption mainly relates to the deposit of EUR 241 683/ CHF 267 556 (prior year EUR 241 683 /CHF 255 830) requested by the ERS tax agent in Italy who was appointed to meet all obligations of ERS with respect to Italian VAT during the Florence congress in 2000. ERS has engaged legal procedures against the agent to enforce rightful reimbursement of this deposit. The legal procedure is still ongoing and despite two rulings in 2019 in favor of ERS, the agent opposed the rulings. The trial has now being taken to the highest court in Italy - la Corte di Cassazione and because of the COVID crisis the trial is on hold.

A full provision was booked in a prior period.

4. Property, plant and equipment

The land and building were pledged by title deeds of CHF 10 345 000 (EUR 9'344'638, exchange rate 1.107). All titles are currently hold by ERS. (Prior Year EUR 9'773'264, exchange rate 1.0585).

Notes on the financial statements 2020/21

5. Accruals and deferrals	31.03.21		31.03.20	
	CHF / €	0.9033	CHF / €	0.9447
This item includes:	31.03.21	31.03.21	31.03.20	31.03.20
	EUR	CHF	EUR	CHF
Deferred Income Congress Exhibition & Evening Sympo	0	0	0	0
Deferred Membership Fees and MB Vouchers	8 800	9 742	47 280	50 048
Deferred Education, Research Seminars, Task Forces	822 930	911 026	547 955	580 031
Officers allowances	0	0	70 000	74 098
White Book	45 000	49 817	45 000	47 634
Provision for auditors - legal fees	36 000	39 854	36 000	38 107
Contribution WHO Mobile-Health	50 000	55 353	0	0
Provision Alat Research & ARELP ERS contribution	27 000	29 890	27 000	28 581
Implementation new strategy 2018-2025	92 503	102 405	92 503	97 918
Educational Grant	21 100	23 359	0	0
Provision for ongoing projects (ERS Website, IT Projects, Training Programme, Faculty Development, Budget/HR platform,)	349 468	386 879	488 037	516 605
Staff: vacation, overtime, 13th salary, HR	406 666	450 200	456 739	483 475
Audit Spanish VAT	0	0	50 000	52 927
Others (Donation KOL+Prov Endorsement SATS - Congress speakers	60 469	66 942	0	0
Task forces, Research seminars & CRCs	18 000	19 927	135 900	143 855
Provisions for EU Grants	3 632 482	4 021 346	1 998 276	2 115 249
ERSJ - Accrued expenses	854 159	945 598	-10 876	-11 512
ERSJ - Deferred incomes	240 890	266 678	272 756	288 722
Total accruals and deferrals	529 879	586 603	566 825	600 005
	7 195 345	7 965 621	4 823 395	5 105 742

6. Provisions

This positions include reserves for exchange loss risks and other necessary provisions.

Notes on the financial statements 2020/21

7. Financial Support received for Reduction of working hours during Covid

	31.03.21		31.03.20	
	CHF / €	0.9033	CHF / €	0.9447
	31.03.2021	31.03.2021	31.03.20	31.03.20
	EUR	CHF	EUR	CHF
April to August	278 374	308 174	0	0

8. VAT not recoverable

Some ERS revenue is not subject to VAT and, as a consequence, the related input VAT paid on suppliers' invoices is not fully recoverable.

	31.03.21		31.03.20	
	CHF / €	0.9033	CHF / €	0.9447

	31.03.21	31.03.21	31.03.20	31.03.20
	EUR	CHF	EUR	CHF
9. Extraordinary income/Expend., net				
- Extraordinary Income	587 559	650 458	329 418	348 701
- Extraordinary Expenditure	-588 674	-651 693	-38 115	-40 346
	-1 116	-1 235	291 303	308 355

Extraordinary Income

The main amount is related to reversal of closed Task Forces + Research seminars

Extraordinary Expenditure

The main amount is related to the recharge of overheads to EU Projects & CRC's as well as the cancellation fees for Messe Wien (Vienna Congress)

	31.03.21	31.03.21	31.03.20	31.03.20
	EUR	CHF	EUR	CHF
10. Fee to statutory auditor				
- audit fee	36 000	39 854	36 000	38 107
- fee for other services	0	0	0	0
	36 000	39 854	36 000	38 107

11. Number of full time employees on an annual average

ERS has an annual average that falls in the range of 50 to 250 full time employees (prior year: 50 to 250 FTE).

12. Significant post balance sheet events

From the end date of the financial year (31.03.2020) until the release of the financial statements by the Council no significant events have occurred which need to be disclosed at this point.

13. Equivalent of the Balance Sheet and Profit and Loss statements in Swiss Franc

For information purposes and to be compliant with article 358d para. 3 of Swiss Code of Obligation, we provide the Balance Sheet and Profit and Loss statement in CHF using year-end exchange rates.

The exchange rates CHF vs EUR used are: CHF 0.9033 for the financial year FY 2020-21 and CHF 0.9447 for the financial year 2019-20.

BALANCE SHEET in CHF - NOTES

Assets	Note	Taux CHF/€ 0.9033 au 31.03.21		Taux CHF/€ 0.9447 au 31.03.20	
		31.03.2021 EUR	31.03.2021 CHF	31.03.2020 EUR	31.03.2020 CHF
Current assets					
Cash on hand and at banks		9 992 849	11 062 603	7 426 550	7 861 279
Securities and investments	1	12 421 864	13 751 648	13 526 427	14 318 225
Accounts receivable					
- Third parties		653 991	724 002	657 476	695 963
- Related parties		207 211	229 393	507 687	537 406
Accounts receivable		861 201	953 394	1 165 163	1 233 368
Other assets		657 098	727 442	746 982	790 708
Provision for other assets		-9 200	-10 185	-9 200	-9 739
Work in progress		32 737	36 242	27 695	29 316
Other current assets		680 635	753 498	765 476	810 285
Prepaid expenses and accrued income		438 133	485 036	397 885	421 176
Total current assets		24 394 682	27 006 180	23 281 502	24 644 334
Non-current assets					
Deposits	2	23 742	26 284	23 720	25 109
Guarantee Deposits	3	241 683	267 556	241 683	255 830
Provision for guarantee deposits		-241 683	-267 556	-241 683	-255 830
Financial assets		23 742	26 284	23 720	25 109
Furniture, fittings and office equipment		80 126	88 704	138 087	146 170
Land and building		5 290 944	5 857 350	5 372 401	5 686 886
Revaluation reserve of ERSJ property		-162 659	-180 072	-156 358	-165 511
Property, plant and equipment	4	5 208 411	5 765 981	5 354 130	5 667 545
Total non-current assets		5 232 153	5 792 265	5 377 849	5 692 653
Assets		29 626 835	32 798 445	28 659 351	30 336 986

BALANCE SHEET in CHF - NOTES

Liabilities and association's equity	Note	Taux CHF/€ 0.9033 au 31.03.21		Taux CHF/€ 0.9447 au 31.03.20	
		31.03.2021 EUR	31.03.2021 CHF	31.03.2020 EUR	31.03.2020 CHF
Current liabilities					
Accounts payable					
- Third parties		1 745 332	1 932 173	2 139 360	2 264 592
- Related parties		9 246	10 236	9 767	10 339
Accounts payable		1 754 578	1 942 409	2 149 128	2 274 932
Other payables		41 058	45 453	24 973	26 435
Other current liabilities		41 058	45 453	24 973	26 435
Accrued expenses		2 106 130	2 331 595	2 430 271	2 572 532
Deferred income		5 089 216	5 634 026	2 393 124	2 533 211
Accruals and deferrals	5	7 195 346	7 965 622	4 823 395	5 105 743
Total current liabilities		8 990 981	9 953 483	6 997 495	7 407 108
Non-current liabilities					
Romain Pauwels Award		0	0	0	0
Provisions	6	3 142 256	3 478 641	3 836 051	4 060 602
Total non-current liabilities		3 142 256	3 478 641	3 836 051	4 060 602
Total liabilities		12 133 237	13 432 123	10 833 547	11 467 711
Associations' equity					
Fortune at the beginning of the year		17 825 804	18 869 275	17 648 902	19 732 673
Revaluation Euro conversion		65	864 887	-1 064	-1 051 782
Net result of the year		-332 271	-367 841	177 966	188 384
Total association's equity		17 493 598	19 366 321	17 825 804	18 869 275
Liabilities and association's equity		29 626 835	32 798 445	28 659 351	30 336 986

INCOME STATEMENT in CHF - NOTES**Income Statement**

0.9033

Taux CHF/€
au 31.03.21

0.9447

Taux CHF/€
au 31.03.20

	31.03.2021	31.03.2021	31.03.2020	31.03.2020
	EUR	CHF	EUR	CHF
Membership fees	797 033	882 357	737 749	780 935
Registration	2 667 856	2 953 455	10 101 247	10 692 545
Evening symposia	0	0	2 014 437	2 132 356
Exhibition space	0	0	4 865 827	5 150 658
Advertising	44 622	49 399	316 020	334 519
Sponsorship	6 471 857	7 164 682	1 447 221	1 531 937
Commissions	5 505	6 094	573 310	606 870
Other income	919	1 017	77 084	81 596
Meeting income	9 190 759	10 174 647	19 395 146	20 530 481
Publications	1 710 677	1 893 808	1 830 214	1 937 349
Grants	3 119 369	3 453 303	2 394 031	2 534 171
Services	296 140	327 842	176 685	187 028
Other operating income	5 126 186	5 674 954	4 400 930	4 658 548
Total operating income	15 113 978	16 731 958	24 533 825	25 969 964
Grants and awards	-1 984 338	-2 196 765	-2 691 065	-2 848 592
Meetings, travel & representation	-357 554	-395 831	-2 414 227	-2 555 549
Communication, printing	-265 443	-293 859	-404 247	-427 910
Production and distribution of journals	-251 375	-278 285	-304 854	-322 699
Infrastructure, maintenance and administration	-4 275 093	-4 732 750	-7 697 580	-8 148 174
Professional services	-1 314 905	-1 455 668	-2 581 435	-2 732 545
Staffing and officers' allowances	7 -7 257 353	-8 034 267	-7 833 959	-8 292 536
Total operating expenses	-15 706 060	-17 387 424	-23 927 367	-25 328 006
Operating surplus	-592 082	-655 466	606 458	641 958
Other expenses				
Donations to ERS Charity	-2 006	-2 221	-327 602	-346 779
Insurances	-154 836	-171 411	-166 539	-176 288
VAT not recoverable	8 -54 980	-60 866	-114 482	-121 183
Provision bad debts	0	0	0	0
Depreciation	-194 207	-214 997	-193 310	-204 626

INCOME STATEMENT in CHF - NOTES**Income Statement**

0.9033

Taux CHF/€
au 31.03.21

0.9447

Taux CHF/€
au 31.03.20

	31.03.2021	31.03.2021	31.03.2020	31.03.2020
	EUR	CHF	EUR	CHF
Financial income and expense				
Bank and credit card charges	-155 548	-172 200	-249 127	-263 710
Financial income, interest	753 505	834 169	125 667	133 023
Financial losses, interest	-8 214	-9 093	-424 757	-449 621
Exchange rate difference, net	17 445	19 313	568 908	602 210
Translation difference	-4 789	-5 302	394	417
Provision valuation securities	0	0	0	0
Other Income				
Rent	90 566	100 261	93 269	98 729
Other income	409	453	899	952
Extraordinary income	9	587 559	329 418	348 701
Extraordinary Expenditure	9	-588 674	-38 115	-40 346
Taxes	-26 418	-29 246	-33 117	-35 056
Total other income (expenditure), net	259 811	287 624	-428 492	-453 575
Net result	-332 271	-367 841	177 966	188 384