

STICHTING MODERN DENTAL CARE
FOUNDATION

FINANCIAL STATEMENTS 2020

BOARD REPORT

GENERAL

This is the annual report of Stichting Modern Dental Care Foundation (hereafter “Modern Dental Care Foundation” or “the foundation”), registered in the Netherlands and recognised as an ANBI (*Algemeen Nut Beogende Instelling*) by the Dutch tax authorities. Modern Dental Care Foundation is located at Flemingweg 14 in Alphen aan den Rijn, The Netherlands.

Stichting Modern Dental Care Foundation was incorporated 18 April 2017.

OBJECTIVE, MISSION AND VISION

Modern Dental Care Foundation is active as an international organization that wants to help inhabitants of Madagascar with basic dental care. We are of the opinion this benefits the inhabitants and development in Madagascar.

The mission of Stichting Modern Dental Care Foundation is to make basic dental care available for inhabitants of Madagascar. This is realized by collaboration with European dentists and dental assistants. The foundation organizes the travel, accommodation, tools, working place and patients. A part of the mission is funded by the foundation, a part is funded by the participants.

The vision is to educate and create awareness among school kids and patients how to clean and brush teeth and support them with toothbrushes and toothpaste as well as improving the oral health status of patients by basic treatments as e.g. extractions, tooth fillings and tooth cleaning. This helps increase the quality of living for the patients. Heavy tooth pain and infections are a very common and significant problem to a huge group of people in Madagascar. Stichting Modern Dental Care Foundation wants specifically to help people not being able to afford any dental treatment. Stichting Modern Dental Care Foundation tries to prevent possible problems by educating patients and inhabitants and provide materials.

MAIN RISKS AND INSECURITIES

The main risks and insecurities of the foundation relate to funding of the foundation and political and financial stability in Madagascar.

The foundation was incorporated in 2017 and has financial reserves to operate one year (one mission), when no income is gathered due to the global COVID-19 pandemic. During 2020 there were no missions. This is reflected by the expenses and (related) donations. The European affiliates of Modern Dental Group have the intention to support the foundation with donations each year if needed, without confirming themselves, which limits the risk of funding deficiencies, however, the intention for the foundation is to increase the number of donors. The members of the Board of the foundation are employed by affiliates of the Modern Dental Group.

The missions of the foundation are performed in Madagascar. This country has suffered from political instabilities and other risks in the past, for instance an outbreak of the black Death in

2017, and is also impacted by COVID-19 in 2020. The Board has close contact with people in Madagascar to monitor the stability and health in Madagascar regularly.

To minimize the risk of financial instability in Madagascar, most cash and cash equivalents are held in Euros. When money is needed locally during missions, the money will be transferred to a local (MGA) account.

REALIZATION OF GOALS

During 2020 the foundation did not organize any mission to Madagascar as a result of COVID-19.

FINANCIAL INFORMATION

Donations are received from companies that belong to the Modern Dental Group, but also other companies that are active in the dental industry are approached for donations. Furthermore, participants make donations. Other methods are investigated, for instance the possibilities for donators to donate packages with different content.

Modern Dental Care Foundation strives to use as much money as possible for the projects. Therefore no money was spent on fundraising in 2020. The Board doesn't receive any remuneration and administration is performed by employees of a different company, who makes time of these employees available as a donation in kind, which is not presented in the profit and loss statement of Modern Dental Care Foundation.

GOVERNANCE

The Board of Stichting Modern Dental Care Foundation consists of:

A.W.T. Schwafert
E.W.L. Gulpen
G. Scialom

The main position of the three Board members are within the Modern Dental Group: A.W.T. Schwafert is CEO of Modern Dental Europe B.V., E.W.L. Gulpen is CFO of Modern Dental Europe B.V. and G. Scialom is director of Labocast SAS, which is a French subsidiary of Modern Dental Europe B.V. and a non-executive director of Modern Dental Europe B.V.

COMMUNICATION WITH STAKEHOLDERS

The main stakeholders of the foundation are patients, participants and local volunteers. Without participants, the foundation wouldn't be able to help patients. And without volunteers, the missions wouldn't be organized as smoothly as they are organized at this moment. Volunteers also have the largest part of communication with (potential) patients by letting them know when missions will take place and how many patients the foundation expects to help during the missions. Communication with participants is done from Europe. Donators are actively approached by the Board of the foundation.

EXPECTATIONS

The Board expects to perform one mission in 2021, depending on the possibilities, seeing the COVID-19 pandemic. Thereafter the foundation strives for two missions per year. Funding will take place by Modern Dental Group affiliates and third parties.

The budget of 2021 is included on the next pages.

The budget is comparable to the budget 2020, where one mission is budgeted. In 2021, Modern Dental Care Foundation plans a deficit of € 2.7 thousand because it wishes to spend the funds available in the general reserves on its objective.

SOCIAL RESPONSIBILITY

Combining our skills and professional network to also help and contribute to people in one of the poorest countries.

BUDGET 2021

in Euros

	Budget	Budget	Actual
	2021	2020	2020
INCOME			
Individuals	8,000	8,000	120
Companies	20,000	20,000	233
Other organisations	-	-	-
	<hr/>	<hr/>	<hr/>
Fundraising income	28,000	28,000	353
Other Income	-	-	-
	<hr/>	<hr/>	<hr/>
Sum of income	28,000	28,000	353
 EXPENSES			
Project activities	20,000	20,000	9,860
Preparation & coordination	500	500	85
	<hr/>	<hr/>	<hr/>
Expenses on the objective	20,500	20,500	9,945
 Management and administration expenses	9,680	9,500	9,680
Sum before financial income	(2,180)	(2,000)	(19,272)
Financial gain/(loss)	(500)	(500)	(293)
	<hr/>	<hr/>	<hr/>
Sum of income and expenses	(2,680)	(2,500)	(19,565)

In 2021, Modern Dental Care Foundation plans a deficit of € 2.7 thousand because it wishes to spend the funds available in the general reserves on its objective.

The difference between Budgeted income 2020 and Actuals 2020 relates to the fact that no missions took place, but we budgeted one mission. Income from individuals is highly dependent on the number of participants on missions.

Project expenses were lower than budgeted as a result of the cancellation of missions in 2020. Because the expenses were lower, less donations from companies were needed.

Budget 2021 shows the same income and expenses as budget 2020, because we budget one mission, as we did for 2020.

Reserves and earmarked funds	Budget	Budget	Actual
	31/12/2021	31/12/2020	31/12/2020
General reserve	12,393	32,138	15,073
Reserves and Funds	12,393	32,138	15,073

Ratios	Budget	Budget	Actual
	2021	2020	2020
% Total expenses on behalf of the objective / Total income	73.2%	73.2%	2,817.2%
% Total expenses on behalf of the objective / Total expenses	66.8%	67.2%	49.9%

BALANCE SHEET

In Euros, after proposed appropriation of result

		31/12/2020	31/12/2019
ASSETS	Note:		
Fixed assets	(1)	17,078	23,539
Receivables	(2)	-	5,445
Cash and cash equivalents	(3)	8,320	15,334
TOTAL ASSETS		<u>25,398</u>	<u>44,318</u>
LIABILITIES			
General reserve	(4)	15,073	34,638
Reserves and funds		<u>15,073</u>	<u>34,638</u>
Short-term liabilities			
Accounts payable	(5)	10,283	9,680
Grants received in advance		-	-
Other liabilities		42	-
		<u>10,325</u>	<u>9,680</u>
TOTAL LIABILITIES		<u>25,398</u>	<u>44,318</u>

STATEMENT OF INCOME AND EXPENSES

in Euros

		2020	Budget 2020	2019
INCOME	Note:			
Individuals	(6)	120	8,000	39,284
Companies	(7)	233	20,000	39,795
Other organizations	(8)	-	-	2,298
Fundraising income		353	28,000	81,377
Other Income		-	-	-
Sum of income		353	28,000	81,377
EXPENSES				
Project activities	(9)	9,860	20,000	87,483
Preparation and Coordination	(10)	85	500	-
Expenses on the objective		9,945	20,500	87,483
Management and Administration	(11)	9,680	9,500	10,355
Sum of income and expenses before financial gain / loss		(19,272)	(2,000)	(16,461)
Financial gain / (loss)	(12)	(293)	(500)	(360)
Sum of income and expenses (withdrawal from general reserve)		(19,565)	(2,500)	(16,821)

NOTES TO THE ANNUAL ACCOUNTS 2020

GENERAL

This is the annual report of Stichting Modern Dental Care Foundation, registered in The Netherlands and recognised as an ANBI (*Algemeen Nut Beogende Instelling*) by the Dutch tax authorities. Modern Dental Care Foundation is located at Flemingweg 14 in Alphen aan den Rijn, The Netherlands. KvK number 68575440.

Modern Dental Care Foundation is active as an international organization that wants to help inhabitants of Madagascar with basic dental care. For more detailed information about our mission and vision, we refer to the policy as recorded on our website <https://moderndentalcarefoundation.com/>

ACCOUNTING PRINCIPLES

The annual report gives a detailed account of Modern Dental Care Foundation's activities, results and missions. The annual report has been prepared in accordance with the revised Guideline RJ650, which applies to Dutch fundraising organisations. The accounting policies have been consistently applied to the year presented.

Modern Dental Care Foundation's financial year coincides with the calendar year.

The valuation of assets and liabilities and of income and expenses is based on historical cost.

The assumption of continuity was applied for the preparation of the annual accounts.

Functional currency

The financial statements of the legal entity are presented in Euros, which is the functional and presentation currency of Modern Dental Care Foundation.

Transactions in foreign currencies

At initial recognition, transactions denominated in a foreign currency are translated into Euros, the functional currency of Modern Dental Care Foundation, at the exchange rates at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated at the balance sheet date into Euros at the exchange rate of that date. Exchange differences resulting from the settlement of monetary items, or resulting from the translation of monetary items denominated in foreign currency, are recognised in the statement of income and expenses in the period in which the exchange difference arises.

Non-monetary assets and liabilities denominated in foreign currency that are measured based on historical cost, are translated into Euros at the exchange rates at the date of the transactions.

Estimates

The preparation of the financial statements in conformity with the relevant rules requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the accounting policies. If necessary and relevant, the nature of these estimates and judgements, including the related assumptions, is disclosed in the notes to the financial statement item. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. According to management, the following items are most relevant for Modern Dental Care Foundation's financial position and require estimates: expected lifetime and depreciation of tangible fixed assets.

ACCOUNTING PRINCIPLES – BALANCE SHEET

Unless stated otherwise, assets and liabilities are shown at historical costs.

An asset is recognized in the balance sheet when it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably. A liability is recognized in the balance sheet when it is expected to result in an outflow from the entity of resources embodying economic benefits and the amount of the obligation can be measured with sufficient reliability.

Income is recognized in the statement of income and expenses when an increase in future economic potential related to an increase in an asset or a decrease of a liability has arisen, the size of which can be measured reliably. Expenses are recognized when a decrease in the economic potential related to a decrease in an asset or an increase of a liability has arisen, the size of which can be measured with sufficient reliability.

An asset or liability is no longer recognized in the balance sheet, and thus recognized, when a transaction results in all or substantially all rights to economic benefits and all or substantially all of the risks related to the asset or liability are transferred to a third party. In such cases, the results of the transaction are directly recognized in the statement of income and expenses, taking into account any provisions related to the transaction.

Income and expenses are allocated to the respective period to which they relate.

Financial instruments

Financial instruments include trade and other receivables, cash items, loans and other financing commitments, trade payables and other amounts payable. The financial statements contain the following financial instruments: cash items, receivables and payables.

Modern Dental Care Foundation does not apply nor trade in financial derivatives, such as interest rate swaps, forward exchange contracts or options to control its risks.

Financial assets and liabilities are recognized in the balance sheet at the moment that the contractual risks or rewards with respect to that financial instrument originate. Financial instruments are recognized if a transaction results in a considerable part of the contractual risks or rewards with respect to that financial instrument being transferred to a third party.

Financial instruments (and individual components of financial instruments) are presented in the financial statements in accordance with the legal reality of the contractual terms. Presentation of the financial instruments is based on the individual components of financial instruments as a financial asset, financial liability or equity instrument.

Financial instruments are initially stated at fair value, including discount or premium and directly attributable transaction costs. However, if financial instruments are subsequently measured at fair value through profit and loss, then directly attributable transaction costs are directly recognized in the profit and loss account.

For the principles applying to the primary financial instruments, please refer to the treatment of each relevant balance sheet item.

Tangible fixed assets

Tangible fixed assets are measured at cost, less accumulated depreciation and impairment losses. The cost consists of the price of acquisition, plus other costs that are necessary to get the assets to their location and condition for their intended use. Depreciation is recognized as an expense on a straight-line basis over the estimated useful lives of each item of the tangible fixed assets, taking into account the residual value of each asset. Depreciation starts as soon as the asset is available for its intended use, and ends at decommissioning or divestment. The following depreciation percentages are applied:

- Assets in project countries: 20%

Impairment of fixed assets

For tangible fixed assets, an assessment is made as of the balance sheet date as to whether there are indications that the asset is subject to impairment. If indications exist that the asset item is subject to impairment, the recoverable amount of the asset is determined. An asset is subject to impairment if its carrying amount exceeds its recoverable amount; the recoverable amount is the higher of an asset's fair value less costs to sell and value in use. An impairment loss is directly expensed in the statement of income and expenses. If it is established that a previously recognized impairment loss no longer applies or has declined, the increased carrying amount of the assets in question is not set any higher than the carrying amount that would have been determined had no asset impairment been recognized.

Receivables

Receivables are carried at amortised cost on the basis of the effective interest method, less impairment losses. The effective interest and impairment losses, if any, are directly recognized in the statement of income and expenses.

Cash and cash equivalents

Cash and cash equivalents include cash-in-hand, bank balances and deposits held at call with maturities of less than twelve months. Cash and cash equivalents are stated at nominal value. Modern Dental Care Foundation does not have any borrowings or loans. Modern Dental Care Foundation does not invest its funds other than in savings accounts and deposits.

Cash and cash equivalents denominated in foreign currencies are translated at the balance sheet date in Euros at the exchange rate ruling at that date. Reference is made to the accounting policies for foreign currencies.

Reserves and funds

GENERAL RESERVE

This part of the reserves is freely available to be spent in accordance with Modern Dental Care Foundation's objective.

Provisions

A provision is recognized when the foundation has a legal or constructive obligation, arising from a past event, the amount can be estimated reliably and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Provisions are stated at the nominal value of the expenses that are expected to be required to settle the liabilities and losses.

Liabilities

Liabilities and other financial commitments are measured after their initial recognition at amortised cost on the basis of the effective interest rate method. The effective interest is directly recorded in the statement of income and expenses. Liabilities related to operational obligations to donors and partners are presented under short term liabilities, except those that are due or expected to be due after one year, which are presented under long term liabilities.

ACCOUNTING PRINCIPLES – STATEMENT OF INCOME AND EXPENSES

Income recognition

INCOME FROM INDIVIDUALS

Donations are accounted for as income in the earliest reporting period that they were received or committed to. Legacies are accounted for as soon as the amount of income for Modern Dental Care Foundation can be reliably estimated.

INCOME FROM COMPANIES

Donations from companies are accounted for as income in the earliest reporting period that they were received or committed to.

Gifts in kind are recognised as income and expense in the period they are received, if they can be valued reliably. Gifts in kind are valued as income and expense at the fair value.

INCOME FROM OTHER ORGANISATIONS

Donations from other organisations are recognised as income in the earliest period that those grants are received or committed.

Interest Income

Interest income is recognised in the statement of income and expenses on an accrual basis, using the effective interest rate method.

Determination of fair value

The fair value of a financial instrument is the amount for which an asset can be sold or a liability settled, involving parties who are well informed regarding the matter, willing to enter into a transaction and are independent from each other. The fair value of non-listed financial instruments is determined by discounting the expected cash flows to their present value, applying a discount rate that is equal to the current risk-free market interest rate for the remaining term, plus credit and liquidity surcharges.

Subsequent events

Events that provide further information on the actual situation at the balance sheet date and that appear before the financial statements are being prepared, are recognised in the financial statements.

Events that provide no information on the actual situation at the balance sheet date are not recognised in the financial statements. When those events are relevant for the economic decisions of users of the financial statements, the nature and the estimated financial effects of the events are disclosed in the financial statements.

NOTES TO THE BALANCE SHEET

in Euros

1 FIXED ASSETS

	Assets in project countries	Total tangible fixed assets
Acquisition value	32,304	32,304
-/- Accumulated depreciation	(15,226)	(15,226)
Book value 31/12/2020	17,078	17,078

Bookvalue 1/1/2020	23,539	23,539
Depreciation bookyear	6,461	6,461
Book value 31/12/2020	17,078	17,078

Fixed assets are depreciated over their estimated life time.
Tangible fixed assets are mobile units for suction of bodily fluids during treatment of patients.

2 RECEIVABLES

	31/12/2020	31/12/2019
Receivables from donors	-	-
Other accounts receivable	-	5,445
Receivables	-	5,445

All receivables are expected to be received within one year. Our best estimate is to classify all receivables as short-term.

A provision for doubtful receivables is deemed unnecessary.

Specification of receivables from donors

Receivables from donors relate to projects that have been implemented by Modern Dental Care Foundation, for which the funds from donors are committed but had not yet been received on the balance sheet date. The funds are expected to be received within one year.

3 CASH AND CASH EQUIVALENTS

	31/12/2020	31/12/2019
Cash and cash equivalents in The Netherlands	8,219	14,995
Cash and cash equivalents in Madagascar	101	339
	<hr/>	<hr/>
Cash and cash equivalents	8,320	15,334

Availability of cash and cash equivalents

The balance of cash and cash equivalents is readily available to Modern Dental Care Foundation.

Balances in foreign currencies

Modern Dental Care Foundation aims to hold its cash positions as much as possible in Euros and in the Netherlands. At the balance sheet date, 98.8 per cent (2019: 97.8%) of cash was kept in bank accounts in The Netherlands. For expenses in Madagascar, foreign currency accounts are held. Modern Dental Care Foundation aims to minimize funds held abroad, but due to the nature of Modern Dental Care Foundation's work, a buffer amount for operational expenses and unforeseen events needs to be held at Madagascar.

4 RESERVES AND FUNDS

	1/1/2019	additions	withdrawals	31/12/2019
General reserve	51,459	-	(16,821)	34,638
	<hr/>	<hr/>	<hr/>	<hr/>
Reserves	51,459	-	(16,821)	34,638

	1/1/2020	additions	withdrawals	31/12/2020
General reserve	34,638	-	(19,565)	15,073
	<hr/>	<hr/>	<hr/>	<hr/>
Reserves	34,638	-	(19,565)	15,073
	<hr/>	<hr/>	<hr/>	<hr/>

General reserve

The general reserve is formed from the surplus of income compared to expenses. Modern Dental Care Foundation will spend its general reserve in accordance with its objectives.

5 ACCOUNTS PAYABLE

	31/12/2020	31/12/2019
Accounts payable – other organizations	-	-
Accounts payable - auditors	9,680	9,680
Accounts payable – project expenses	603	-
	<hr/>	<hr/>
Accounts payable	10,283	9,680
	<hr/>	<hr/>

All accounts payable are due within one year.

FINANCIAL RISKS AND FINANCIAL INSTRUMENTS

During its normal operations, Modern Dental Care Foundation is exposed to different kind of financial risks of which currency and liquidity risks are considered the financial risks with the highest impact. To control these risks, Modern Dental Care Foundation has instituted policies and procedures that are intended to limit the risks of unpredictable adverse developments in the financial markets and thus for the ability of Modern Dental Care Foundation to fulfil its objectives.

Modern Dental Care Foundation does not apply nor trade in financial derivatives, such as interest rate swaps, forward exchange contracts or options to control its risks. Its main risk mitigation measures are described below.

Foreign exchange rate risk

Modern Dental Care Foundation is exposed to currency risk on project obligations that are denominated in a currency other than the functional currency. The currencies in which these project transactions primarily are denominated are MGA and EUR. The currencies in which Modern Dental Care Foundation's donors donate are denominated primarily in EUR. Modern Dental Care Foundation's policy is to denominate its contractual obligations as often as possible in euros, so that the real exchange rate is closest to the reporting exchange rate. Modern Dental Care Foundation does not hedge with any derivative instruments its estimated foreign currency exposure in respect of forecasted purchases over a future period, because the Board believes this brings new risks and costs, while Modern Dental Care Foundation's current employment of practical risk mitigation measures serves its purpose.

Liquidity risk

The Board monitors Modern Dental Care Foundation's cash position and ensures that it is sufficient to meet the financial obligations towards creditors and partners. Modern Dental Care Foundation's current level of reserves ensures a sufficient balance is available to cover financial obligations for a period of one year. Although the potential impact of extreme circumstances that cannot reasonably be predicted is hard to take into account, Modern Dental Care Foundation believes that its liquidity risk is limited.

Fair value

The fair value of the financial instruments stated on the balance sheet, including receivables, cash and cash equivalents and current liabilities, is approximately equal to their carrying amount.

OFF-BALANCE SHEET OBLIGATIONS AND RIGHTS

Modern Dental Care Foundation has no off-balance sheet obligations and rights.

NOTES TO THE STATEMENT OF INCOME AND EXPENSES

in Euros

6 INCOME FROM INDIVIDUALS

Income from individuals includes structural and one-off donations from individuals.

	2020	2019
Individuals	120	39,284
	<hr/>	<hr/>
Income from individuals	120	39,284
	<hr/>	<hr/>

The difference between Budgeted income 2020 and Actuals 2020 relates to the fact that no missions took place, but we budgeted one mission. Income from individuals is highly dependent on the number of participants on missions.

7 INCOME FROM COMPANIES

Income from companies includes periodical donations, one-off gifts, and donations in kind.

	2020	2019
Elysee Dental Solutions B.V.	-	3,527
Labocast SAS	-	20,000
Permadental GmbH	-	14,420
Miscellaneous other companies	233	1,848
	<hr/>	<hr/>
Income from companies	233	39,795
	<hr/>	<hr/>

Because the expenses were lower, less donations from companies were needed.

8 INCOME FROM OTHER ORGANISATIONS

The income from other organisations includes income from foundations and associations.

9 PROJECT ACTIVITIES

Expenses towards project activities are costs related to the implementation of Modern Dental Care Foundation's missions. Costs of project activities include expenses such as materials purchased, depreciation on fixed assets, transportation costs, rent expenses, and housing expenses including food for participants.

Developments 2020

Total expenses on project activities are € 10 thousand in 2020 (€ 87 thousand in 2019). In 2020 zero missions were performed by Modern Dental Care Foundation (3 missions in 2019).

10 PREPARATION AND COORDINATION

Costs for preparation and coordination include among others costs for the preparation of our missions, security measures, training, quality assurance and monitoring activities.

11 MANAGEMENT AND ADMINISTRATION

Modern Dental Care Foundation strives to spend as much money as possible on its objective. The Board doesn't receive any remuneration and administration is performed by employees of a different company, who makes time available of these employees as a donation in kind, which is therefore not presented in the statement of income and expenses of Modern Dental Care Foundation. Expenses relating to the audit of the Financial Statements are presented as administration expenses.

12 FINANCIAL GAIN / (LOSS)

Financial gains and losses consist of bank costs and exchange rate differences.

ATTRIBUTION OF EXPENSES

Category of expenses (as RJ650 prescribes for income statement)

	Project activities	Funds raising	Management/ Administration	Total 2020	Budget 2020	2019
Contributions	-	-	-	-	-	-
Procurement	3,399	-	-	3,399	14,000	81,261
Outsourcing	-	-	-	-	-	-
Publicity	-	-	-	-	-	-
Staff	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Office costs	-	-	-	-	-	-
General costs	-	-	10,058	10,058	10,500	10,715
Depreciation	6,461	-	-	6,461	6,000	6,222
Total expenses	9,860	-	10,058	19,918	30,500	98,198

The above clarification of the attribution of expenses towards expense categories is in accordance with Annex 3 of the accounting guideline RJ650.

Where possible, expenses are directly attributed towards one or more of the above expense categories. Expenses that cannot directly be attributed are allocated towards the category General Costs.

Expenses to raise funds are nihil and thus 0% of total expenses.

Project expenses were lower than budgeted as a result of the cancellation of missions in 2020.

APPROPRIATION OF THE RESULT

On 15 July 2021, the Board of Stichting Modern Dental Care Foundation discussed the annual report and the financial statements 2020. The Board adopted the annual report of Modern Dental Care Foundation, including the proposed withdrawal of the general reserve. The members of the Board as per 15 July 2021 are Torsten Schwafert (President), Eelco Gulpen (Treasurer) and Gregory Scialom.

The articles of association provide guidance about the appropriation of the surplus in stating that the foundation shall not keep more reserves than reasonably necessary for its continuity; "De stichting houdt niet meer vermogen aan dan naar het oordeel van de directie redelijkerwijs nodig is om de continuïteit van haar werkzaamheden ten behoeve van haar doelstelling te waarborgen."

Addition to (withdrawal from):

General reserve	(19,565)
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Change in reserves and funds	(19,565)
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EVENTS AFTER THE BALANCE SHEET DATE

No events have occurred between the balance sheet date and the date on which the Board adopted the annual accounts, which would affect the 2020 annual report or the condition of Modern Dental Care Foundation at the end of the financial year or thereafter.

As a result of Covid-19 it's uncertain if we are able to set-up a mission in 2021. If the situation allows, missions will continue. In case the board finds it not responsible to have missions, income and expenses will be lower than usual. However, it will not have any impact on the continuity of the foundation.

FURTHER NOTES TO THE ANNUAL REPORT

REMUNERATION BOARD

No remuneration is offered to Board members and no loans, advances or guarantees existed in 2020 (2019: none). Members of the Board occasionally visit Modern Dental Care Foundation's field office in Madagascar if this is relevant in respect of their role. Expenses related to the travel are paid by Modern Dental Care Foundation. In 2020 no expenses (2019: no expenses) were incurred for Board members.

ADOPTION OF FINANCIAL STATEMENTS

The Financial Statements are prepared by the Board of Modern Dental Care Foundation. The Financial Statements are expected to be unanimously adopted by the Board of Modern Dental Care Foundation in its meeting of 15 July 2021.

Alphen aan den Rijn, 15 July 2021