



## **Annual Financial Report: January 2019 – June 2020**

Dear Esteemed Members of the EEF General Assembly of 2020,

Please kindly find attached the annual financial reports for the periods between January 2019 and June 2020. The attached reports cover a period of 18 months in a comparative way due to the change in our reporting period. The new annual reporting cycle is set as “July to June” (as opposed to the former “January to December” period), so that the reporting is aligned with the timing of our General Assembly Meetings.

Attached herewith the financial reports prepared by our accountants at Deloitte is kindly submitted for your approval.

I would also like to take this chance to present below some of the highlights from the financial statements:

- A large portion of the change in our income occurs due to the newly incorporated Longines EEF Series which unsurprisingly resulted in an increase in our operational expenses.
- Only a very limited number of activities took place during the second portion of the reporting period, i.e., January to June 2020, due to COVID-19. Accordingly, we have incurred a smaller amount of general expenses and maintained our strong cash position of 348,000 Euros.
- An overdue receivable from our partner EEM brought our cash position down by 122,000 Euros, which you will notice under the Doubtful Debtors in our Balance Sheet. Please kindly note that we are having very cooperative discussions with the EEM management in order to settle this overdue account.

I wish a very productive meeting to all our General Assembly Members and remain at your disposal should you have any questions or comments.

Kind regards,

Armağan Özgörkey  
Treasurer