



FIGURAD

BEDRIJFSREVISOREN

**Statutory auditor's report on review of interim financial information of the
association charged with a mission (opdrachthoudende vereniging)
Tussengemeentelijke Maatschappij der Vlaanderen voor Watervoorziening
as of June 30, 2020
VAT BE0200.068.636 - RPR Ghent (division Ghent)**

We have reviewed the accompanying balance sheet of the association charged with a mission (opdrachthoudende vereniging) Tussengemeentelijke Maatschappij der Vlaanderen voor Watervoorziening as of June 30, 2020 and the related statement of income for the 6 months period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with the financial reporting framework applicable in Belgium (Belgian Generally Accepted Accounting Principles). Total balance sheet of these Interim financial statements amounts to € 3.112.614.074 and shows a profit of € 14.080.544 for the 6 months period ended June 30, 2020. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with ISRE 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as set forward into our engagement letter dated September 10, 2020. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with the financial reporting framework applicable in Belgium (Belgian Generally Accepted Accounting Principles).

Ghent, October 19, 2020

Figurad Registered Auditors BV
Statutory Auditor
Represented by

Tim Van Hullebusch
Partner

Annex 1 : Interim financial information as of June 30, 2020



ASSETS

30/06/2020

Fixed assets	2.800.731.491
II. Intangible fixed assets	16.900.633
III. Tangible fixed assets	2.779.377.654
A. Land and buildings	192.200.854
B. Plant, machinery and equipment	2.511.270.926
C. Furniture and vehicles	3.441.826
F. Assets under construction and advance payments	72.464.048
IV. Financial fixed assets	4.453.204
A. Affiliated enterprises	4.014.429
B. Other enterprises linked by participating interests	89.820
C. Other financial assets	348.955
Current assets	311.882.583
VI. Stocks and contracts in progress	11.393.059
A. Stocks	5.949.826
1. Raw materials and consumables	5.949.826
B. Contracts in progress	5.443.233
VII. Amounts receivable within one year	133.196.860
A. Trade debtors	100.968.707
B. Other amounts receivable	32.228.153
IX. Cash at bank and in hand	32.041.002
X. Deferrals and accruals	135.251.662
Total assets	3.112.614.074

EQUITY AND LIABILITIES

30/06/2020

Equity	1.662.187.648
I. Capital	613.316.775
A. Issued capital	615.016.950
B. Uncalled capital	1.700.175
II. Share premium account	24.192.618
III. Revaluation surpluses	583.871.933
IV. Reserves	293.330.811
A. Legal reserve	356.294
B. Reserves not available	18.283.999
D. Available reserves	274.690.518
V. Accumulated profits (losses)	14.080.544
VI. Investment grants	133.394.967
VII. Provisions and deferred taxes	17.245.802
A. Provisions for liabilities and charges	17.245.802
1. Pensions and similar obligations	1.483.578
3. Major repairs and maintenance	4.354.579
4. Other liabilities and charges	11.407.645
Amounts payable	1.433.180.624
VIII. Amounts payable after more than one year	1.112.152.635
A. Financial debts	1.046.915.160
D. Other amounts payable	65.237.475
IX. Amounts payable within one year	293.577.319
A. Current portion of amounts payable after more than one year falling due within one year	31.818.892
B. Financial debts	75.500.000
C. Trade debts	46.225.304
D. Advances received on contracts in progress	93.881.287
E. Taxes, remuneration and social security	14.553.839
F. Other amounts payable	31.597.997
X. Deferred charges and accrued income	27.450.670
Total liabilities	3.112.614.074

INCOME STATEMENT

30/06/2020

I. Operating income	253.311.805
A. Turnover	224.626.819
B. Increase (decrease) in stocks and work and contracts in progress	403.245
C. Own construction capitalised	15.169.257
D. Other operating income	13.112.484
II. Operating charges	224.750.848
A. Raw materials, consumables	105.531.103
B. Services and other goods	35.274.133
C. Remuneration, social security and pensions	36.036.414
D. Depreciation of and other amounts written down formation expenses, intangible and tangible fixed assets	36.620.240
E. Amounts written down stocks, contracts in progress and trade debtors - Appropriations (write-backs)	2.846.045
F. Provisions for risks and charges - Appropriations (uses and write-backs)	1.041.106
G. Other operating charges	7.401.807
III. Operating result	28.560.957
IV. Financial income	1.921.625
V. Financial charges	16.180.231
VI. Result from ordinary activities	14.302.351
VII. Extraordinary income	2.798.127
VIII. Extraordinary charges	2.600.000
IX. Result for the financial year	14.500.478
X. Income taxes	419.934
XI. Result for the financial year	14.080.544
XIII. Result to allocate	14.080.544

ANALYTICAL ACCOUNTS OF THE DRINKING WATER ACTIVITY (IN €)

	(1)	(2)	(1)-(2)
	30/06/2020	30/06/2019	Difference
OPERATING INCOME	170 761 903,81	167 962 487,58	2 799 416,23
Turnover	148 598 840,72	147 995 427,93	603 412,79
<i>Sales of drinking water to distribution customers</i>	<i>77 721 251,22</i>	<i>75 203 727,24</i>	<i>2 517 523,98</i>
<i>Sales of water to third parties</i>	<i>9 092 239,76</i>	<i>8 727 435,50</i>	<i>364 804,26</i>
<i>Contribution of supramunicipal sewerage</i>	<i>37 598 179,08</i>	<i>38 672 297,54</i>	<i>- 1 074 118,46</i>
<i>Contribution of municipal sewerage (contracts)</i>	<i>14 004 677,60</i>	<i>14 501 066,14</i>	<i>- 496 388,54</i>
<i>Services</i>	<i>10 182 493,06</i>	<i>10 890 901,51</i>	<i>- 708 408,45</i>
Stocks of finished goods and work and contracts in progress: increase (decrease) (+)/(-)	11 078 902,42	10 464 048,65	614 853,77
Other operating income	10 853 640,67	9 503 011,00	1 350 629,67
Non-recurring operating income	230 520,00	0,00	230 520,00
OPERATING CHARGES	151 235 656,36	147 546 419,06	3 689 237,30
Raw materials, consumables	93 593 695,96	94 172 569,94	- 578 873,98
<i>Purchase of water</i>	<i>22 143 282,85</i>	<i>22 191 661,47</i>	<i>- 48 378,62</i>
<i>Costs of Aquafin (supramunicipal)</i>	<i>47 278 565,77</i>	<i>46 909 258,64</i>	<i>369 307,13</i>
<i>Costs of municipal sewerage contracts</i>	<i>13 785 195,81</i>	<i>14 294 452,47</i>	<i>- 509 256,66</i>
<i>Other</i>	<i>10 386 651,53</i>	<i>10 777 197,36</i>	<i>- 390 545,83</i>
Services and other goods	13 146 726,82	14 035 801,49	- 889 074,67
Remuneration, social security costs and pensions	18 784 814,53	17 860 269,14	924 545,39
Depreciation of and other amounts written off formation expenses, intangible and tangible fixed assets	13 070 056,64	12 700 698,74	369 357,90
Amounts written off stocks, contracts in progress and trade debtors:			
Appropriations (write-backs) (+)/(-)	2 777 641,39	- 301 366,85	3 079 008,24
Provisions for liabilities and charges: Appropriations (uses and write-backs) (+)/(-)	1 003 889,79	- 97 478,56	1 101 368,35
Other operating charges	7 258 831,23	7 575 925,16	- 317 093,93
Non-recurring operating charges	1 600 000,00	1 600 000,00	0,00
OPERATING PROFIT	19 526 247,45	20 416 068,52	- 889 821,07
FINANCIAL INCOME (+)	73 577,71	56 218,98	17 358,73
FINANCIAL COSTS (-)	5 781 488,09	5 724 543,51	56 944,58
REPARTITION OF COST OVERHEAD SERVICES (-)	8 028 245,19	9 198 421,95	- 1 170 176,76
GAIN OF THE PERIOD	5 790 091,88	5 549 322,04	240 769,84

Bijlage 1/6 Zuivering

ANALYTICAL ACCOUNTS OF THE SEWERAGE ACTIVITY (IN €)

	(1) 30/06/2020	(2) 30/06/2019	(1)-(2) Difference
OPERATING INCOME	51 327 363,53	49 553 278,87	1 774 084,66
Turnover	47 729 125,42	46 203 573,42	1 525 552,00
Stocks of finished goods and work and contracts in progress: increase (decrease) (+)/(-)	3 543 476,10	3 261 557,10	281 919,00
Other operating income	54 762,01	88 148,35	- 33 386,34
OPERATING CHARGES	36 346 116,21	35 079 168,27	1 266 947,94
Raw materials, consumables	12 900 860,18	13 273 244,41	- 372 384,23
Services and other goods	3 466 453,65	3 272 888,87	193 564,78
Remuneration, social security costs and pensions	4 433 737,42	4 039 901,40	393 836,02
Depreciation of and other amounts written off formation expenses, intangible and tangible fixed assets	14 405 400,56	13 894 098,00	511 302,56
Provisions for liabilities and charges: Appropriations (uses and write-backs)(+)/(-)	10 012,11	105 908,66	- 95 896,55
Other operating charges	129 652,29	193 126,93	- 63 474,64
Non-recurring operating charges	1 000 000,00	300 000,00	700 000,00
OPERATING PROFIT	14 981 247,32	14 474 110,60	507 136,72
FINANCIAL INCOME (+)	1 839 203,46	2 429 186,54	- 589 983,08
FINANCIAL COSTS (-)	7 495 995,78	7 425 751,12	70 244,66
REPARTITION OF COST OVERHEAD SERVICES (-)	1 034 002,46	1 184 716,04	- 150 713,58
GAIN OF THE PERIOD	8 290 452,54	8 292 829,98	- 2 377,44

Bijlage 1/7 Secundaire diensten

ANALYTICAL ACCOUNTS OF THE SECONDARY ACTIVITY (IN €)

	(1)	(2)	(1)-(2)
	30/06/2020	30/06/2019	Difference
OPERATING INCOME	30 593 023,50	28 698 437,43	1 894 586,07
Turnover	27 740 431,79	25 861 338,99	1 879 092,80
Stocks of finished goods and work and contracts in progress: increase (decrease) (+)/(-)	860 566,98	682 457,07	178 109,91
Other operating income	1 992 024,73	2 154 641,37	- 162 616,64
OPERATING CHARGES	27 543 090,98	25 794 109,17	1 748 981,81
Raw materials, consumables	2 389 224,42	2 362 491,58	26 732,84
Services and other goods	14 247 328,26	12 970 230,94	1 277 097,32
Remuneration, social security costs and pensions	3 923 572,87	3 295 857,81	627 715,06
Depreciation of and other amounts written off formation expenses, intangible and tangible fixed assets	6 975 565,85	6 678 433,36	297 132,49
Amounts written off stocks, contracts in progress and trade debtors: Appropriations (write-backs)	- 1 030,57	3 621,03	- 4 651,60
Provisions for liabilities and charges: Appropriations (uses and write- backs) (+)/(-)	- 4 669,66	23 041,50	- 27 711,16
Other operating charges	13 099,81	460 432,95	- 447 333,14
OPERATING PROFIT	3 049 932,52	2 904 328,26	145 604,26
FINANCIAL INCOME (+)	53,59	0,00	53,59
FINANCIAL COSTS (-)	2 347 693,72	2 295 410,59	52 283,13
REPARTITION OF COST OVERHEAD SERVICES (-)	655 764,11	558 417,67	97 346,44
INCOME TAXES (-)	46 528,28	50 500,00	- 3 971,72
GAIN OF THE PERIOD	0,00	0,00	0,00

Bijlage 1/8 Wegenis

ANALYTICAL ACCOUNTS OF THE ROAD ACTIVITY (IN €)

	(1)	(2)	(1)-(2)
	30/06/2020	30/06/2019	Difference
OPERATING INCOME	1 010 329,55	1 605 251,43	- 594 921,88
Turnover	932 737,95	1 472 553,73	- 539 815,78
Stocks of finished goods and work and contracts in progress: increase (decrease) (+)/(-)	39 577,39	94 395,52	- 54 818,13
Other operating income	38 014,21	38 302,18	- 287,97
OPERATING CHARGES	738 498,20	1 182 087,63	- 443 589,43
Raw materials, consumables	329 443,39	187 487,68	141 955,71
Services and other goods	39 231,96	256 441,74	- 217 209,78
Depreciation of and other amounts written off formation expenses, intangible and tangible fixed assets	369 822,85	738 158,21	- 368 335,36
OPERATING PROFIT	271 831,35	423 163,80	- 151 332,45
FINANCIAL INCOME (+)	0,00	0,00	0,00
FINANCIAL COSTS (-)	230 132,54	350 413,45	- 120 280,91
REPARTITION OF COST OVERHEAD SERVICES (-)	41 698,81	72 750,35	- 31 051,54
GAIN OF THE PERIOD	0,00	0,00	0,00