

## REPORT FROM THE AUDIT COMMITTEE OF ECIIA

### Accounting

Again we have to report that the accounting system continues to be inadequate:

Major mistakes were made in the allocation of amounts to the correct general ledger account. As a result, the presented financial statements were not correct. Adjustments were made following the review by the Audit Committee.

Once again the Audit Committee strongly recommends replacing the accountant.

### Budget deviations

An analysis of major budget deviations is not made during the year. There related to consultancy fees as well as membership fees. Approval of these deviations is not documented in the minutes of the Board meetings. We recommend that the approval of budget deviations, including the amount are documented as a Board decision in the minutes.

### Review of credit card statements

There is no evidence of a review of the use of the credit card. We recommend documenting these.

### KBC savings account

A confirmation by KBC bank of the balance of € 95,959,69 on the savings account was not available. KBC does not provide any bank statements for this account and was extremely reluctant to confirm the balance. Finally, in September 2020 the Company auditor of KBC confirmed the amount. There are no restrictions on the account. Given the experiences with this bank, we recommend transferring the amount to another bank.

### Financial Statements

We have reviewed the Financial Statements 2019 and the report from the External Auditor.

Based on this we recommend to the General Assembly to approve these statement ending with a positive result of € 11,589.65

Best regards,

**Hans Nieuwlands**

CEO IIA Netherlands