

COUNCIL OF EUROPEAN DENTISTS

Management letter wrt Audit 2025
Draft, 06-03-2026



INTRODUCTION

Closing meeting

Council of European Dentists

Board of Directors

06-03-2026

Dear Board Members,

We refer to our audit of the financial statements as per 31-12-2025 of Council of European Dentists. We have audited the figures in your office on 17-02-2026.

During our audit, we were assisted by Mrs Ainhoa Zamacona.

Except for some outstanding documents, we received all the information we have asked for and our questions were clarified.

Based on our audit we summarize hereafter our main remarks as well as the responses already received.

May we please ask you to let us know your comments and to inform us if we have understood or interpreted certain information wrongly.

Sincerely yours,

VGD Bedrijfsrevisoren BV

Represented by Maarten Lindemans

Analysis balance sheet and profit & loss

ANALYSIS BALANCE SHEET

in '000 EUR	31-12-24	31-12-25
Trade receivables	2	2
Trade payables	-12	-13
Social debts	-36	-36
Working capital	-47	-48
Rental guarantee	20	26
Cash at bank	425	546
Net cash	445	572
Equity	398	525

* Before audit corrections

MAIN FLUCTUATIONS	MANAGEMENT RESPONSE
<ul style="list-style-type: none"> Strong increase of the cash at bank due to a positive result (126k EUR). 	

AUDIT CORRECTION	MANAGEMENT RESPONSE
<ul style="list-style-type: none"> The fee for Popsy Cloud (Invoice A1/255) for the year 2026 ad. 1.544,66 EUR should be deferred. The invoice for the 2024 membership fee for Albania ad. 1.648,82 EUR remains outstanding. We understood that the collectability of this receivable is uncertain. In our opinion, this receivable should be depreciated. 	

ANALYSIS PROFIT & LOSS

in '000 EUR	2024	2025	2025
	Actual	Actual	Budget
Membership fees	654	667	670
Other operating income	8	8	0
Operating income	661	674	670
Services and other goods	-230	-234	-275
Rem. and social costs	-307	-315	-388
Operating cash flow	124	126	7
Financial result	1	1	-1
Result	125	126	6

* Before audit corrections

in '000 EUR	2024	2025	2025
	Actual	Actual	Budget
Costs related to building	84	84	85
Meeting costs	83	79	84
Office supplies	15	13	23
Fees & reimbursements	26	46	67
Travel/hotel/representation	10	4	9
Communications and public.	11	8	7
Services and other goods	230	234	275

TO DISCUSS

- We noticed that the advanced payments for the expenses wrt the rented office increased from 10K EUR to 14K EUR. Shouldn't a provision be accrued for the settlement for 2025?
- An invoice was issued from lawyer MVVP wrt a "Replace Agreement". Could you explain to what this is related?
- Will there be an additional invoice in 2026 for lawyer MVVP (for services 2025)?
- We noticed that no membership fee was invoiced to Albania for 2025. Could you provide a document where the BOD approves not to invoice a fee to them in 2025?

MANAGEMENT RESPONSE

We don't expect a settlement so no provision necessary. We also do not expect a refund.

Regarding advice on drawing up a flexible contract for a new employee.

No, their last invoice was related to services in December 2025.

Albania is no longer an observer member due to the fact that they didn't pay their membership fee for 2024. This was confirmed in the GM of May 2025.

AUDIT CORRECTION

- The accrual for holiday pay amounts to 33.606,23 EUR according to the attestation of Securex. The accrual in the annual accounts should therefore be decreased by - 2.470,31 EUR.
- According to the attestation of Securex the social contribution amounts to 51.643,81 EUR. In the annual accounts the expenses for social contribution amounts to 59.621,46 EUR. Therefore, in the annual accounts a reclass needs to be recorded from the social contributions to the remuneration.

MANAGEMENT RESPONSE

OTHER POINTS

RECLASSIFICATION	MANAGEMENT RESPONSE
<p>According to our remarks in the previous year, the following costs should normally be reclassified. However no legal schedule needs to be drawn up for the annual accounts if the number of FTE's is lower than 5.</p> <ul style="list-style-type: none">• The following accounts are related to services and other goods<ul style="list-style-type: none">• Account 62050 'Incentives' contains costs for language courses for personnel ad. 1.767 EUR• Account 62080 'Social secretariat' ad. 4.374,54 EUR• The following account is related to other operating charges<ul style="list-style-type: none">• Account 61010 'Office rent and costs' contains costs for communal taxes, regional taxes and real estate taxes for a total amount ad. 15.925,79 EUR.	<p>We considered your recommendation and have decided not to reclassify costs related to staff (incentives, benefits, social secretariat) to maintain consistency of reporting and transparency towards CED Members who wish to understand how much of CED expenses are spent on staff reimbursement, benefits in kind and other related costs. For the same reason we have decided not to reclassify the costs for real estate, communal and regional taxes; they will remain under account '61010 Office rent and costs' to inform CED Members how much of CED expenses are spent on renting the office space, including directly related taxes.</p>

OUTSTANDING POINTS/INFORMATION TO RECEIVE

Status - Pending

TO OBTAIN	MANAGEMENT RESPONSE
<ul style="list-style-type: none">• General ledgers 2026 (until the date of our audit report)• Overview and copy of the final documents that will be shared with the general meeting	<p>Will be provided half April 2026</p> <p>Will be provided when we share the documents with the members.</p>

SPECIFIC COMMUNICATIONS

TO DISCUSS	MANAGEMENT RESPONSE
<ul style="list-style-type: none"> • Knowledge of fraud? • Important events after year-end that could have an impact on the figures as per 31-12-2025? • Transactions with related parties outside the normal market conditions? • Pending litigations? • Compliance with laws and regulations? • Important changes in legislation? • Changes in internal controls (approval of invoices and outgoing payments)? • Tax audits ongoing/announced? • Any cases of phishing? • Status Peppol? 	<p>No.</p> <p>No.</p> <p>No.</p> <p>No, except wrt collectibility of membership fee Albania.</p> <p>Yes.</p> <p>No.</p> <p>No. Only the treasurer changed.</p> <p>No.</p> <p>No.</p> <p>Done by our external accountant so ok.</p>

SPECIFIC COMMUNICATIONS

SECTION	COMMUNICATIONS
Going concern	<p>We have discussed with management the going concern assumption of the association.</p> <ul style="list-style-type: none"> ➤ We received all necessary information wrt (subsequent) events that might cast significant doubt on whether the association will be able to continue under going concern assumption; ➤ Management confirmed that no such events have occurred that would have an impact on the going concern assumption of the association;
Difficulties in the execution of the audit	<p>Sufficient and appropriate audit evidence was obtained (except for the outstanding points on the previous pages):</p> <ul style="list-style-type: none"> ➤ The audit information was available in a timely manner; ➤ There were/are no disagreements with management; ➤ There were/are no delays by management or any unavailability of the entity's personnel; ➤ There was/is no reluctance on the part of management to provide information necessary for us to perform the audit work, nor any restrictions imposed.
Changes in the audit plan	<p>As a result of unexpected events, changes in circumstances or the audit evidence obtained, we (as auditors) may have to adjust the overall audit strategy and audit plan. We have not encountered any of these and confirm that we did not need to amend our audit plan during the audit.</p>
Fraud	<p>We are not aware of any fraud involving the management or employees other than the management.</p>
Audit opinion	<p>We plan to issue an unqualified opinion on the statutory financial statements of Council of European Dentists for the year ended on 31 December 2025.</p>
Renewal engagement VGD	<p>Our audit engagement ends at the general meeting of May 2026. We would like to apply for a renewal of our engagement. We propose a yearly fee of 2.950 EUR (excl VAT). The fee is equal to the fee of 2025 plus indexation. This fee will be increased by 5% to cover some additional expenses as IBR contributions, usual expenses, software costs and legal searches.</p> <p>If you choose to appoint us for more than 1 year, the fee proposal is the same, except for the fact that our fee will be indexed yearly, taking into account the consumer price index.</p>



WE ARE **VGD**

Let's talk **again**

VGD Antwerpen • Frans Buyensstraat 9 bus K201 • 2000 Antwerpen
VGD Bedrijfsrevisoren BV
Neerhoflaan 2, 1780 Wemmel
BTW BE 0875 430 443 – RPR Brussel, Nederlandstalige afdeling
IBAN BE20 7370 1584 1456 – BIC KREDBEBB