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CONFERENCE OF PERIPHERAL MARITIME REGIONS OF EUROPE (CPMR)

Statutory auditor's report on the annual accounts
for the year ended 31 December 2021

Mazars
Société anonyme d'expertise comptable et de commissariat aux comptes à directoire et conseil de surveillance
Siège social : 61, rue Henri Regnault – 92400 Courbevoie
Capital de 8 302 00 € - RCS Nanterre B784 824 153

Statutory auditor's report on annual accounts

for the year ended 31 December 2021

This is a free translation into English of the statutory auditor's report on the annual accounts issued in French and it is provided solely for the convenience of English speaking users.

The statutory auditor's report includes information specifically required by French law in such reports, whether modified or not. This information is presented below in the audit opinion on the annual accounts and includes an explanatory paragraph discussing the auditor's assessments of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the financial statements taken as a whole and not to provide separate assurance on individual account balances, transactions, or disclosures.

This report also includes information relating to the specific verification of information given in the management report and in the documents addressed to the members of the General Assembly.

This report should be read in conjunction with, and construed in accordance with French law and professional auditing standards applicable in France.

For the attention of the General Assembly of the Association CPMR,

Opinion

In compliance with the assignment entrusted to us as agreed by your Political Bureau, we have conducted the audit of the annual accounts of the Association CPMR for the year ended 31 December 2021, as attached to the present report.

We certify that, under French accounting rules and principles, the annual accounts are correct and accurate, and give a true and fair view of the results of the association's operations over the last year and of its financial situation and assets at the end of the year.

Basis of the opinion

Auditing standards

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our responsibilities under these standards are set out in the section of this report entitled "Auditor's responsibilities regarding the audit of the annual accounts".

Independence

We conducted our task in compliance with the independency rules applicable to us in the period from 1 January 2021 to the date of our report.

Justification of the assessments

Due to the global crisis caused by the Covid-19 pandemic, the year's accounts have been prepared and audited in unusual circumstances. This crisis and the exceptional measures taken under the French public health state of emergency have had multiple consequences for businesses, particularly in terms of their operations and financing, and heightened uncertainty regarding their future prospects. Some of these measures, such as travel restrictions and remote working, have affected the internal organisation of businesses and the way audits are conducted.

It is in this complex and fluid context that, in accordance with the requirements of article L. 823-9 and R. 823-7 of the French Commercial Code (*code de commerce*) relating to the justification of our assessments, we inform you that the assessments we have made relate to the reasonableness of material estimates and the appropriateness of the accounting policies applied, in particular with regard to recognising the projects for which grants have been awarded and determining the provision made by the association for unpaid membership fees.

These assessments were made as part of our audit of the financial statements taken as a whole, and the opinion we formed as expressed above. We do not express any separate opinion on individual parts of these financial statements.

Specific Verifications

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law and regulations.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the treasurer's financial report and in the documents addressed to the members of the Association with respect to the financial position and the annual accounts.

Responsibilities of the management and corporate governance members regarding the annual accounts

It is the management's responsibility to draw up annual accounts that present a true and fair view, in accordance with French accounting rules and principles, and to establish any internal control it deems necessary to produce annual accounts that contain no significant inconsistencies, whether these be the result of fraud or error.

When drawing up the annual accounts, it is the management's responsibility to evaluate the association's ability to continue operating, to present where appropriate the necessary information in these accounts relating to a going concern, and to apply the standard accounting policy for a going concern, unless the management intends to wind up the association or cease its activity.

The annual accounts have been closed by the Political Bureau.

Auditor's responsibilities regarding the audit of the annual accounts

It is our responsibility to prepare a report on the annual accounts. Our objective is to obtain reasonable assurance that the financial statements taken as a whole do not contain any significant discrepancy. Reasonable assurance corresponds to a high level of assurance but does not guarantee that an audit performed in accordance with the standards of professional practice can systematically detect any significant discrepancy. Discrepancies may arise as a result of fraud or error and are considered significant when it can be reasonably expected that, taken individually or cumulatively, they may influence the economic decisions that the account users make based on the said accounts.

As specified in Article L. 823-10-1 of the French Commercial Code, our task of certifying the accounts is not to guarantee the viability of your association or how well it is managed.

As part of an audit performed in accordance with the professional standards applicable in France, the statutory auditor exercises its professional judgment throughout this audit. In addition:

- It identifies and assesses the risks of significant discrepancies in the annual accounts, whether resulting from fraud or error, defines and implements audit procedures for such risks and collects evidence that it considers sufficient and appropriate on which to base its opinion. The risk of failing to detect a significant discrepancy due to fraud is higher than that of a significant discrepancy resulting from error, since fraud may involve collusion, falsification, voluntary omissions, misrepresentation or evading an internal control;
- It acquaints itself with the internal control methods relevant to the audit, in order to define appropriate audit procedures in the circumstances, and not for the purpose of expressing an opinion on the effectiveness of the internal control;
- It assesses the appropriateness of the accounting methods used and the reasonableness of the accounting estimates made by the management, as well as information concerning them provided in the annual accounts;
- It assesses the appropriateness of the management's application of the accounting policy for a going concern and, according to the evidence collected, whether there is any significant uncertainty related to events or circumstances that could question the association's ability to continue operating. This assessment is based on the information collected up to the date of its report, although it is important to remember that subsequent circumstances or events could jeopardize the continuity of operations. If it concludes that there is significant uncertainty, it draws the readers' attention to the information provided in the annual accounts related to this uncertainty or, if this information is not provided or is not relevant, it certifies the accounts with a qualified opinion or refuses to certify them;
- It assesses the overall presentation of the annual accounts and assesses whether the financial statements reflect underlying transactions and events so as to give a true and fair view.

The Statutory Auditor

Mazars
Rennes, on 30 June 2022

Ludovic Sevestre
Partner

Statutory auditor's report on the annual accounts
for the year ended 31 December 2021

mazars

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CONFERENCE DES REGIONS PERIPHERIQUES MARITIMES D'EUROPE (CRPM)

Rapport du commissaire aux comptes sur les comptes annuels

Exercice clos le 31 décembre 2021

Mazars

Société anonyme d'expertise comptable et de commissariat aux comptes à directoire et conseil de surveillance
Siège social : 61, rue Henri Regnault – 92400 Courbevoie
Capital de 8 320 000 € - RCS Nanterre B 784 824 153

CRPM

6 rue Saint-Martin – 35 700 Rennes

Association Loi 1901

N° Siren : 530 548 361

Rapport du commissaire aux comptes sur les comptes annuels

Exercice clos le 31 décembre 2021

A l'Assemblée Générale de l'association CRPM,

Opinion

En exécution de la mission qui nous a été confiée par décision de votre Bureau Politique, nous avons effectué l'audit des comptes annuels de l'association CRPM relatifs à l'exercice clos le 31 décembre 2021, tels qu'ils sont joints au présent rapport.

Nous certifions que les comptes annuels sont, au regard des règles et principes comptables français, réguliers et sincères et donnent une image fidèle du résultat des opérations de l'exercice écoulé ainsi que de la situation financière et du patrimoine de l'association à la fin de cet exercice.

Fondement de l'opinion

Référentiel d'audit

Nous avons effectué notre audit selon les normes d'exercice professionnel applicables en France. Nous estimons que les éléments que nous avons collectés sont suffisants et appropriés pour fonder notre opinion.

Les responsabilités qui nous incombent en vertu de ces normes sont indiquées dans la partie « Responsabilités du commissaire aux comptes relatives à l'audit des comptes annuels » du présent rapport.

Indépendance

Nous avons réalisé notre mission d'audit dans le respect des règles d'indépendance prévues par le code de commerce et par le code de déontologie de la profession de commissaire aux comptes, sur la période du 1^{er} janvier 2021 à la date d'émission de notre rapport.

Justification des appréciations

La crise mondiale liée à la pandémie de COVID-19 crée des conditions particulières pour la préparation et l'audit des comptes de cet exercice. En effet, cette crise et les mesures exceptionnelles prises dans le cadre de l'état d'urgence sanitaire induisent de multiples conséquences pour les entreprises, particulièrement sur leur activité et leur financement, ainsi que des incertitudes accrues sur leurs perspectives d'avenir. Certaines de ces mesures, telles que les restrictions de déplacement et le travail à distance, ont également eu une incidence sur l'organisation interne des entreprises et sur les modalités de mise en œuvre des audits.

C'est dans ce contexte complexe et évolutif que, en application des dispositions des articles L.823-9 et R.823-7 du code de commerce relatives à la justification de nos appréciations, nous vous informons que les appréciations auxquelles nous avons procédé ont porté sur le caractère raisonnable des estimations significatives et sur le caractère approprié des principes comptables appliqués, notamment pour ce qui concerne la comptabilisation des projets subventionnés et la détermination de la provision pour dépréciation des cotisations par l'association.

Les appréciations ainsi portées s'inscrivent dans le contexte de l'audit des comptes annuels pris dans leur ensemble et de la formation de notre opinion exprimée ci-avant. Nous n'exprimons pas d'opinion sur des éléments de ces comptes annuels pris isolément.

Vérifications spécifiques

Nous avons également procédé, conformément aux normes d'exercice professionnel applicables en France, aux vérifications spécifiques prévues par les textes légaux et réglementaires.

Nous n'avons pas d'observation à formuler sur la sincérité et la concordance avec les comptes annuels des informations données dans le rapport financier du Bureau Politique et dans les autres documents adressés aux membres de l'association sur la situation financière et les comptes annuels.

Responsabilités de la direction et des personnes constituant le gouvernement d'entreprise relatives aux comptes annuels

Il appartient à la direction d'établir des comptes annuels présentant une image fidèle conformément aux règles et principes comptables français ainsi que de mettre en place le contrôle interne qu'elle estime nécessaire à l'établissement de comptes annuels ne comportant pas d'anomalies significatives, que celles-ci proviennent de fraudes ou résultent d'erreurs.

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Lors de l'établissement des comptes annuels, il incombe à la direction d'évaluer la capacité de l'association à poursuivre son exploitation, de présenter dans ces comptes, le cas échéant, les informations nécessaires relatives à la continuité d'exploitation et d'appliquer la convention comptable de continuité d'exploitation, sauf s'il est prévu de liquider l'association ou de cesser son activité.

Les comptes annuels ont été arrêtés par le Bureau Politique.

Responsabilités du commissaire aux comptes relatives à l'audit des comptes annuels

Il nous appartient d'établir un rapport sur les comptes annuels. Notre objectif est d'obtenir l'assurance raisonnable que les comptes annuels pris dans leur ensemble ne comportent pas d'anomalies significatives. L'assurance raisonnable correspond à un niveau élevé d'assurance, sans toutefois garantir qu'un audit réalisé conformément aux normes d'exercice professionnel permet de systématiquement détecter toute anomalie significative. Les anomalies peuvent provenir de fraudes ou résulter d'erreurs et sont considérées comme significatives lorsque l'on peut raisonnablement s'attendre à ce qu'elles puissent, prises individuellement ou en cumulé, influencer les décisions économiques que les utilisateurs des comptes prennent en se fondant sur ceux-ci.

Comme précisé par l'article L. 823-10-1 du code de commerce, notre mission de certification des comptes ne consiste pas à garantir la viabilité ou la qualité de la gestion de votre association.

Dans le cadre d'un audit réalisé conformément aux normes d'exercice professionnel applicables en France, le commissaire aux comptes exerce son jugement professionnel tout au long de cet audit. En outre :

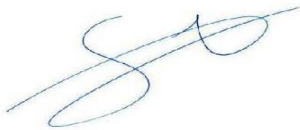
- Il identifie et évalue les risques que les comptes annuels comportent des anomalies significatives, que celles-ci proviennent de fraudes ou résultent d'erreurs, définit et met en œuvre des procédures d'audit face à ces risques, et recueille des éléments qu'il estime suffisants et appropriés pour fonder son opinion. Le risque de non-détection d'une anomalie significative provenant d'une fraude est plus élevé que celui d'une anomalie significative résultant d'une erreur, car la fraude peut impliquer la collusion, la falsification, les omissions volontaires, les fausses déclarations ou le contournement du contrôle interne ;
- Il prend connaissance du contrôle interne pertinent pour l'audit afin de définir des procédures d'audit appropriées en la circonstance, et non dans le but d'exprimer une opinion sur l'efficacité du contrôle interne ;
- Il apprécie le caractère approprié des méthodes comptables retenues et le caractère raisonnable des estimations comptables faites par la direction, ainsi que des informations les concernant fournies dans les comptes annuels ;

- Il apprécie le caractère approprié de l'application par la direction de la convention comptable de continuité d'exploitation et, selon les éléments collectés, l'existence ou non d'une incertitude significative liée à des événements ou à des circonstances susceptibles de mettre en cause la capacité de l'association à poursuivre son exploitation. Cette appréciation s'appuie sur les éléments collectés jusqu'à la date de son rapport, étant toutefois rappelé que des circonstances ou événements ultérieurs pourraient mettre en cause la continuité d'exploitation. S'il conclut à l'existence d'une incertitude significative, il attire l'attention des lecteurs de son rapport sur les informations fournies dans les comptes annuels au sujet de cette incertitude ou, si ces informations ne sont pas fournies ou ne sont pas pertinentes, il formule une certification avec réserve ou un refus de certifier ;
- Il apprécie la présentation d'ensemble des comptes annuels et évalue si les comptes annuels reflètent des opérations et événements sous-jacents de manière à en donner une image fidèle.

Le Commissaire aux comptes

Mazars

Rennes, le 30 juin 2022



Ludovic Sevestre
Associé

BALANCE SHEET - ASSETS

ASSOCIATION

CONFERENCE OF PERIPHERAL MARITIME REGIONS OF EUROPE

AT 31/12/2021

EURO

Assets	Current period (under ANC 2018-06)			Previous period
	Gross amount	Depr. or Allow.	Net amount	at 31/12/2020 (CRC 99-01)
NON-CURRENT ASSETS				
Intangible non-current assets				
-Start-up costs				
-Concessions, patents and licences	21 869	15 508	6 361	10 602
-Goodwill				
-Other intangible non-current assets				
-Down-payments				
Total	21 869	15 508	6361	10 602
Tangible non-current assets				
-Land				
-Buildings				
-Technical facilities, equipment, tools				
-Other tangible non-current assets	233 913	195 334	38 579	49 939
-Tangible non-current assets under construction				
-Down-payments				
Total	233 913	195 334	38 579	49 939
Financial non-current assets				
-Equity interests				
-Receivables from equity interests				
-Other investment securities				
-Loans				
-Other financial non-current assets				
Total				
Total NON-CURRENT ASSETS I	255 782	210 842	44 940	60 541
CURRENT ASSETS				
-Raw materials and supplies				
-Production of services in progress				
-Intermediate and finished products				
-Commercial goods				
Total				
-Down-payments on orders				
-Customer receivables and related accounts	2 634 563	108 968	2 525 595	2 501 846
-Other receivables	677 101		677 101	624 600
Total	3 311 664	108 968	3 202 696	3 126 446
-Marketable securities	1 755 416		1 755 416	1 646 486
-Cash and cash equivalents	697 628		697 628	1381 851
-Prepaid expenses	98 633		98 633	91 772
Total CURRENT ASSETS II	5 863 341	108 968	5 754 313	6 246 555
-Debt issue expenses				
-Debt redemption premium				
-Translation differences (assets)				
Total ASSETS	6 119 123	319 810	5 799 313	6 307 095

BALANCE SHEET - LIABILITIES
ASSOCIATION
CONFERENCE OF PERIPHERAL MARITIME REGIONS OF EUROPE

AT 31/12/2021

EURO

Liabilities	Year (under ANC 2018-06)	Previous period
	Net amount	at 31/12/2020 (CRC 99-01)
ACCUMULATED FUNDS		
-Accumulated funds without claw back	480 914	480 914
-Accumulated funds with claw back		
-Revaluation difference		
-Reserves		
Statutory or contractual reserves		
Regulated reserves		
Other reserves	1 510 789	1 197 803
-Carried over		
-Surplus or deficit for annual period	-52 848	312 986
-Investment subsidies		
-Regulated provisions		
Total ACCUMULATED FUNDS I	1 938 855	1 991 703
DEFERRED AND DEDICATED FUNDS		
-Deferred funds relating to legacies or donations		
-Dedicated funds		
Total DEFERRED AND DEDICATED FUNDS II		
PROVISIONS		
-Provisions for risks		
-Provisions for future costs	148 928	134 790
Total PROVISIONS III	148 928	134 790
DEBTS		
Bonds and equivalents		
Loans & borrowings from credit institutions		
Misc. loans and debts		
Down-payments received on current orders	301 829	870 795
Accounts payable and related accounts	118 545	199 951
Tax and social contribution liabilities	431 083	338 526
Amounts payable on non-current assets and related accounts		
Other payables	17 324	21 765
Unearned revenues	2 842 746	2 749 565
Total DEBTS IV	3 711 527	4 180 603
Translation differences (liabilities) V		
Total LIABILITIES (I+II+III+IV+V)	5 799 313	6 307 095

STATEMENT OF RESULTS
ASSOCIATION
CONFERENCE OF PERIPHERAL MARITIME REGIONS OF EUROPE

AT 31/12/2021

EURO

Budget items	At 31/12/2021 (under ANC 2018-06)	At 31/12/2020 (under CRC 99-01)
OPERATING INCOME		
-Membership dues	2 738 383	2 871 753
-Sale of goods		
-Sale of services	142 223	118 202
-State support and operating grants	1 071 462	971 036
-Recovery of amortisation, depreciation, write-downs, provisions and transfers of expenses	147 528	221 375
-Other income		188
Total operating income I	4 099 596	4 182 554
OPERATING EXPENSES		
-Purchase of goods		
-Inventory change		
-Other purchases and external costs	1 234 519	1 059 734
-Taxes, duties and equivalents	63 186	63 678
-Wages and salaries	1 877 687	1 645 675
-Social contributions	732 366	677 662
-Depreciation and amortisation expense and write-downs	29 633	23 115
-Allocation to provisions	57 811	183 119
-Provisions for risks and charges	20 000	24 366
-Contributions to outside bodies	1 000	667
-Other expenses	141 631	197 941
Total operating expenses II	4 157 833	3 875 957
FINANCIAL INCOME		
-From equity interests		
-From other securities & debts		
-Other interests and assimilated income	8 929	7 282
-Recovery of provisions, write-downs and transfer of expenses		
-Foreign exchange gains		
-Net income from sales of securities		
Total financial income III	8 929	7 282
FINANCIAL EXPENSES		
-Depreciation and amortisation expenses, write-downs and allocation to provisions		
-Interest and assimilated expenses		
-Foreign exchange losses		
-Net expenses on sales of securities		
Total financial expenses IV		
FINANCIAL PROFIT/LOSS (III-IV)	8 929	7 282
PRE-TAX PROFIT/LOSS (I-II+III-IV)	-49 308	313 879

EXCEPTIONAL INCOME		
-On management operations		951
-On capital transactions		
-Recovery of provisions, write-downs and transfer of expenses		
Total exceptional income V		951
EXCEPTIONAL EXPENSES		
-On management operations	1 299	530
-On capital transactions		
-Depreciation and amortisation expenses, write-downs and allocation to provisions		
Total exceptional expenses VI	1 299	530
EXCEPTIONAL PROFIT/LOSS (V-VI)	1 299	421
Employee profit-sharing VII		
Corporate income tax VIII	2 240	1 315
TOTAL INCOME (I+III+V)	4 108 525	4 190 787
TOTAL EXPENSES (II+IV+VI+VII+VIII)	4 161 372	3 877 802
Surplus/deficit	-52 848	312 986
Voluntary contributions in kind received		
-Contributions in kind		5 410
-Services in kind		
-Voluntary work		
Total		5 410
Voluntary contributions in kind granted		
-Assistance in kind		
-Provision of goods without charge		5 410
-Services in kind		
-Staff volunteers		
Total		5 410

Conference of Peripheral Maritime Regions of Europe (CPMR)

**ANNEX TO ANNUAL ACCOUNTS
for the period ended
31 December 2021**

1. PRESENTATION OF THE CONFERENCE OF PERIPHERAL MARITIME REGIONS OF EUROPE

The Conference of Peripheral Maritime Regions of Europe is an association under the French law of 1901, amended by the law of 9 October 1981 making it possible for European regions to join. The purpose of the association is to bring together representatives of regions of Europe, and in particular peripheral maritime regions, that would like to see Europe develop in a more balanced and polycentric way and that, to achieve this, are keen to define and promote their common interests.

2. HIGHLIGHTS OF THE ANNUAL PERIOD

2.1. MAIN EVENTS OF THE ANNUAL PERIOD

The following notable events occurred during the 2021 annual period:

- The Clipper and Kleroterion projects, and the Cornwall contract, were completed.
- The Bridge project was launched as part of the Horizon 2020 Programme.
- The following projects were launched: AI-NURECC+ (DG Regional and Urban Policy), AspBan (Easme/EMFF) and CulTour4Youth (ENI Contract).
- Following a decision by the CPMR's North Sea Commission (29th General Assembly on 06/11/2020), this Commission's operating expenses for 2021 were exceptionally covered by its reserve fund. These operating expenses for the year 2021 amounted to €113 360 and no call for membership dues was issued. Should the North Sea Commission have issued a call for 2021 membership dues, the CPMR would have posted a surplus for the year.
- **CPMR office in Barcelona:** given article 5.1 of the double taxation treaty between Spain and France, and the fact that, since 2013, the number of CPMR employees employed under Spanish law has increased from one to six, consolidating the CPMR's Spanish office, the CPMR Political Bureau authorised the General Secretariat to declare the CPMR office in Barcelona as a permanent establishment in Spain.

Global COVID-19 pandemic

The CPMR started 2022 with a strong financial position with total accumulated funds of €1 938 855 and cash and equivalents of €2 453 044.

PRINCIPLES, RULES AND ACCOUNTING METHODS

2.1.1. Presentation of Accounts

The documents referred to as the financial statements include:

- the Balance Sheet;
- the Statement of Results;
- the Annex.

2.1.2. General Method

The annual accounts were closed in compliance with the provisions laid down in the Code of Commerce and the new general accounting plan.

The general accounting conventions have been applied in a manner that complies with the principle of prudence, and in accordance with the basic hypotheses: continuity of operation; permanence of accounting methods from one annual period to another; independence of annual periods; and in accordance with the rules governing the establishment and presentation of annual accounts.

The Association closed its books in compliance with French regulations ANC 2014-03 and ANC 2018-06 of 05/12/2018 covering annual accounts for non-profit legal entities governed by private law, amended by ANC 2020-08. The Association's books are kept in accordance with the accrual method of accounting.

3. INFORMATION ON THE BALANCE SHEET

3.1. ASSETS

3.1.1. Fixed Assets Table

Situations and movements	A	B	C	E
Headings	Gross value at opening of annual period	Acquisitions	Output	Gross value at closure of annual period
Intangible fixed assets	21 870			21 870
Tangible fixed assets	248 929	14 032	29 048	233 913
Total	270 799	14 032	29 048	255 783

3.1.2. Depreciation Table

Situations and movements	A	B	C	E
Headings	Cumulative depreciation as of beginning of annual period	Increases: allowances for annual period	Decreases for annual period	Cumulative depreciation as of end of annual period
Intangible fixed assets	11 268	4 241		15 509
Tangible fixed assets	198 989	25 393	29 048	195 334
Total	210 257	29 633	29 048	210 842

3.1.3. Asset Values

Tangible and intangible assets are valued at purchase price after deduction of rebates, discounts and concessions, or at their production cost.

A write-down is recorded when the current value of an asset is lower than the net accounting value.

3.1.4. Depreciation Method

Type of fixed asset	Mode	Duration
Software	Linear	0 to 5 years
General installations	Linear	4 to 10 years
Office and IT equipment	Linear	3 to 5 years
Office furniture	Linear	5 to 10 years

3.1.5. Receivables

Receivables (a)	Gross amount	Liquidity of assets	
		Due date < 1 yr	Due date > 1 yr
Fixed asset receivables			
Receivables from controlled entities			
Loans (1)			
Other			
Current asset receivables			
Trade notes receivable	2 634 563	2 634 563	
Others	677 101	677 101	
Prepaid expenses	98 633	98 633	
TOTAL	3 410 297	3 410 297	
(1) Loans granted during the course of the annual period			
Loans recovered during the course of the annual period			

(a) Not including advances and down-payments paid on orders in progress

Receivables are valued at their nominal value. A depreciation is recorded when the current value is lower than the accounting value.

3.1.6. Provision for unpaid dues

The provision for unpaid dues recorded on the balance sheet and amounting to €108 968 corresponds to the risk of non-payment of certain membership dues.

The history of provisions is as follows:

REGIONS	CPMR	BBSC	IC	IMC	TOTAL
TIRANA 2021	4 500	1 029		1 573	7 102
KHERSON 2021	4 095	1 029			5 124
ABRUZZO 2021	16 303			5 219	21 522
ABRUZZO 2020	16 137			5 219	21 356
RABAT SALE KENITRA 2021	4 095			1 573	5 668
RABAT SALE KENITRA 2020	4 042			1 573	5 615
SOUTHEND-ON-SEA 2021	7 735				7 735
SICILIA 2020	12 229		1 853	1 067	15 149
SKODER 2021				1 573	1 573
IPEIROS 2021	3 868			5 219	9 087
IPEIROS 2020	3 818			5 219	9 037
TOTAL	76 822	2 058	1 853	28 235	108 968

3.1.7. Income Receivable

The income receivable shown under the heading “other receivables” to the value of €674 900 mainly corresponds to grants to be received (€625 520) in relation to cooperation programmes. This income receivable has been estimated on the basis of expenditure committed at 31 December 2021 and the specific EU co-funding rate for each cooperation programme.

3.1.8. Investment Securities

Security	Purchase value and capitalised interest	Listed price at end of annual period	Unrealised gain	Unrealised loss
Savings accounts	1 201 488	1 201 488	0	
Certificate of deposit	0	0		
Cardif Life Insurance	553 928	553 928	0	
Total	1 755 416	1 755 416	0	

The gross value of investment securities consists of the purchase price not including acquisition costs. If the current value is lower than the gross value, the amount of the difference is recorded as a write-down.

3.1.9. Prepaid expenses

Prepaid expenses amount to €98 633, relating to Outside expenses and Payroll expenses.

3.2. LIABILITIES

3.2.1. Accumulated funds

Heading	Balance at beginning of financial year (under ANC 99-01)	Allocation of 2020 result	2021 result and other changes	Balance at end of period
	31/12/2020			31/12/2021
	A	B	C	E=A+B+C
Accumulated funds without claw back	480 914			480 914
Accumulated funds with claw back				
Revaluation difference				
Reserves	930 342	312 986	-41 529	1 201 799
North Sea Commission reserves	267 461		41 529	308 990
Carried over				
2020 surplus/deficit	312 986	-312 986		0
2021 surplus/deficit			-52 848	-52 848
Net situation				
Expendable accumulated funds				
Investment subsidies				
Regulated provisions				
TOTAL	1 991 703	0	-52 848	1 938 855

3.2.2. Provisions for write-downs and charges

a) *Table of provisions for charges*

Situations and movements	A	B	C		D
Headings	Provisions at beginning of annual period	Increases: allowances for annual period	Decreases: recovery of provisions covering an expense during the annual period	Decreases: recovery of unused provisions	Provisions at end of annual period
Provisions for expenses	134 790	14 138			148 928
TOTAL	134 790	14 138			148 928

b) Assessment of provisions for write-downs and charges

➤ **Provision for write-downs and charges**

The provision set aside for retirement payments stood at €148 928 at 31/12/2021.

3.2.3. Statement of debts

Debts and Liabilities (b)	Gross amount	Payability of liability		
		Due date < 1 yr	Due date	
			> 1 yr	> 5 yrs
Convertible bonds (2)				
Other bonds				
Loans (2) and borrowings from credit institutions:				
- with an original term of no more than 2 years				
- with an original term of more than 2 years				
Advances and down payments received	301 829	301 829		
Misc. borrowings and financial liabilities (2)				
Amounts payable and related accounts	118 545	118 545		
Tax and social contribution liabilities	431 083	431 083		
Amounts payable on fixed assets and related accounts				
Other liabilities	17 324	17 324		
Income recorded in advance	2 842 746	2 842 746		
TOTAL	3 711 527	3 711 527		
(2) Borrowings taken out during the annual period				
Borrowings reimbursed during the annual period				

(b) Not including advances and down-payments received on current orders

Debts are recorded at their nominal value.

3.2.4. Advances and down payments received: €301 829

- MINE-EMI project	€17 448
- MAESHA project	€35 964
- SOLAQUA project	€97 603
- ISOLMET project	€8 376
- ASPBAN project	€16 367
- BRIDGE-BS project	€25 601
- CULTOUR4YOUTH project	€357
- REGIN project	€49 297
- AI-NURECC Plus project	€50 814

3.2.5. Payables

Accounts payable (€118 545)

- Trade accounts, invoices not received at 31/12/2021	€78 025
- Trade accounts, invoices received at 31/12/2021	€40 520

Tax and social contribution liabilities (€431 083)

- Including provisions for paid holiday and social contribution liabilities of €254 720.

3.2.6. Income recorded in advance

Income recorded in advance amounting to €2 842 746 entered in the liabilities section of the balance sheet corresponds to 2022 membership dues called in advance.

4. MISCELLANEOUS INFORMATION

4.1. OPERATING SUBSIDIES GRANTED DURING THE PERIOD

- European Union: €1 065 422
- Local and regional authorities: €6 040

4.2. EVOLUTION IN STAFF NUMBERS

	Average no. of staff 2021	Average no. of staff 2020
Permanent contracts	27.57	26.50
Fixed-term contracts	3.79	2.67
Volontaires Internationaux en entreprise (French state-subsidised programme for young graduates) (Business France contracts)	4.25	4.15
Total	35.61	33.62

4.3. OFF-BALANCE-SHEET ITEMS

TYPE OF LEASING	DATE OF LEASING CONTRACT	DURATION	MONTHLY INSTALMENT	EXPENDITURES RECORDED DURING THE ANNUAL PERIOD	FUTURE COMMITMENT	
					Remaining monthly instalment	Financial commitment
Company car 1	01/09/2019	48 mois	899,42	10 793,04	20	18 672
Company car 2	01/07/2019	60 mois	799,02	9 588,24	30	23 971
Xerox photocopier - Brussels	13/12/2018	72 mois	398,09	4 777,08	24	9 554
Canon photocopier - Rennes	01/08/2016	63 mois	441,19	441,19		
CPRO photocopier - Rennes	01/03/2021	67 mois	405,80	4 129,99	57	23 130
IT equipment - Rennes	17/09/2018	36 mois	79,79	718,11		
IT equipment - Rennes	01/01/2019	33 mois	87,19	784,71		
IT equipment - Rennes	15/02/2019	33 mois	74,55	894,64	1	224
TOTAL				32 127,00		75 550

Remuneration of managers:

The six highest-level managers among the elected representatives working on a voluntary basis receive no remuneration or benefits in kind. The remuneration of the top three salaried managers, and their benefits in kind, are not divulged because this would be considered as divulging personal data.

Cost-accounting statement 2021
Further information
(Document not certified by the Auditor)

5. COST ACCOUNTING STATEMENT OF RESULTS 2021

A table corresponding to the cost accounting statement of results for the income and expenditure of the CPMR is included after the annex.

It is set out as follows:

- The first column shows income and expenses specific to the CPMR.
- Expenses not attributable directly have been broken down using the following allocation factors:

Percentage of Payroll Expenses attributed to the Geographical Commissions

1/ Atlantic Arc Commission

- Remuneration of an executive secretary (60% of a full-time post from 01/01/2021 until 31/05/2021, and then 80%)
- Remuneration of a policy officer on a VIE contract (90% of a full-time post)
- Remuneration of a part-time assistant (37% of a full-time post)

2/ Inter-Mediterranean Commission

- Remuneration of a full-time executive secretary
- Remuneration of two full-time policy officers, including one on a fixed-term contract
- Remuneration of a senior program manager (65% of a full-time post)
- Remuneration of a part-time assistant (37% of a full-time post)
- Remuneration of a part-time policy officer (20% of a full-time post)
- Remuneration of a full-time policy officer (from 01/01/2021 until 30/09/2021)
- Remuneration of a policy officer on a fixed-term contract (from 01/10/2021 until 31/12/2021)

3/ Islands Commission

- Remuneration of the executive secretary for 80% of a full-time post
- Remuneration of a policy officer for 80% of a full-time post
- Remuneration of a part-time assistant (37% of a full-time post)

4/ Balkan & Black Sea Commission

- Remuneration of the executive secretary of the Balkan & Black Sea Commission for 60% of a full-time post
- Remuneration of a part-time assistant (approx. 14% of a full-time post)

5/ Baltic Sea Commission

- Remuneration of an executive secretary
- Remuneration of a part-time assistant (approx. 30% of a full-time post)

Where a Geographical Commission is in charge of managing a project, the working time assigned to the project will reduce the share of the remuneration to be borne by the Commission.

Travel expenses, meeting expenses, translation expenses and hospitality expenses

Breakdown on the basis of the actual invoices.

Operating and equipment expenses (rent and rental charges, office supplies, postage, telephone-fax, photocopies, miscellaneous overheads, documentation and equipment).

Application of a cost allocation factor of 6.5% of the expenses of the CPMR for each of the following Commissions:

- Atlantic Arc Commission
- Islands Commission
- Intermediterranean Commission

Application of a cost allocation factor of 3.25% of the expenses of the CPMR for the Balkan & Black Sea Commission and 1.4% for the Baltic Sea Commission.

COST-ACCOUNTING BREAKDOWN 2021

	1 - CPMR General Budget	2 - Geographical Commissions						Sub-total
		Atlantic Arc Commission	Balkan & Black Sea Commission	Baltic Sea Commission	Islands Commission	North Sea Commission	Intermediterranean Commission	
Regions' membership fees	2 211 356	74 158	13 377	133 000	121 681		184 811	2 738 383
Contribution of the North Sea Commission reserve fund								-
Contributions from local authorities	6 040							6 040
Miscellaneous subsidies -Income from contracts	45 822							45 822
Financial income	8 929							8 929
Total income	2 272 147	74 158	13 377	133 000	121 681	-	184 811	2 799 174
Payroll expenses	1 736 425	80 971	11 367	119 032	13 768	50 000	38 021	2 049 584
Travel expenses	20 318	1 072	332	7 633	3 898		3 594	36 847
Rents and rental charges	146 558	13 266	6 633	6 800	13 266		13 266	199 789
Office supplies	2 983	256	128	55	256		256	3 934
Postage	1 691	145	73	31	145		145	2 230
Telephone-internet	26 059	2 202	1 101	1 447	2 202		2 202	35 213
Photocopies	8 137	697	349	150	697		697	10 727
Miscellaneous overheads	43 513	3 339	1 670	14 936	3 339		3 339	70 136
Study expenses	88 940					50 000		138 940
Documentation	2 409	206	103	44	206		206	3 174
Translation	29 311	6 246			3 908		4 872	44 337
Hospitality	4 427							4 427
Meeting & communication expenses	23 744	13 038		620	5 964	16 360	9 079	68 805
Contributions to outside bodies	1 000							1 000
Equipment	82 404	7 061	3 530	1 502	7 061		7 061	108 618
Total Expenditure	2 217 919	128 499	25 286	152 250	54 710	116 360	82 738	2 777 761
Balance income-expenditure	54 228	- 54 341	- 11 909	- 19 250	66 971	- 116 360	102 073	21 413
Transfer of expenses	68 877	3 608	2 838		15 934		41 632	132 889
Loss on irrecoverable debts	- 87 038		- 7 203		- 4 592		- 26 668	- 125 501
Provision for unpaid fees	- 40 596		- 2 058				- 15 157	- 57 811
Recovery of provisions for unpaid fees	78 857		9 261		16 676		27 168	131 962
Balance income-expenditure	74 328	- 50 733	- 9 071	- 19 250	94 989	- 116 360	129 049	102 952

The balances in the "European projects" columns correspond to CPMR co-financing for these projects

	Sub-total Carried Over	3 - Contract		4 - European projects						Sub-total
		Cornwall2	EU's Outermost Regions Partnership	AI-NURECC PLUS	ASPBAN	BESTMED	Biodiversity Protection Community	BLUEBIO- MED	BLUE GROWTH	
Regions' membership fees	2 738 383									2 738 383
Contribution of the North Sea Commission reserve fund	-									-
Contributions from local authorities	6 040									6 040
Miscellaneous subsidies -Income from contracts	45 822	62 080	35 100	51 057	20 504	93 949	56 165	39 623	58 076	462 376
Financial income	8 929									8 929
Total income	2 799 174	62 080	35 100	51 057	20 504	93 949	56 165	39 623	58 076	3 215 728
Payroll expenses	2 049 584	16 000	28 558	27 497	20 935	77 174	41 597	38 969	49 855	2 350 169
Travel expenses	36 847					303	248	722	428	38 548
Rents and rental charges	199 789	8 250								208 039
Office supplies	3 934									3 934
Postage	2 230									2 230
Telephone-internet	35 213	59								35 272
Photocopies	10 727									10 727
Miscellaneous overheads	70 136	629				1 080	876	1 080	876	74 677
Study expenses	138 940	36 400								175 340
Documentation	3 174									3 174
Translation	44 337									44 337
Hospitality	4 427									4 427
Meeting & communication expenses	68 805			21 696	3 018	20 394	16 975		9 684	140 572
Contributions to outside bodies	1 000									1 000
Equipment	108 618						123			108 741
Total Expenditure	2 777 761	61 338	28 558	49 193	23 953	98 951	59 819	40 771	60 843	3 201 187
Balance income-expenditure	21 413	742	6 542	1 864	- 3 449	- 5 002	- 3 654	- 1 148	- 2 767	14 541
Transfer of expenses	132 889		- 6 542	- 3 443	- 1 677	- 11 576	- 6 257	- 5 845	- 7 481	90 068
Loss on irrecoverable debts	- 125 501									- 125 501
Provision for unpaid fees	- 57 811									- 57 811
Recovery of provisions for unpaid fees	131 962									131 962
Balance income-expenditure	102 952	742	-	- 1 579	- 5 126	- 16 578	- 9 911	- 6 993	- 10 248	53 259

	Sub-total Carried Over	4 - European projects (continued)						TOTAL
		BRIDGES	CLEAN ATLANTIC	CLIPPER	CulTourE4Y outh	DESTIMED+	DESTINATION	
Regions' membership fees	2 738 383							2 738 383
Contribution of the North Sea Commission reserve fund	-							-
Contributions from local authorities	6 040							6 040
Miscellaneous subsidies -Income from contracts	462 376	2 964	19 324	11 637	10 580	106 954	45 972	659 807
Financial income	8 929							8 929
Total income	3 215 728	2 964	19 324	11 637	10 580	106 954	45 972	3 413 159
Payroll expenses	2 350 169	2 371	19 594	8 827	10 566	91 421	16 768	2 499 716
Travel expenses	38 548				571	400		39 519
Rents and rental charges	208 039							208 039
Office supplies	3 934							3 934
Postage	2 230							2 230
Telephone-internet	35 272							35 272
Photocopies	10 727							10 727
Miscellaneous overheads	74 677		2 220			876	2 160	79 933
Study expenses	175 340						17 850	193 190
Documentation	3 174							3 174
Translation	44 337							44 337
Hospitality	4 427							4 427
Meeting & communication expenses	140 572			3 540		19 410		163 522
Contributions to outside bodies	1 000							1 000
Equipment	108 741							108 741
Total Expenditure	3 201 187	2 371	21 814	12 367	11 137	112 107	36 778	3 397 761
Balance income-expenditure	14 541	593	- 2 490	- 730	- 557	- 5 153	9 194	15 398
Transfer of expenses	90 068	- 593	- 2 939	- 1 324		- 13 721	- 9 194	62 297
Loss on irrecoverable debts	- 125 501							- 125 501
Provision for unpaid fees	- 57 811							- 57 811
Recovery of provisions for unpaid fees	131 962							131 962
Balance income-expenditure	53 259	-	- 5 429	- 2 054	- 557	- 18 874	-	26 345

	Sub-total Carried Over	4 - European projects (continued)							TOTAL
		HERIT-DATA	ISOLMET	KLEROTERIO N	MAESHA	MINE-EMI	NEXT2MET	REGIN	
Regions' membership fees	2 738 383								2 738 383
Contribution of the North Sea Commission reserve fund	-								-
Contributions from local authorities	6 040								6 040
Miscellaneous subsidies -Income from contracts	659 807	61 292	4 954	23 395	9 045	- 2 201	25 043	205 987	987 322
Financial income	8 929								8 929
Total income	3 413 159	61 292	4 954	23 395	9 045	- 2 201	25 043	205 987	3 740 674
Payroll expenses	2 499 716	53 366	4 128	19 723	6 172		24 680	170 226	2 778 011
Travel expenses	39 519	1 378			1 064				41 961
Rents and rental charges	208 039								208 039
Office supplies	3 934								3 934
Postage	2 230								2 230
Telephone-internet	35 272							2 040	37 312
Photocopies	10 727								10 727
Miscellaneous overheads	79 933	720					1 080		81 733
Study expenses	193 190								193 190
Documentation	3 174								3 174
Translation	44 337							4 132	48 469
Hospitality	4 427								4 427
Meeting & communication expenses	163 522	8 640		6 000				37 500	215 662
Contributions to outside bodies	1 000								1 000
Equipment	108 741								108 741
Total Expenditure	3 397 761	64 104	4 128	25 723	7 236	-	25 760	213 898	3 738 610
Balance income-expenditure	15 398	- 2 812	826	- 2 328	1 809	- 2 201	- 717	- 7 911	2 064
Transfer of expenses	62 297	- 8 005	- 826	- 1 801	- 1 809		- 3 702	- 14 977	31 177
Loss on irrecoverable debts	- 125 501								- 125 501
Provision for unpaid fees	- 57 811								- 57 811
Recovery of provisions for unpaid fees	131 962								131 962
Balance income-expenditure	26 345	- 10 817	-	- 4 129	-	- 2 201	- 4 419	- 22 888	- 18 109

	Sub-total Carried Over	4 - European projects (continued)				TOTAL
		SAFER	SMARTMED	SOLAQUA	WINTERMED	
Regions' membership fees	2 738 383					2 738 383
Contribution of the North Sea Commission reserve fund	-					-
Contributions from local authorities	6 040					6 040
Miscellaneous subsidies -Income from contracts	987 322	35 376	39 443	56 317	89 189	1 207 647
Financial income	8 929					8 929
Total income	3 740 674	35 376	39 443	56 317	89 189	3 960 999
Payroll expenses	2 778 011	32 971	38 657	45 053	61 024	2 955 716
Travel expenses	41 961		868		602	43 431
Rents and rental charges	208 039					208 039
Office supplies	3 934					3 934
Postage	2 230					2 230
Telephone-internet	37 312					37 312
Photocopies	10 727					10 727
Miscellaneous overheads	81 733	1 380	1 080		876	85 069
Study expenses	193 190					193 190
Documentation	3 174					3 174
Translation	48 469					48 469
Hospitality	4 427					4 427
Meeting & communication expenses	215 662	8 111			33 258	257 031
Contributions to outside bodies	1 000					1 000
Equipment	108 741					108 741
Total Expenditure	3 738 610	42 462	40 605	45 053	95 760	3 962 490
Balance income-expenditure	2 064	- 7 086	- 1 162	11 264	- 6 571	- 1 491
Transfer of expenses	31 177	- 4 946	- 5 799	- 11 264	- 9 168	0
Loss on irrecoverable debts	- 125 501					- 125 501
Provision for unpaid fees	- 57 811					- 57 811
Recovery of provisions for unpaid fees	131 962					131 962
Balance income-expenditure	- 18 109	- 12 032	- 6 961	-	- 15 739	- 52 841