

Sofinnova Partners SAS
Annual financial statements at
31 December 2024

Table of Contents

I.	Balance Sheet at 31 December 2024	3
II.	Income statement as at 31 December 2024.....	5
III.	Notes to the financial statements for the financial year	6

I. Balance Sheet at 31 December 2024

A. Balance Sheet - Assets

ASSETS	31 December 2024			31 December 2023
	Gross	Amort., depr. & prov.	Net	
FIXED ASSETS				
<u>Intangible assets</u>				
Software	212 855	212 855	0	41 947
<u>Tangible assets</u>				
Installations and improvements	1 572 413	864 314	717 963	860 972
Office and IT equipment	332 533	316 680	68 270	66 512
Furniture	617 126	375 343	280 300	294 159
Ongoing assets	7 930		0	7 930
<u>Financial assets</u>				
Investment (equity method)	825 966	636 788	163 751	252 421
Other financial assets	19 179 272	743 702	22 812 040	18 639 287
Deposits	294 235		313 488	294 235
Other long-term receivables	82 230		10 000	82 230
TOTAL fixed assets	23 124 558	3 149 680	24 365 812	20 539 691
CURRENT ASSETS				
Fiscal and social debtors	1 454 099		419	1 454 099
Other debtors	6 279 607		17 346 668	6 279 607
Short-term investments	7 501 959		2 624 806	7 501 959
Cash and cash equivalents	43 354 014		32 136 396	43 354 014
Prepaid expenses	1 525 851		789 946	1 525 851
TOTAL current assets	60 115 529	0	52 898 235	60 115 529
Unrealised foreign exchange losses			0	0
GRAND TOTAL	80 413 728	3 149 680	77 264 047	80 655 221

B. Balance Sheet - Liabilities

LIABILITIES	31 December 2024	31 December 2023
SHAREHOLDERS' EQUITY		
Share capital	2 000 000	2 000 000
Share premium	59 992 349	59 992 349
Statutory reserve	200 000	200 000
Retained earnings	-1 405 156	2 113 365
Interim dividend	0	0
Net income for the year	447 482	-3 518 521
TOTAL shareholders' equity	61 234 675	60 787 192
PROVISIONS FOR CHARGES		
Provisions for charges	0	0
Provision for exchange losses	0	0
TOTAL provisions for charges	0	0
PAYABLES		
Bank loans	3 037 135	4 563 509
Trade payables & related	4 851 737	6 505 550
Fiscal and social creditors	8 140 501	8 793 123
Other liabilities	0	0
Deferred income	0	5 847
TOTAL liabilities	16 029 373	19 868 028
GRAND TOTAL	77 264 047	80 655 221

II. Income statement as at 31 December 2024

	31 December 2024	31 December 2023
OPERATING INCOME		
Management fees	42 115 147	41 534 546
Rebilling of expenses	698 080	510 411
Other income	0	0
Operating provision reversal	0	0
Operating grant	0	0
<i>Total income (I)</i>	42 813 228	42 044 957
OPERATING EXPENSES		
Purchases and other external expenses	19 970 503	23 142 572
Taxes	2 392 735	2 425 775
Wages and salaries	15 524 728	14 385 610
Social contributions	6 107 158	6 084 037
Depreciation, amortisation, and provisions	297 854	307 945
Foreign exchange losses	0	0
<i>Total expenses (II)</i>	44 292 978	46 345 939
A - Operating result (I-II)	-1 479 750	-4 300 982
FINANCIAL INCOME		
From equity securities	483 024	0
From dividends	578 105	600 000
From receivable related to investments	0	0
From cash	1 373 722	1 121 514
Reversal of provision and costrecharge	236 741	531 665
Foreign exchange gains	0	0
Proceeds from disposal of fixed assets		
<i>Total income (III)</i>	2 671 592	2 253 179
FINANCIAL EXPENSES		
Interest and other financial expenses	249 353	279 244
Amortisation & depreciation	503 700	286 891
Foreign exchange losses	0	0
Financial provision	0	0
NBV of fixed assets sold	2 402	0
<i>Total expenses (IV)</i>	755 456	566 134
B - Financial result (III-IV)	1 916 136	1 687 045
C - Pre-tax current result (A+B)	436 386	-2 613 937
EXTRAORDINARY INCOME		
On capital transactions	0	0
On management operations	0	0
Amounts released from provisions and extraordinary expenses reallocated	0	0
<i>Total income (V)</i>	0	0
EXTRAORDINARY EXPENSES		
On management operations	0	0

On capital transactions	0	0
Provisions for liabilities and charges	0	0
Amortisation, depreciation, liabilities, and financial charges	0	0
Other extraordinary expenses	-11 096	65 552
<i>Total expenses (VI)</i>	-11 096	65 552
D - Extraordinary profit or loss (V-VI)	11 096	-65 552
TOTAL INCOME	45 484 820	44 298 136
TOTAL EXPENSES	45 037 337	46 977 625
PROFIT (LOSS) BEFORE TAXES AND PROFIT SHARING (C+D)	447 482	-2 679 489
Income tax	0	839 032
Employee profit sharing	0	0
NET INCOME	447 482	-3 518 521

III. Notes to the financial statements for the financial year

The notes to the balance sheet before allocation for the year ended 31/12/2024 with a total of €77 264 047 euros and the income statement for the year showing a net income of €447 482 are presented in list form.

All figures are in euros.

The financial year covers a period of 12 months from 01/01/2024 to 31/12/2024.

The prior financial year covered a period of 12 months from 01/01/2023 to 31/12/2023.

The notes and tables below form an integral part of the financial statements.

A. Presentation of the company and accounting principles

Sofinnova Partners (the "Company") is a portfolio management company managing various FPCIs (Fonds Professionnel de Capital Investissement), four SLP (Société de Libre Partenariat), one SCA RAIF (Luxembourg) and one SCSp SICAV RAIF (Luxembourg). In addition, the Company is responsible for the administrative and accounting management of several companies in the venture capital field.

The annual financial statements are prepared on the basis of the usual accounting standards, in keeping with the principles of prudence, going concern, consistency of accounting methods from one year to another and independence of financial years. The financial statements have been prepared in accordance with ANC Regulation No. 2022-06 of November 2022.

The most significant accounting principles and methods used to prepare the financial statements can be summarized as follows:

- Tangible and intangible assets are registered at their acquisition cost. Depreciation is based on normal value in use, according to the following methods:

Assets categories	Duration	Method
Software	3 years	Linear
Installations and equipment	7 to 10 years	Linear
Office and IT equipment	3 to 5 years	Linear
Furniture	10 years	Linear

- Intangible, tangible and financial assets are presented in the balance sheet at their purchase cost or their subscription value. At the end of the financial year a provision is written down in case the inventory value is lower than the acquisition value.
- Debtors are reflected at their nominal value. A provision for depreciation is booked when the inventory value is lower than the book value.
- Short term investments (VMP) are recorded on the basis of their gross value, i.e. at the purchase price of the concerned securities (excluding incidental expenses). The FIFO (First In First Out) method is used when selling short-term investments and disposals concern a fraction of a set of securities of the same nature conferring the same rights.

B. Significant events of the year and events after the closing of the accounts

On 31 May 2024, the Company wound up the Sofinnova Capital V fund.

1. Dividend

None.

2. Raising of funds

During the year, the Company continued to raise funds for the 'Sofinnova Biovelocita II' fund, with a commitment of €165m at 31 December 2024. This fund is expected to make its final closing in the first half of 2025.

The Company also completed the 1st closing of the 'Sofinnova Capital XI' fund with an initial commitment of €329m. This fund is expected to have a final closing in 2025.

3. Wars in Ukraine and the Middle East

Since February 2022, the conflict in Ukraine has led to more volatility on the financial markets. News about sanctions is closely monitored to ensure compliance with regulations. The current situation in Ukraine and the sanctions imposed on Russia have changing economic repercussions. At this stage, it is not possible to measure the impact on the future financial position of the company. Its effects are not taken into account in the preparation of the financial statements.

Since October 2023, the conflict in the Middle East has led to more volatility on the financial markets. At this stage, it is not possible to measure the impact on the future financial position of the company. Its effects are not taken into account in the preparation of the financial statements.

C. Notes to the balance sheet

1. Intangible, tangible and financial assets

The main movements during the year can be summarised as follows:

Items	Starting gross value	Acquisitions during the year	Disposals during the year	Ending gross value
<u>Intangible assets</u>				
Software	212 855			212 855
<u>Tangible assets</u>				
Installations and improvements	1 572 413	9 864		1 582 277
Office and IT equipment	332 533	60 544	8 127	384 949
Furniture	617 126	38 517		655 643
Advance payments	0			0
Ongoing assets	7 930	7 804	15 734	0
<u>Financial assets</u>				
Investment (equity method)	825 966	82 573	108 000	800 540
Other financial assets	19 179 272	5 641 328	1 264 859	23 555 741
Deposits	294 235	19 253		313 488
Other long-term receivables	82 230	9 032	81 263	10 000
Total	23 124 559	5 868 917	1 477 983	27 515 493

2. Depreciation and provisions on fixed assets

Items	Accumulated, start of year	Increases	Decreases	Accumulated, end of year
<u>Intangible assets</u>				
Software	170 908	41 947		212 854
<u>Tangible assets</u>				
Installations and improvements	711 441	152 873		864 314
Office and IT equipment	266 021	50 659		316 680
Furniture	322 967	52 376		375 343
<u>Financial assets</u>				
Investments (equity method)	573 545	53 639	2 396	624 788
Other financial assets	539 985	438 061	234 345	743 702
Deposits	0			0
Total	2 584 867	801 554	236 741	3 149 680

3. Debtors and Creditors by remaining term to maturity

Items	Gross	Due in less than 1 year	Due in more than 1 year
Receivables			
Fixed asset receivables			
Deposits	313 488		313 488
Other long-term receivables	10 000		10 000
Receivables on current assets			
Fiscal and social debtors	419	419	
Other debtors	17 346 668	17 346 668	
Prepaid expenses	789 946	789 946	
	18 460 521	18 137 033	323 488
Payables			
Bank loans	3 037 135		3 037 135
Trade payables & related	4 851 737	4 851 737	
Fiscal and social creditors	8 140 501	8 140 501	
Other liabilities	0		
	16 029 373	12 992 238	3 037 135

4. Share capital

- Change in shareholders' equity:

Items	31 December 2023	Increases	Decreases	31 December 2024
Share capital	2 000 000			2 000 000
Share premium	59 992 349			59 992 349
Statutory reserve O	192 000			192 000
Statutory reserve A	8 000			8 000
Retained earnings O	1 789 237		343 736	1 445 500
Retained earnings A	324 129		3 174 785	-2 850 656
Interim dividend	0			0
Profit or loss	-3 518 521	447 482	-3 518 521	447 482
Shareholders' equity	60 787 192	447 482	0	61 234 675

- Capital structure:

Items	31 December 2023	Increases	Decreases	31 December 2024
Number of shares	125 000			125 000
Nominal value	16			16
Capital	2 000 000			2 000 000

5. Details of accrued expenses

Accrued expenses	9 808 244
Bank loans	37 135
Trade payables & related	3 014 406
Fiscal and social creditors	6 756 703
Other liabilities	0

6. Details of accrued income

Accrued income	1 339 503
Receivable – accruals	1 336 746
Payable – accruals (credit notes)	2 758
Other receivables	0

7. Accruals and deferred income

- Prepaid expenses (operating): €789 956
- Deferred income: €0

8. Details of regulated provisions

As at 31 December 2024, the Company recognised no regulated provisions.

9. Details of provisions for liabilities and charges

The Company did not recognise any provision for liabilities and charges during the financial year under review.

D. Notes to the income statement

Operating revenues consist primarily of management fees in accordance with the by-laws of each fund.

E. Post-closing events

Early 2025, the Company completed the 1st closings of the 'Sofinnova CrossOver II' and 'Sofinnova MD Start IV' funds, with initial commitments of €620m and €54m respectively. These funds are expected to close in 2025.

F. Other information

1. Off-balance-sheet commitments

1.1 Commitments given:

- Long-term leases:

	Rents paid	Rents remaining to be paid			
	over the 2023 financial year	up to 1 year	1 to 5 years	5+ years	Total remaining to be paid
Car leasing	71 981	77 479			77 479

- GP Commitments:

As at December 31, 2024, Sofinnova Partners has committed to release an amount of €16 363 984 based on future capital calls related to the shares it holds in the funds it manages.

- Pension obligations:

The obligations of Sofinnova Partners to its employees in respect of end-of-career benefits are estimated at €660 397 as at 31 December 2024 (excluding social security contributions).

- Fee related to the Sofinnova Crossover II fund

The Company has agreed to pay the placement agent that assisted the Company during the fundraising of the Sofinnova Crossover I fund a fee equal to 0.5% (excluding VAT) of the capital raised for Sofinnova Crossover II from new investors which had been presented by the latter in the context of the advisory agreement of February 14, 2020.

2. Breakdown of average headcount

The average headcount for 2024 was 64, broken down into 63 executives and 1 non-executive employee.

3. Subsidiaries and shareholdings table

Companies or group of companies	Capital	Equity other than capital	% held	Inventory value of securities held (gross)	Inventory value of securities held (net)	Outstanding advances (net)	Turnover of the last financial year	Profit (loss) of the last fiscal year	Dividends/capital gains received during the financial year
Subsidiaries									
<i>(more than 50% owned)</i>									
Sofinnova CO I UP	20 000	-17 621	100,00%	20 000	2 379	0	0	135	0
Sofinnova MDStart IV UP*	*	*	100,00%	20 000	20 000	*	*	*	*
SC Téléthon GP	12 000	37 525	100,00%	14 000	14 000	0	0	7 112	0
Sofinnova Partners UK	11 569	546 460	100,00%	11 569	11 569	0	5 927 546	537 865	0
Sofinnova Venture Credit Fund	-169 696		100,00%	12 000	0	0	841 716	0	0
Sofinnova Crossover II UP	20 000	427	100,00%	20 000	20 000	0	0	192	0
Sofinnova Biovelocita II UP	20 000	405	100,00%	20 000	20 000	0	0	405	0
SK X Cross-Carry SCSp	24 101	-5 539	26,67%	6 880	4 960	0	0	-5 539	0
SIB II Cross-Carry SCSp	9 622	-5 539	28,55%	2 962	1 166	0	0	-5 539	0
SMDS III Cross-Carry SCSp	5 766	-5 539	27,19%	1 718	62	0	0	-5 539	0
SDM I Cross-Carry SCSp	8 794	-5 539	30,76%	2 923	1 226	0	0	-5 539	0
Sofinnova SKX carry GP Sarl	12 000	-7 319	100,00%	12 000	4 681	6 711	0	-7 319	0
Sofinnova IB II Carry GP Sarl	12 000	-7 319	100,00%	12 000	4 681	6 711	0	-7 319	0
Sofinnova Cross-Carry GP S.à r.l	12 000	-7 468	100,00%	12 000	4 532	6 711	0	-7 468	0
Holdco SKX GP Sarl	12 000	-9 308	100,00%	12 000	2 692	3 827	0	-9 308	0
Sofinnova Téléthon I Carry GP	12 000	-7 837	100,00%	12 000	4 163	3 827	0	-7 837	0
Sofinnova DM I Carry GP Sarl	12 000	-7 319	100,00%	12 000	4 681	6 711	0	-7 319	0
Sofinnova Capital XI GP S.à r.l	12 000	***	100,00%	12 000	***	***	0	***	0
Sofinnova AI*	*	*	100,00%	100	100	*	*	*	*
Sofinnova Partners Sà	10 000	177 152	100,00%	10 000	10 000	0	2 509 120	135 396	0
Equity interest									
<i>(10% to 50% of capital held)</i>									
French companies									
Sofinnova Sarl **	38 052	9 974	25,91%	574 385,47	20 657	0	0	1308,28	0
Civile Fonds IB I	22 750	-3	0,0004%	0,83	0,83	0	0	-0,30	0
Civile Fonds Co	20 149	-3	0,0005%	10,91	10,91	0	0	-0,90	0
MDS III SC	13 600	-460	0,0002%	0,07	0,07	0	0	-458	0

* data not available as at 31 December 2024, the first fiscal year of these subsidiaries created in 2024 ends on 31 December 2025

** all data taken from the financial statements as at 31 March 2024 of Sofinnova Sarl