care property invest

Annual Financial Report 2023

The Company obtained an EPS of €1.03 and foresees to pay out a DPS of €1.00.

REGULATED INFORMATION
Published on 25 April 2024, after trading hours 6 p.m.

ANNUAL FINANCIAL REPORT
for the period from 1 January 2023 up to and including 31 December 2023
AUDITED

CARE PROPERTY INVEST DECLARES THAT:
the 2023 Annual Financial Report has been filed as a Universal Registration Document with the FSMA on the date of 25April 2024, as the competent authority under Regulation (EU) 2017/1129 without prior approval under Article 9 of Regulation (EU) 2017/1129;
the Universal Registration Document may be used for an offer of securities to the public or the admission of securities to trading on a regulated market, provided that it has been approved by the FSMA, together with any amendments and a securities note and summary approved in accordance with Regulation (EU) 2017/1129.

The Dutch version as well as the English version of this annual financial report are legally binding. Within the framework of their contractual relationship with the Company, investors can therefore always appeal to the translated versions. Care Property invest, represented by its responsible people, is responsible for the translation and conformity of the Dutch and English language versions. However, in case of discrepancies between language versions, the Dutch version always prevails.

Care Property Invest nv

PROFILE CARE PROPERTY INVEST

SCHOTEN (BE) I HEAD OFFICES CARE PROPERTY INVEST

Care Property Invest NV is a Public Regulated Real Estate Company (public RREC) under Belgian law.

The Company has been listed on Euronext Brussels for over 25 years and **invests in high-quality healthcare real estate for the elderly and people with disabilities** on the European market.

Care Property Invest **purchases, builds and renovates high-quality healthcare real estate** (residential care centres, groups of assisted living apartments, residential complexes for people with disabilities...) and then makes them available to solid healthcare entrepreneurs on the basis of a long-term contract. The Company built an international portfolio of 150 healthcare projects spread across Belgium, The Netherlands, Spain and Ireland.

PORTFOLIO PER COUNTRY

Care Property Invest anticipates the current and upcoming ageing wave by **investing in, developing, redeveloping and/or renovating** healthcare real estate in the markets listed below.

	BELGIUM	THE NETHERLANDS	SPAIN	IRELAND	
Number of projects	108	27	8	7	**150**
Under development	0	3	3	1	**7**
Residential units	4.998	828	1.076	554	**7.456**
Number of m²	411.492	73.461	87.320	30.941	**603.214**
Fair value portfolio (in € million)	818	231	110	88	**1.247**

BELGIUM

Investment properties (BE)	
Number of projects	29
Fair value (in € million)	575

Finance leases (BE)	
Number of projects	79
Fair value (in € million)	242

Care Property Invest nv

HISTORY 1995-2023

1995

Establishment of Serviceflats Invest nv

Recognition as a Belgian real estate investment fund, on the initiative of the Flemish government with the objective to build and finance 2,000 service flats for PCSW's and social non-profit organisations in the Flemish and Brussels-Capital Region.

As of 30 October 1995
210 fully paid-up shares..

1996

Capital increase in cash (IPO - Euronext Brussels)

7 February 1996
Total amount of capital increase: approx. €59 million.

As of 7 February 1996
10,210 fully paid-up shares.

2000

Innovation award for 'Technology and housing of elderly people'

2012

Initial investment programme 2,000 serviceflats completed

2013-2014

Amendments to the Articles of Association to expand the Company's objective

2014

Serviceflats Invest nv becomes Care Property Invest nv
Share split 1: 1,000

As of 24 March 2014
10,210,000 fully paid-up shares.

Acquisition of the status of a Public Regulated Real Estate Company (Public RREC)

2014

Optional dividend

May-June 2014
Total amount of capital increase: approx. €2 million.

As of 20 June 2014
10,359,425 fully paid-up shares.

2015

New address: Horstebaan 3 2900 Schoten

2015

Capital increase in cash

22 June 2015
Total amount of capital increase: approx. €36 million.

As of 22 June 2015
13,184,720 fully paid-up shares.

2016

Inclusion in the Bel MID index. Start of EPRA membership

2017

Capital increase in kind

15 March 2017
Total amount of capital increase: approx. €34 million.

As of 15 March 2017
15,028,880 fully paid-up shares.

Capital increase in cash

27 October 2017
Total amount of capital increase: approx. €70 million.

As of 27 October 2017
19,322,845 fully paid-up shares.

2017

Acquisition of first projects in Walloon and Brussels-Capital Regions

2018

Entry onto the Dutch market

Acquisition of 100th residential care project

2019

Capital increase in kind

3 April 2019
Total amount of capital increase: approx. €16 million.

As of 3 April 2019
20,086,876 fully paid-up shares.

2019

Optional dividend

May-June 2020
Total amount of capital increase: approx. €7 million.

As of 26 June 2019
20,394,746 fully paid-up shares.

2020

Entry onto the Spanish market

2020

Capital increase in kind

15 January 2020
Total amount of capital increase: approx. €34 million.

As of 15 January 2020
21,645,122 fully paid-up shares.

2020

Optional dividend

May-Junue 2020
Total amount of capital increase: approx. €7 million.

As of 19 June 2020
21,918,213 fully paid-up shares.

2020

Capital increase in cash (ABB)

June 2020
Total amount of capital increase: approx. €59 million.

As of 25 June 2020
24,110,034 fully paid-up shares.

2021

Capital increase in kind

20 January 2021
Total amount of capital increase: approx. €42 million.

As of 20 January 2021
25,806,148 fully paid-up shares.

2021

Capital increase in kind

17 November 2021
Total amount of capital increase: approx. €26 million.

As of 17 November 2021
26,931,116 fully paid-up shares.

2022

Optional dividend

May-June 2022
Total amount capital increase: approx. €4 million.

As of 20 June 2022
27,102,910 fully paid-up shares.

2022

Capital increase in kind

7 July 2022
Total amount of capital increase: approx. €14 million.

As of 7 July 2022
27,741,625 fully paid-up shares.

2022

Entry onto the Irish market

2023

Capital increase in cash

24 January 2023
Total amount of capital increase: approx. €108 million.

As of 24 January 2023
36,988,833 fully paid-up shares.

2023

Acquisition of 150th residential care project

HIGHLIGHTS 2023


ALMELO (NL) I SAAMBORGH ALMELO

CARE PROPERTY INVEST REACHES MILESTONE OF 150 PROJECTS

With Saamborgh Almelo, Care Property Invest was able to add the 150th project to its portfolio on 30 November 2023.

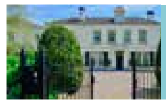
The sustainable new-build project will accommodate 42 elderly people upon completion, expected in spring 2025.

The project meets the BEN requirements and obtained an A+++ label.

OTHER OPERATIONAL HIGHLIGHTS

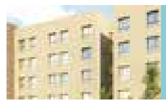
01 DEC 2023  Completion 'Warm Hart Ulestraten' in Ulestraten (NL)

30 NOV 2023  Acquisition 'Saamborgh Almelo' in 'Almelo (NL).

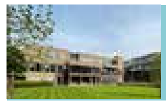
08 AUG 2023  Acquisition 'Wolfsbergen' in 's-Graveland (NL).

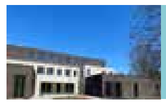
23 MAY 2023  Completion 'Villa Stella" in Middelburg (NL).

16 JUN 2023  Acquisition 'Residence Oldenbarneveld' in Rotterdam (NL).

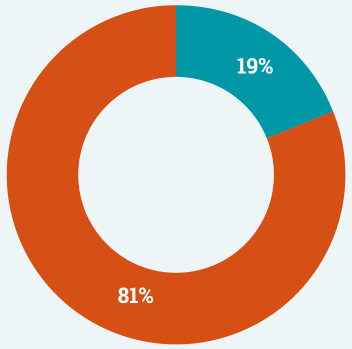
05 JUN 2023  Completion 'Emera Mostoles' in Mostoles (ES).

17 MAY 2023  Acquisition 'Huize Willibrordus' in Ruurlo (NL).

26 APR 2023  Acquisition 'BoCasa' in Bolderberg (BE).

20 APR 2023  Completion 'Warm Hart Zuidwolde' in Zuidwolde (NL)

SPLIT INVESTMENT PROPERTIES AND FINANCE LEASES
(as at 31 December 2023 - based on fair values)

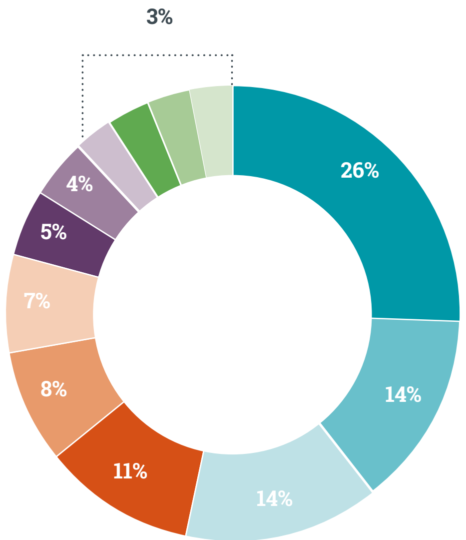


OPERATIONAL

KEY FIGURES REAL ESTATE

Occupancy rate	100%
Number of projects	150
Fair value of total real estate portfolio	1,247 m
Total rental income real estate portfolio	65.9 m
Number of projects acquired in 2023	5
Number of projects under development in 2023	7
Number of projects completed in 2023	4
Amount of divestments in 2023	0
Total number of residential units portfolio	7,456

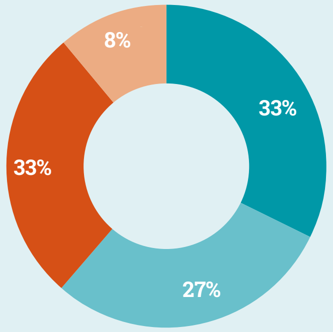
DISTRIBUTION OF RENTAL INCOME PER OPERATOR (1) (as at 31 December 2023)



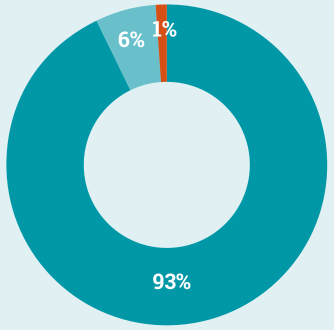
(1) For the following operators, the share of rental income amounted to less than 3% on 31 December 2023: Aldenborgh Exploitatie, Anima, Com4Care, De Familie, De Gouden Leeuw Groep, Gemeente Wassenaar, Golden Years, Pim Senior, Résidence du Lac, Saamborgh Wonen, non-profit organisations and Warm Hart Zorghuizen.

AGE OF REAL ESTATE PORTFOLIO

INVESTMENT PROPERTIES

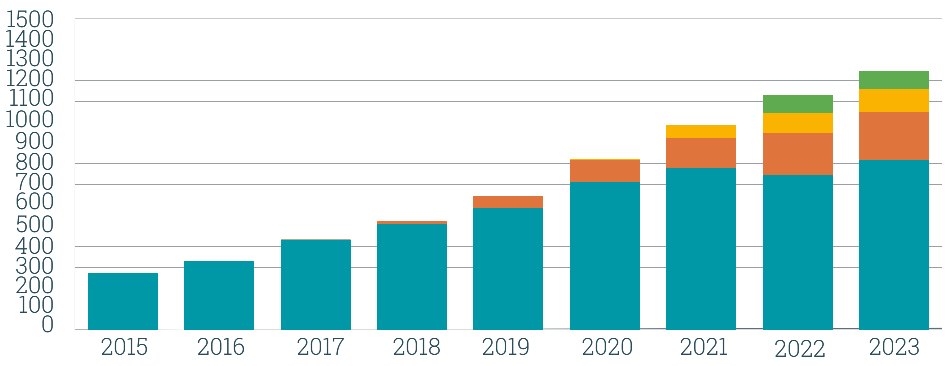


FINANCE LEASES



< 1 year
1-5 years
5-10 years
> 10 years

EVOLUTION FAIR VALUE PER MARKET IN MILLION EUROS



Belgium
The Netherlands
Spain
Ireland

ESG

Award of EPRA sBPR Gold Award

Sustainability reporting efforts in 2023 were rewarded with an **EPRA sBPR Gold Award**

RECENT BUILDING PORTFOLIO

(AVERAGE AGE OF BUILDING)

9.5 years

INVESTMENT PROPERTIES

18.0 years

FINANCE LEASES

Recently built and energy-efficient real estate investments reduce the risk of stranded assets (1).

(1) *Finance leases mainly consist of CP Invest's initial portfolio, which represents less than 20% of the entire portfolio (based on fair value). After the right of superficies of finance leases expires, the building becomes property of the landowner by accession.*

VALIDATED TARGETS BY SBTi

SCIENCE BASED TARGETS
DRIVING AMBITIOUS CORPORATE CLIMATE ACTION

Scope 1 and scope 2 emission reduction by **42%** by 2030.
(base year 2022)

Net-zero target for 2050 – **Scope 1, scope 2 and scope 3 emission reduction** by **90%** by 2050.
(base year 2022)

ESG ASSESSMENTS

	2023	2022	2021
EPRA	Gold	Gold	Silver + Most Improved
GRESB	Standing investment		
	54 ★	32 ★	-
	Development		
	67 ★	33 ★	-
S&P Global	40	30	-

ENERGY EFFICIENCY TARGETS

110 kWh/m²

CP Invest commits to reach an average energy efficiency of 110 kWh/m² (1).

+29% YoY(2)

132 kWh/m²

As our monitoring coverage progresses, we get an increasingly realistic picture of our portfolio's energy consumption.

(1) *Excl. initial portfolio*
(2) *Year-on-year*

FLEET ELECTRIFICATION

24%

+100% YoY

Currently, **24%** of our fleet is fully electrified. CP Invest aims to have a fully electric vehicle fleet by 2026.

REMOTE ENERGY AND WATER MONITORING

85%

By the end of 2023, **85% of CP Invest's investment portfolio was remotely monitored**. This allows building owners and operators to take measures to optimise consumption quickly and efficiently.

ESG REMUNERATION

20%

20% of the total payout of **management's long-term incentive** is dependent on ESG criteria and is paid out if milestones of the company's sustainability roadmap are met.

50%

50% of the annual **CLA90 bis bonus** is awarded to employees upon achieving a **shared ESG target**.

EMPLOYEES CARE PROPERTY INVEST

26	11	15	24	8
EMPLOYEES	WOMEN	MEN	FTE'S	OVER-50'S

For more information on Care Property Invest's sustainability policy and its latest sustainability reports, please refer to https://carepropertyinvest.be/sustainability/.

Care Property Invest nv

FINANCIAL

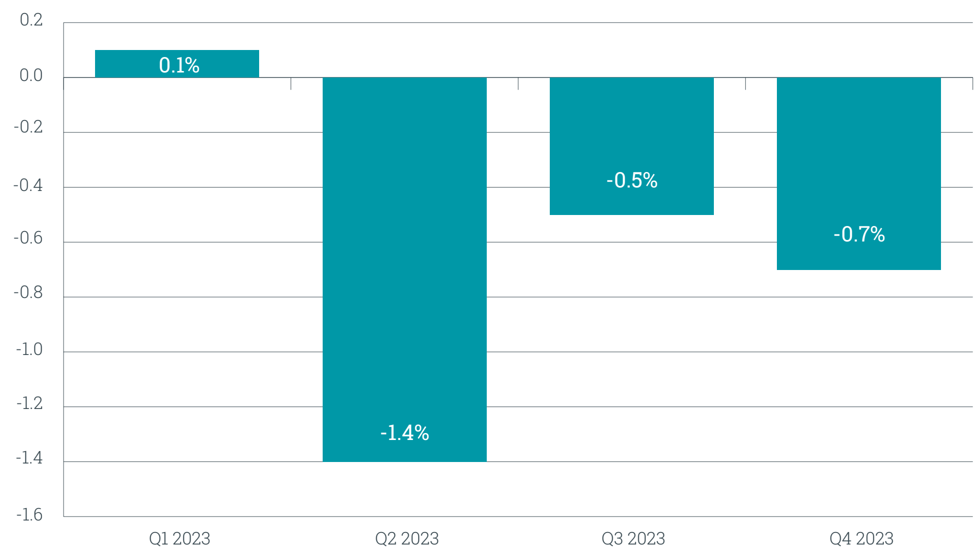
Award of EPRA BPR Gold Award

Financial reporting efforts in 2023 were rewarded with an **EPRA BPR Gold Award**

FINANCIAL KEY FIGURES

KEY FIGURES - AS AT 31 DECEMBER	**2023**	**2022**	**Evolution**
Fair value real estate portfolio	€1,246.6 m	€1,131.3 m	+10%
Market capitalisation	€527.5 m	€437.2 m	+21%
Occupancy rate	100%	100%	=
EPRA LTV	43.55%	51.34%	-15%
Cost of debt	3.15%	2.14%	+47%
Rental income	€65.9 m	€54.4 m	+21%

LFL-PORTFOLIO VALUATION



FINANCIAL

FINANCIAL-OPERATIONAL

- Adjusted EPRA earnings amount to €38 million (+10.6% compared to 31 December 2022), or €1.03 per share
- Collection rate of rent due until 31 December 2023: 99%
- Indexation/ LfL growth: 10.46%
- Occupancy rate: 100%
- Distribution EBITDA by business model: 76.36% investment properties and 23.64% finance leases

SOLVENCY AND LIQUIDITY

- Debt ratio under control with an EPRA LTV of 43.55%
- Limited liabilities from committed development projects: €23 million (of which €20 million cash-out remains in 2024)
- Stable valuation portfolio: -2.5% variation in FV between 31 December 2022 and 31 December 2023
- Available capacity on credit lines as at 31 December 2023: €106.5 million

SHAREHOLDERS

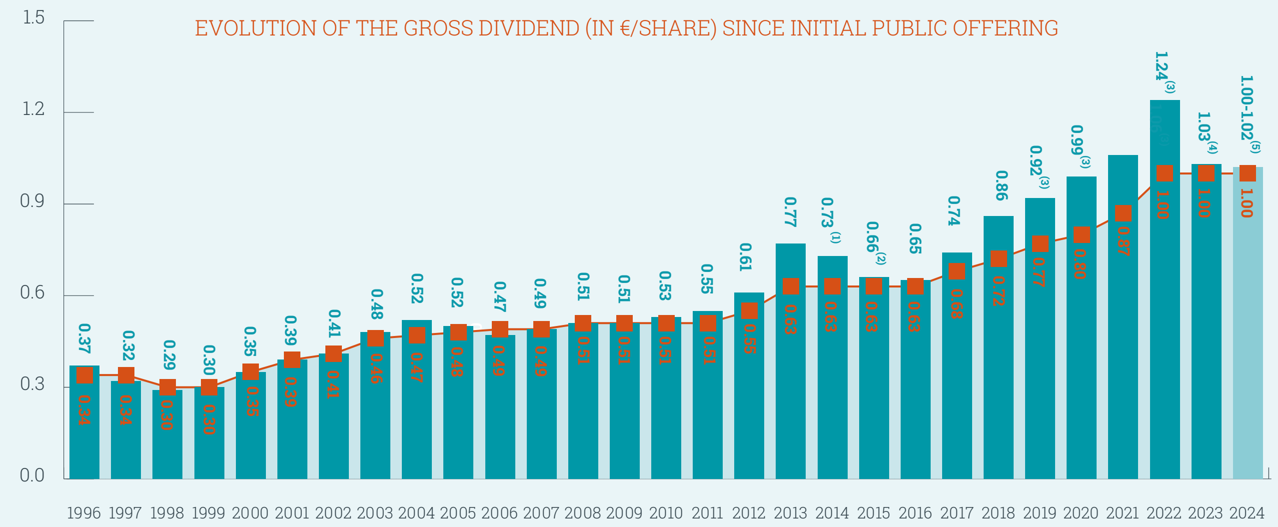
- Proposal to distribute a gross dividend of €1.00 per share for the entire 2023 financial year. This means, despite the increase in the number of shares entitled to dividend by 9,247,208, an equaling of the dividend paid out for the 2022 financial year. After deduction of the withholding tax rate of 15%, the proposed net dividend amounts to €0.85 per share
- The Annual General Meeting of the Company will be held on 29 May 2024 at 11 a.m. at the registered office, Horstebaan 3, 2900 Schoten

RISK-AVERSE PROFILE

- 26% of rental income from local authorities with guarantee from the Flemish government
- Active in solid markets: Belgium (70.7%), The Netherlands (16.2%), Spain (6.9%) and Ireland (6.2%)
- Hedge ratio financial debts: 94%
- Average remaining maturity of financial debts (incl. CP): 5.42 years
- Average remaining maturity of interest rate swaps: 8.13 years

OTHER

- Successful capital increase in cash on 24 January 2023, at an issue price of €12.00 per share and gross proceeds of €110,966,496. For this purpose, 9,247,208 new shares were issued. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up shares with voting rights



(1) Decrease in earnings per share, by creation of additional shares by optional dividend.

(2) Decrease in earnings per share, by creation of additional shares through a capital increase in 2015. Although the proceeds of the capital increase were used for new investments in the remaining months of 2015, the result only became apparent in 2016.

(3) Earnings per share on the rise, despite 2 capital increases in 2019 totalling €23 million (capital + share premium), 3 capital increases in 2020 totalling €99 million (capital + share premium), 2 capital increases in 2021 totalling €68 million (capital + share premium) and 2 capital increases in 2022 totalling €18 million (capital + share premium).

(4) Decrease in earnings per share, due to creation of additional shares by capital increase on 24 January 2023 of €108 million (capital + share premium).

(5) Outlook.

Adjusted EPRA result (in €/share)

Gross dividend (in €/share) - On 24 March 2014 a share split took place (1/1,000).

VALUES, VISION, MISSION AND STRATEGY

VALUES AND MISSION

> "Our core values are the driving force behind our mission statement"

CORE VALUES CARE PROPERTY INVEST

1. PROFESSIONALISM

- Extensive research process for new and ongoing projects, both internally as well as with external research agencies to make accurate risk assessments.
- Close monitoring and (if necessary) timely adjustment of internal processes to ensure smooth operation of the organisation.

2. INTEGRITY

- Building a lasting relationship of trust and integrity with its shareholders, employees, operators of its healthcare real estate, contractors, the political world, the RREC sector and generally all parties directly or indirectly related to the Company.

3. CHANGE ORIENTATION

- Proactively pursuing change and improving its work processes and structures to grow in a rapidly changing world.
- Creating a strong support base for innovation and preparing for future challenges through this approach.

MISSION STATEMENT

Care Property Invest realises high-quality and socially responsible real estate tailored to end users in a sustainable way together with private and public healthcare entrepreneurs.

Care Property Invest is confidently constructing its future together with a competent and diverse team as part of a solid organisation.

Care Property Invest offers a stable long-term return for its shareholders.

STRATEGY

REAL ESTATE STRATEGY

FAVOURABLE DEMOGRAPHICS

- Increasing ageing population with peak in 2070 in Belgium, The Netherlands, Ireland and Spain

DIVERSIFICATION

- Good geographical market distribution
- Strong distribution of operators
- Both private and public partnerships

CAREFULLY SELECTED REAL ESTATE

- Carefully selected projects with extensive due diligence process
- Some selection criteria: Correct price-quality ratio, possible returns from the project

REAL ESTATE STRATEGY

FINANCIAL STRATEGY: ORIGIN OF FINANCIAL SOURCES

EQUITY

- Capital increases ensure earnings growth per share.
- Dividend policy: sustainable dividend increase, focus on maximum payout ratio (80%) and possibility of optional dividend.
- Improvement in liquidity to increase share attractiveness.

BORROWED FUNDS

- Diversification of funding, both domestic and international.
- Mitigation of liquidity risks.
- Monitoring of covenants.
- No collateral on real estate in portfolio.

OPTIMISED FINANCIAL STRUCTURE

- Aim for debt ratio below 50% for optimal ratio of own funds to borrowed funds.
- Limit interest rate risk by hedging percentage of at least 80%.

FINANCING STRATEGY

LOW RISK AND STABLE INCOME STREAM

LOW RISK

- Long-term leasehold and rental agreements provide long-term income.
- Contracts concern triple-net contracts[1].

STABLE INCOME STREAM

- Approximately 30% of rental income at 31 December 2023 derived from agreements with local authorities[2].
- Ageing population leads to increasing demand in healthcare real estate until at least 2070.
- Triple-net contracts result in stable cash flows as costs of maintenance, insurance and taxes are borne by the tenant.

DEFENSIVE INVESTMENT PROFILE

(1) With the exception of the project 'Les Terrasses du Bois' in Watermaal Bosvoorde, for which a long-term agreement of the 'double net' type has been concluded and the project 'Tillia' in Gullegem for which a long-term agreement of the 'single net' type has been concluded.

(2) With the exception of the project 'Tillia' at Gullegem, for which the Company bears the vacancy risk itself.

VISION FOR THE FUTURE

Care Property Invest is and aspires to continue to be a very dynamic player in its market, taking on an innovator's role by bringing innovation to real estate for care and well-being for the target group of elderly people and people with a disability.

Care Property Invest always wishes to achieve this in an independent manner.

ALSEMBERG (BE) I TER BEUKEN

Care Property Invest nv

SUSTAINABILITY STRATEGY

Care Property Invest is committed to providing sustainable real estate solutions to address challenges such as ageing, increasing inequality, climate change and the energy transition.

This sustainability strategy rests on 3 impact areas:
1. Investing in sustainable buildings
2. Building sustainable relationships
3. Leading through ethical practices

Through quantifiable targets, sustainability is integrated into our business strategy. This allows the Company to create long-term value for all stakeholders, while also contributing to a sustainable future for the planet.

Letter to the shareholders

Dear shareholder

In 2023, the Company joined forces to meet the challenging expectations regarding the growth of the healthcare real estate portfolio as well as its financial results. The expansion of our real estate portfolio continued through additional acquisitions and completions in the European countries where the Company operates.

In addition, we also faced the human and economic horrors of ongoing war in Ukraine worldwide in 2023. As a Company, we deeply regret the inhumane situation in which many Ukrainians live today.

The war does not remain without impact on the economy and financial strength of citizens in the rest of Europe. We all continued to feel the galloping inflation of 2022 due to energy prices and its impact on the cost of living and the profitability of our businesses all over Europe in 2023.

To get all this under control, interest rates on loans were gradually pushed up further since 2022, until today. Despite Care Property Invest's excellent financial results, we too were not spared the crisis atmosphere that all this inevitably evokes.

Uncertainty about the impact of interest rate rises, inflation, the valuation of real estate portfolios and the debt ratio of regulated real estate companies (RRECs) led to a far-reaching scare among shareholders. As a result, stock market prices of these shares have reached unprecedented lows.

OVER 25 YEARS ON THE STOCK MARKET

In 1996, Serviceflats Invest, the predecessor of today's Care Property Invest, was listed on the Brussels Stock Exchange. For 27 years, the Company has managed to achieve significant value creation and a stable but annually increasing dividend paid out to its shareholders. The Company's aim is to continue this trend in the coming years. As proof of this, the proposal to the general meeting to also pay out a (gross) dividend of €1.00 per share for 2023, fully in line with what we had promised.

PORTFOLIO GROWTH

Care Property Invest has the ambition to expand its portfolio within Europe. Therefore, given the market conditions, the focus in 2023 was on controlled growth of the existing healthcare real estate portfolios in Belgium, The Netherlands, Spain, and Ireland. Additional investments amounting to €57 million were made. As a result, the fair value of the real estate portfolio (including finance leases) as at 31 December 2023 amounted to approximately €1.247 billion (+10.2%).

In 2023, Care Property Invest managed to increase its real estate portfolio to approximately €1,247 billion.

FINANCIAL RESULTS

Besides focusing on growing the real estate portfolio through additional investments, Care Property Invest also aims to create added value for its shareholders. Therefore, the Company managed to increase its rental income in 2023 to approximately €66 million (+21.2%). Despite the necessary investments made in human capital in 2023 in order to achieve further growth, the Company managed to close the year with adjusted EPRA earnings of €38 million (+10.6%), or €1.03 per share. These results are in line with the announced forecasts for 2023 in the Annual Financial Report 2022. This proves that Care Property Invest is able to realise growth of its real estate portfolio in combination with the associated additional costs. At the Ordinary Annual General Meeting, to be held on 29 May 2024, we will propose to pay out a gross dividend of €1.00 per share. This means the same amount as in 2023, despite an increase in the number of shares as a result of the capital increase in January 2023. After deduction of the reduced withholding tax rate (15%), shareholders will receive a net dividend of €0.85 per share.

SUSTAINABILITY

Care Property Invest's focus on sustainability of both its existing and future real estate portfolio is constantly increasing. To this end, Care Property Invest published its fourth sustainability report in 2023. In September 2023, the efforts made for this sustainability reporting were awarded the EPRA sBPR Gold Award for the second consecutive time by GRESB and S&P Global (through the Corporate Sustainability Assessment) in 2023. With the results and feedback from these assessments, we will work in 2024 to improve our score by focusing even more on sustainability within our operations.

The coming years will also be crucial in sustainability reporting with the arrival of the Corporate Sustainability Reporting Directive (CSRD) and the EU Taxonomy Regulation. Today, Care Property Invest is already taking the necessary steps to prepare to be fully ready to report according to these new reporting requirements by 2025.

For the 2024 financial year, the Board of Directors proposes to pay a gross dividend of €1,00 per share. This means the same amount as in 2023, despite an increase in the number of shares.

OUTLOOK

Over the past year, Care Property Invest has proven its ability to achieve its targeted growth. Also for 2024, we intend to continue this growth ambition. The Company is always looking for new quality and profitable projects. Given the current market conditions and assuming it will continue for some time, we expect there could be a significant slowdown in the growth rate in 2024.

At the beginning of 2023, the Company proceeded to increase its capital through a rights issue for all existing shareholders. The total capital raised is approximately €110 million. Also for 2024 financial year, the Company expects to realise adjusted EPRA earnings per share between €1.00 and €1.02. The Board of Directors intends to pay out a gross dividend of €1.00 per share again, as was the case for 2023.

Both the return of higher interest rates on loans and the high cost of equity mean that our acquisition policy towards further expansion of the real estate portfolio will be more selective.

Finally, the Board of Directors would like to thank the shareholders for their confidence, the clients for their belief in the added value that Care Property Invest brings to their projects and, of course, its employees for their commitment and enthusiasm in achieving the Company's objectives.

Peter Van Heukelom
Chief Executive Officer

Mark Suykens
Chairman of the Board of Directors

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I.
Risk factors

I. RISK FACTORS

The strategy of Care Property Invest is aimed at creating stability for the investors, in terms of both dividends and income in the long term.

The Executive Committee and the Board of Directors are aware of the specific risks associated with the management of the Care Property Invest property portfolio and aim for optimal management of these and to limit them as far as possible. The list of risks which are described in this section is not exhaustive. Most of these factors relate to uncertain events that could occur.

Based on the ESMA guidelines on risk factors under the Prospectus Regulation, the Company[1] has, on the one hand, limited itself to those risk factors that apply specifically to it and therefore not to the entire real estate sector, RREC sector or all listed companies and, on the other hand, to those that are also material.

General, non-material or other unknown or improbable risks or risks which, on the basis of the information currently available, are not assumed to have an adverse effect on the Company or on its activities or financial situation, may exist.

Care Property Invest is of the opinion that the factors described below reflect the main risks currently associated with the Company and its activities. The order in which the risk factors are listed is an indication of the importance, per category (in relation to the probability that they will occur and the expected scale of the adverse effect) of the risk factors. However, the order of the categories does not provide an assessment of the importance of the categories themselves or the relative importance of the risk factors listed within one category compared to the risk factors listed in another category.

(1) The term 'Company' refers in this annual financial report to: Care Property Invest nv.

It should also be noted that risk management is not an exercise only conducted at certain intervals, but an integral part of the way in which Care Property Invest is managed on a daily basis.

The main risk factors that Care Property Invest faces are the subject of regular and daily monitoring by the Risk Manager, the Effective Leaders and the Board of Directors, who have defined a prudent policy in this respect, which they will update regularly if necessary. This ranges from daily financial and operational management, analysis of new investment projects and formulating the strategy and objectives to laying down strict procedures for decision-making. Understanding and protecting against/eliminating risks arising from both internal and external factors is essential in order to achieve a stable total return in the long term.

Since 2019, the Company has an audit committee whose role is to monitor the efficiency of the Company's risk management systems.

1. Market risks

1.1 Risks associated with the concentration risk

1.1.1 Description of the risk

This risk can be described as the risk of concentration of tenants or investments in one or more buildings in relation to the overall real estate portfolio.

In accordance with the RREC legislation the Company is required to limit these risks and to spread its risks by respecting a diversification of its real estate on a geographical level, per type of property and per tenant. Article 30 of the RREC legislation provides that 'no transaction performed by the Public RREC may result in (1°) more than 20% of its consolidated assets being invested in real estate forming a single real estate unit; or (2°) this percentage increasing further if it already amounts to more than 20%, regardless of the cause, in the latter case, of the original overrun of this percentage'. This restriction applies at the time of the action concerned. For the application of this article, 'real estate unit' refers to one or more non-current assets or assets held within the context of exercising the activities referred to in Article 4 with an investment risk that should be considered as a single risk for the public regulated real estate company. If the Company exceeds the 20% diversification rule, it may not make any investments, divestments or take other actions that could result in a further overrun of this percentage. In other words, this limits the possibilities of the Company in relation to additional investments or divestments. The reason for this is that excessive exposure to an operating tenant also entails excessive exposure to the risk of that tenant's insolvency (see '2.1 Risks associated with the solvency of lessees' on page 32).

In view of the dynamism of the large groups of operators active in the accommodation for senior citizens sector and the consolidation that has been underway in the sector for several years, one or more concentrations between two or more groups that are affiliated to legal entities with which the Company has contracted rental or long-term lease contracts cannot be ruled out. This could potentially impact the diversification level of the lessee.

As at 31 December 2023, the three largest operators within the Company's real estate portfolio, calculated as the fair value of the leased real estate in relation to the Company's consolidated assets (including finance leases at fair value) are as follows:

- Colisée (Armonea): 13.77%
- Vulpia Care Group: 11.10%
- Korian: 8.28%

As at 31 December 2023, the ratio of the fair value of the 3 largest investment properties compared to the Company's consolidated assets (including finance leases at fair value) was as follows:

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- Résidence des Ardennes (Attert - BE) - operated by My-Assist: 3.84%
- Les Terrasses du Bois (Watermael-Boitsfort - BE) - operated by Colisée (Armonea): 2,96%
- Westduin (Westende - BE) - operated by Colisée (Armonea): 2.87%

In terms of rental income, as at 31 December 2023, the Company's three largest private tenants expressed as a percentage of the consolidated rental income are as follows:

- Colisée (Armonea): 13.96%
- Vulpia Care Group: 10.56%
- Korian: 7.79%

The top three largest rental incomes derived from a single real estate unit, expressed as a percentage relative to the consolidated rental income as at 31 December 2023 are as follows:

- Résidence des Ardennes (Attert - BE) - operated by My-Assist: 3.78%
- Les Terrasses du Bois (Watermaal-Bosvoorde - BE) - operated by Colisée (Armonea): 3.38%.
- Forum Mare Nostrum I (L'Alfàs del Pi - ES) - operated by Forum de Inversiones Inmobiliarias Mare Nostrum: 3.35%.

1.1.2 Potential impact for the Company

The potential impact concerns a sharp diminution in income or cash flows in the event of the departure of a tenant, which in turn has an impact on the profitability of the Company and the possibility of paying dividends or at least maintaining the level of these. The impact could be strengthened by a fall in the fair value of the real estate and consequently, a fall in the net active value (NTA) in the event of a concentration of investments in one or more buildings (see also below under risk factor '2.2 Risks associated with negative changes in the fair value of the buildings' on page 34).

The Company assesses the probability of the risk materialising as low. If the risk materialises, the negative impact would be moderate.

1.1.3 Limiting factors and management of the risk

Care Property Invest strictly follows the statutory diversification rules in this regard, as provided in the RREC legislation. The Company did obtain permission from the FSMA to take account of the fair value of the finance leases in the denominator in the calculation of the ratio of the concentration risk instead of the book value. The Company has no opportunities to expand its activities to sectors other than healthcare real estate, which means that diversification at the sectoral level is not possible, although this is possible on the geographical level.

Care Property Invest aims for a strongly diversified lessee base. At the close of the financial year, the largest lessee accounted for 13.96% of the total revenue, spread over several sites (see diagram '2.2 Distribution of the number of projects per operator' on page 141 in Chapter 'III. Real estate report'). Furthermore, the Company's real estate portfolio already has a good spread over 150 sites, with the largest site representing less than 5% of the fair value of the portfolio (see diagram '2.2 Distribution of the number of projects per operator' on page 141 in Chapter 'III. Real estate report').

The Company estimates the residual risk, taking account of the limiting factors of the risk and management of the risk as described above, associated with the concentration risk, as low in terms of probability and as moderate in terms of impact.

Care Property Invest's strategy is to create stability for investors, both in terms of dividend and long-term income.

2. Operational risks

2.1 Risks associated with the solvency of lessees

2.1.1 Description of the risk

This risk can be described as the risk of a (partial) default and/or bankruptcy of its tenants, lessees or leaseholders. In other words, the Company is exposed to the risk that its tenants, lessees and leaseholders default as a result of (for example) a deterioration of the debt collection rate, a decrease of the occupancy rate (or even vacancy), increased (energy and food) costs, increased indexation of rent, interest costs and wages due to increased inflation.

2.1.2 Potential impact for the Company

The potential impact concerns, on the one hand, a sudden, unexpected diminution in rental income due to a deterioration in the debt collection rate or a fall in the occupancy rate, and, on the other hand, rising commercial costs for re-letting if the insolvency of tenants leads to vacancy. There is a risk that if the relevant tenants, lessees, or long-term leaseholders remain in default, the guarantee will not suffice and the Company will consequently bear the risk of being unable to recuperate sufficient amounts, if any. This all has an impact on the profitability of the Company and the capacity to distribute dividends or at least to maintain the level of these. The impact on the Company's results will of course also depend on the relative size of the operator within the Company's real estate portfolio. The smaller the share of the operator within the Company's real estate portfolio, the smaller the impact on the Company's results (see also risk factor '1.1 Risks associated with the concentration risk' on page 29). For example, in April 2023 the Company was faced with the default of a lessee of a property in Belgium (finance lease) that represented 0.8% of the total real estate portfolio and 0.7% of the Company's total rental income as at 31 December 2023. The Company is working hard to resolve this issue.

The loss of rental income may also have a negative impact on the valuation of the real estate concerned (see also risk factor '2.2 Risks associated with negative changes in the fair value of the buildings' on page 34). If the tenants, lessees, and leaseholders concerned default for a long period, these agreements will eventually end prematurely, resulting in no rental income during the period in which a new tenant needs to be found. In addition, there is a risk that the new tenant will only be willing to rent the healthcare property at a lower rent and/or on different lease terms, resulting in a change in the future rental income potential. This could have a negative impact on the Company's future revenue and cash flows.

A gloomy economic climate, high inflation or other factors that could materially affect the cost structure (both general and financial costs) and thus the tenants' ability to pay (including significant indexation following the recent high inflation, which may or may not persist in the future), could also lead to renegotiations with existing tenants on current lease agreements (read: rent reductions, which would also have the effect of changing the future revenue potential). For example, a pandemic (such as COVID-19) could lead to an increase in the number of vacant beds, as well as regulatory changes that could put pressure on the operator's cost structure.

As at 31 December 2023, provisions for bad debts for the 2023 financial year amount to €2,500 (out of a total of €65,905,564 in rental income). As at 31 December 2023, a loss of €1,000,000 in rent for any reason, be it due to default by one major operator or default by multiple operators, would negatively affect earnings per share by approximately €0.0270.

The Company estimates the probability of the risk materialising as moderate. If the risk manifested itself, the negative impact would be high.

2.1.3 Limiting factors and management of the risk

The Company arms itself against these risks on different levels. For the projects in the initial portfolio[1], the costs in the event of a possible insolvency of an operator (in this case a public centre for social welfare (OCMW/ CPAS)) are hedged by the municipal guarantee fund. For the investment property portfolio, the guarantees usually consist of one or several of the following: bank guarantees, corporate guarantees (by solvent group entities) and/or a right to include a pledge on the relevant operator's receivables. As at 31 December 2023, the total amount of bank guarantees amounted to €23,045,411. However, it is not always feasible to enforce certain securities (e.g. a mortgage), and the risk also always remains that, if the relevant tenant, lessee or lease holder defaults for a long period, the guarantees are not sufficient and the Company consequently bears the risk of not being able to recover anything or not enough.

A carefully selected portfolio of operators with a balanced spread further provides for an excellent spread of risks. The solvency of the tenants is thoroughly screened before inclusion in the portfolio.

(1) The initial portfolio relates to the financial leases (with as at 31/12/2023 a balance sheet value (finance lease receivables) of €156,518,610 and a generated rental stream of €17,000,894) that the Company entered into until 2014.

The Company aims to expand its portfolio via long-term contracts with stable and solvent first-class tenants. Before investing in a particular healthcare property, a thorough analysis is conducted of the business plan of the operator and certain ratios that reflect the economic viability of the project. On a half-yearly or quarterly basis, the Company also monitors the financial position of the operators and reviews a number of operational parameters that the operators are required to provide on the basis of the provisions of the rental agreements or lease contracts.

Nevertheless, it estimates the residual risk, i.e., taking account of the limiting factors of the risk and management of the risk as described above, as moderate in terms of probability and high in terms of impact.

> Care Property Invest aims for a highly diversified tenant base

2.2 Risks associated with negative changes in the fair value of the buildings

2.2.1 Description of the risk

This risk can be described as the exposure of the Company to a potential fall in the fair value of its real estate portfolio, as a result of a revaluation of the real estate portfolio or otherwise.

The Company is also exposed to the risk of a diminution in the value of the real estate in its portfolio as a result of:

- wear and tear or damage due to ordinary, structural and technical obsolescence and/or damage caused by tenants;
- errors during the acquisition of the property (e.g. erroneous plans and/or erroneous measurements, assumptions and parameters used during the initial valuation of the property are incorrect causing the valuation to be incorrect);
- increasing vacancy rates (e.g. due to an oversupply of healthcare real estate or the impact of unexpected circumstances such as the COVID-19 crisis);
- the failure to meet increasing (legal or commercial) requirements in terms of sustainable development, cyclical or market conditions, among others;
- buying real estate at too high a price compared to the underlying value, or selling them at too low a price compared to the underlying value (e.g. by investing or divesting during an unfavourable moment in the investment cycle);
- rent reduction due to (indirectly) an incorrect business plan;
- unpaid rents (see also risk factor '2.1 Risks associated with the solvency of lessees' on page 32);
- a decrease in rent prices when concluding new leases or renewing existing leases (see also risk factor '2.1 Risks associated with the solvency of lessees' on page 32);
- a change in the taxation of the sale of real estate (e.g. the transfer tax in Flanders on the sale of real estate, which has changed since 1 January 2022);
- the increase of interest rates and also the market yields, being the returns achieved expressed as rental income divided by conventional value.

2.2.2 Potential impact for the Company

The impact of a fall in the fair value is a fall in the Company's equity, which has a negative impact on the debt ratio. If the fair value of the buildings as at 31 December 2023 were to fall by €337.7 million, or 34.0% of the fair value of the investment properties as at 31 December 2023, this would result in the Company's debt ratio rising to 65% (see also '3.2 Risks associated with the evolution of the debt ratio' on page 40).

If the cumulative changes in the fair value exceed the distributable reserves, there is a risk of partial or total inability to pay dividends.

The Company monitors its debt ratio and the evolution of the fair value of its investment properties on a regular basis

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(see also '3.2 Risks associated with the evolution of the debt ratio' on page 40). The Company also runs the risk that, as a result of the application of Article 7:212 BCCA, it would no longer be able to pay the anticipated dividend.

If the Company conducts a transaction, through investment or disinvestment in real estate, it also runs the risk that it will not identify certain risks on the basis of its due diligence inquiries or that, even after performing due diligence inquiries and an independent real estate assessment, it will acquire or sell real estate for too high or too low a price in relation to the underlying value, for example by conducting transactions at an unfavourable moment in an economic cycle.

The Company estimates the probability of the risk materialising as moderate. If the risk materialises, the negative impact would be moderate.

2.2.3 Limiting factors and management of the risk

Care Property Invest therefore has an investment strategy aimed at high quality assets that offer a stable income and provides for adequate monitoring of its assets, combined with a prudent debt policy.

The real estate portfolio (more specifically, the part shown as real estate investment) is valued by a real estate expert every quarter. The lease receivables portfolio is accounted for in accordance with IFRS 16 and the book value is not subject to negative variations due to the value of the property itself, but rather due to an increase in market interest rates. A value fluctuation of 1% of the real estate portfolio would have an impact of about €9.9 million on the net results, of about €0.27 on the net result per share and of about 0.39% on the debt ratio. This value fluctuation concerns a non-cash element that therefore, as such, has no impact on the adjusted EPRA Earnings, except in the case of a realisation that entails a net loss that is not exempt from distribution and therefore the Company's result for the payment of its dividend. In the event of accumulated negative variations, it is possible that the Company's ability to pay its dividend will come under pressure.

The Company estimates the residual risk, i.e., taking account of the limiting factors and the management of the risk as described above, as moderate in terms of probability and impact.

2.3 Risks associated with construction risk and developing projects for the purpose of leasing

2.3.1 Description of the risk

Development projects entail several risks, including the specific risks (i) that the necessary building permits are not granted or are protested, (ii) that the project is delayed or cannot be executed (resulting in reduced rental income, postponement or loss of expected rental income) or (iii) that the budget is exceeded due to unforeseen costs or high inflation.

2.3.2 Potential impact for the Company

In addition to investing in completed projects, which generate rental income in the short term, the Company also invests in development projects in order to expand its real estate portfolio. As at 31 December 2023, the Company has 8 (re)development projects in its portfolio, with a book value of €59.1 million (representing 5.94% of the total book value of investment properties), a cost-to-complete[1] of €22.5 million and an estimated annual rental income of €4.4 million.

The development of a building takes approximately 2 to 3 years on average depending on the country (including permit period). If there is a delay in obtaining the permit or in carrying out the works, this results in a proportionate delay in the budgeted rental income.

The Company estimates the probability of the risk materialising as moderate. If the risk materialises, the negative impact would be moderate.

(1) Additional investments to be made to complete ongoing project developments.

2.3.3 Limiting factors and management of the risk

Although the Company always strives to negotiate contracts that minimise the risks of large construction works (e.g. by always working on a fixed price basis for a development, the so-called turnkey formula, starting the acquisition only after obtaining the necessary permits, and including the necessary penalty clauses for late completion), this is not always feasible. And even if the Company has entered into a fixed-price development agreement, it is possible that, due to changing market conditions or as a result of a (solvency) failure (e.g. due to rising construction or energy costs), the developer may fail to meet its contractual obligations.

The Company estimates the residual risk, i.e. taking into account the mitigating factors and controlling the risk, as moderate, both in terms of probability and impact.

2.4 Risks assciated with the expiry of financial leases

2.4.1 Description of the risk

This risk can be described as the possibility of existing expiring financial leases not being renewed or being renewed at less favourable terms for the Company.

2.4.2 Potential impact for the Company

In addition to a portfolio of investment properties, the Company also has a portfolio of financial leases, with the first financial lease expiring in 2026 and the last financial lease expiring in 2043.

A complete loss of the rental income from the financial leases expiring from 2026 to 2030 (i.e. if no replacement investment is found) would have a negative impact on the EPS of €0.18 as at 31 December 2023 (without taking into account the positive impact of the repayment of the loans with the end-of-lease payment that the Company will receive following the termination of the financial leases).

The Company estimates the possibility that these contracts cannot be renewed without replacement investment as low, and a reduction in rent due to the fact that the funds cannot be invested at the same yields as high.

2.4.3 Limiting factors and management of the risk

Notwithstanding the Company's endeavours to renew these financial leases, the potential impact of their termination is that the Company loses rental income, (i) if it is unable to finance new investments with the end-of-lease payment it will receive as a result of the termination of the financial leases (however, the Company may use the funds received for e.g. the repayment of financings), or (ii) if the terms or modalities of any replacement investment are less favourable compared to the terminated financial lease..

In terms of residual risk, the Company assesses the possibility that these contracts cannot be renewed without replacement investment as low, and a reduction in rent due to the fact that the funds cannot be invested at the same yields as high.

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3. Financial risks

3.1 Risks associated with liquidity due to non-compliance with covenants and statutory financial parameters

3.1.1 Description of the risk

This risk can be described as the risk of non-compliance with statutory or contractual requirements to comply with certain financial parameters under the credit agreements, which could lead to their cancellation or renegotiation.

The main covenants cover the following:

- **A maximum debt ratio of 60%.** As at 31 December 2023, the consolidated debt ratio of the Company was 46.65%, resulting in an available space of €399.3 million. The limitation of the debt ratio to 60% is included in the credit agreements for a total amount of €541,498,273 (of which, as at 31 December 2023, an amount of €395,998,273 was drawn or 73.0% of the total financial debts liabilities drawn). For more information on the debt ratio, reference is made to '3.2 Risks associated with the evolution of the debt ratio' on page 40.
- **An interest coverage ratio (being the operating result before the result on the portfolio, divided by the interest charges paid) of at least 2.5.** As at 31 December 2023 the interest coverage ratio was 3.44 compared to 4.25 as at 31 December 2022. The Company's interest charges must increase by €5,760,377 or from €15,295,746 to €21,056,123 in order to reach the required minimum of 2.5. However, severe and abrupt pressure on the operating result could jeopardise compliance with the interest coverage ratio parameter. The operating result before result on portfolio must fall by 27.4% from €52,640,307 to €38,239,365 before the limit of 2.5 is reached.
- **A minimum consolidated portfolio size of €650 million.**

In addition, the risk of early termination exists in the event of a change of control of the Company, in the event of a breach of 'negative pledge' or other covenants and obligations of the Company and, more generally, in the event of default as defined in these financing agreements. A default (it should be noted that certain instances of 'default' or breach of covenants, such as a change of control, included in all financing agreements, are outside the control of the Company) under one financing agreement may, pursuant to so-called 'cross acceleration' or 'cross default' provisions, additionally lead to defaults under other financing agreements (irrespective of the grant of any 'waivers' by other credit providers, in the case of a 'cross default' provision) and may thus lead to the mandatory early repayment by the Company of all such lines of credit.

3.1.2 Potential impact for the company

The potential impact concerns any cancellation of loans and damaged trust between investors and bankers on non-compliance with contractual covenants. It is possible that the Company would no longer be able to raise the external financing necessary for its growth strategy on favourable terms or that the market conditions are of a nature that necessary external financing can no longer be found for the activities of the Company.

The Company runs the risk of the termination, renegotiation or cancellation of financing agreements or that these contain an obligation to make early repayment if certain undertakings, such as compliance with financial ratios, are not met. This could lead to liquidity problems, in view of the similar character in the covenants of the financial institutions of the maximum debt ratio or interest coverage ratio of a cumulative nature and could force the Company to liquidate fixed assets (e.g., sale of real estate) or to implement a capital increase or other measures in order to bring the debt level below the required threshold. There is also a possibility that the regulator will impose sanctions or tighter supervision in the event of failure to comply with certain statutory financial parameters (e.g., compliance with the statutory debt ratio, as laid down in Article 13 of the RREC RD).

The consequences for the shareholders could include (i) a reduction in the equity and, therefore, the net asset value (NAV), because a sale must take place at a price below that book value and (ii) a dilution can take place because a capital increase will have to be organised and this will have an impact on the value of the shares and the future dividend prospects.

The Company intrinsically estimates the probability of this risk factor as average. The impact of the intrinsic risk is also estimated as average to high.

3.1.3 Restrictive measures and management of the risk

To mitigate these risks, the Company pursues a prudent financial policy with constant monitoring to meet the financial parameters of the covenants.

The Company estimates the residual risk, i.e. taking into account the limiting factors of the risk and its control as described above, as moderatein terms of probability and moderateto high in terms of impact.

3.2 Risks associated with the evolution of the debt ratio

3.2.1 Description of the risk

The Company's borrowing capacity is limited by the statutory maximum debt ratio of 65% which is permitted by the RREC Law. At the same time, thresholds have been set in the financing contracts concluded with financial institutions. The maximum debt ratio imposed by the financial institutions is 60% (see also '3.1 Risks associated with liquidity due to non-compliance with covenants and statutory financial parameters' on page 39).

The Company runs the risk of the termination, renegotiation or cancellation of financing agreements or that these contain an obligation to make early repayment if certain undertakings, such as compliance with financial ratios included in covenants, are not met. On exceeding the statutory maximum threshold of 65%, the Company runs the risk of losing its RREC certificate through withdrawal by the FSMA.

In general, it is possible that the Company would no longer be able to raise the external financing necessary for its growth strategy on favourable terms or that the market conditions are of a nature that necessary external financing can no longer be found for activities of the Company.

As at 31 December 2023, the consolidated debt ratio amounted to 46.65%, compared to 52.37% as at 31 December 2022. As at 31 December 2023, the Company has an additional debt capacity of €627.0 million before reaching a debt ratio of 65% and of €399.3 million before reaching a debt ratio of 60%.

The value of the real estate portfolio also has an impact on the debt ratio.

Taking account of the capital base as at 31 December 2023, the maximum debt ratio of 65% would be exceeded only with a potential fall in the value of the real estate portfolio of about €377.7 million, or 34.0% of the real estate portfolio of €994.5 million as at 31 December 2023. With a fall in the value of about €266.2 million, or 26.8% of the real estate portfolio, the debt ratio of 60% would be exceeded.

The Company does wish to note that it has contracted payment obligations for the unrealised part of the developments that it has already included in its balance sheet, representing €22.5 million. As a result, as at 31 December 2023, the available capacity on the debt ratio amounts to €376.8 million before reaching a debt ratio of 60% and €604.5 million before reaching a debt ratio of 65%.

3.2.2 Potential impact for the Company

The potential impact concerns the risk that statutory sanctions may be imposed if certain thresholds are exceeded (including a prohibition of payment of a dividend) or that a breach of certain conditions of the financing contracts is committed.

Like all public RRECS, Care Property Invest is subject to tighter supervision by the supervisory authority of compliance with these maximum debt levels.

The Company intrinsically assesses the probability of the debt ratio exceeding 60% as low and the impact of the intrinsic risk as high.

3.2.3 Restrictive measures and management of the risk

In this case too, it pursues a prudent financial policy with continual monitoring of all planned investments and earnings forecasts, and the coordination of the possibility of a capital increase under the forms permitted by the RREC legislation in order to avoid any statutory sanctions for exceeding this maximum limit at all times.

The Company estimates the residual risk, i.e. taking into account the limiting factors of the risk as described above, related to the risk of the debt ratio exceeding 60% as low in terms of probability and high in terms of impact.

3.3 Risks associated with the cost of the capital

3.3.1 Description of the risk

This risk can be described as the risk of unfavourable fluctuations in interest rates, an increased risk premium in the stock markets and/or an increase in the cost of the debts.

3.3.2 Potential impact for the Company

The potential impact concerns a material increase in the weighted average cost of the Company's capital (equity and debts) and an impact on the profitability of the business as a whole and of new investments.

As at 31 December 2023, the fixed-interest and floating rate loans accounted for 25.07% and 74.93% of the total financial liabilities respectively. The percentage of floating-rate debt contracted that was converted into a fixed-rate instrument through a derivative instrument (relative to total financial liabilities) amounted to 69.25% as at 31 December 2023. The total hedge ratio thus amounted to 94.32%. As at 31 December 2022, it amounted to 69.42%.

Based on the outstanding credits as at 31 December 2023, if interest rates were to increase by 1%, the weighted average interest cost, including interest rate swaps, would increase from 3.15% to 3.21%. This would result in an increase in the cost of capital of 0.03%, assuming the cost of debt is included for 50% in the cost of capital and assuming no change in the cost of equity.

A change in the interest curve of 1% (upward) would have an impact on the fair value of the credit portfolio of approximately €5.9 million. The conclusion relating to the impact of the change in the interest curve can be continued on a linear basis.

A 1% increase/decrease in interest rates would have a positive/negative impact on the global result statement via the variations in the fair value of financial assets/liabilities amounting to €0.675/€-0.743 per share but a negative/positive impact on the distributable result and also on the global result due to the increase/decrease of a part of the net interest costs exposed to the fluctuations in interest rates.

The increase in the required risk premium on the stock markets could result in a fall in the price of the share and make financing of new acquisitions more costly for the Company.

The Company intrinsically assesses the probability of this risk factor as well as the impact of this risk as average.

3.3.3 Restrictive measures and management of the risk

With regard to the initial portfolio, Care Property Invest protects itself against interest rate rises through the use of fixed-interest contracts or swaps. For the initial portfolio(1), only the renewable loans at Belfius, amounting to €6,890,000, are subject to a limited interest risk, as these loans are subject to review every three years. For the new portfolio(2), the outstanding commercial paper of €39.0 million and various roll-over credits with various financial institutions with an outstanding amount of €329.5 million as at 31 December 2023 are subject to changes in interest rates on the financial markets. Care Property Invest aims to hedge itself against fixed interest rates for at least 80% via swaps. In this way the Company wishes to anticipate the risk that the increase in interest rates will be primarily attributable to an increase in real interest rates.

There are also 8 loans with revisable interest for the new portfolio. Care Property Invest monitors movements in interest rates with close attention and will hedge itself against timely any excessively high increase in interest rates.

(1) The initial portfolio relates to the finance leases (with as at 31/12/2023 a balance sheet value (finance lease receivables) of €156,518,610 and a generated rental flow of €17,000,894) that the Company entered into until 2014.

(2) The new portfolio as referred to here refers to the finance leases (with a balance sheet value as at 31/12/2023 of €10,186,663 and a generated rental flow of €815,674) and the investment properties, including assets held for sale (with a balance sheet value as at 31/12/2023 of €1,004,455,648 and a generated rental flow of €48,088,996), that the Company acquired after 2014.

Further explanation on the credit lines are provided in Chapter VI. Financial Statements in 'Note 5: Notes to the consolidated financial statements' on page 216, 'T 5.9 Net interest expense' on page 220, 'T 5.29 Deferred taxes' on page 237 and 'T 5.16 Financial fixed assets and other non-current financial liabilities' on page 227. If the increase in interest rates results from an increase in the level of inflation, the indexation of the rental income also serves as a tempering factor, albeit only after the indexation of the lease agreements can be implemented, so that there is a delaying effect here.

In general, Care Property Invest aims to build up a relationship of trust with its bank partners and investors and maintains a continual dialogue with them in order to develop a solid long-term relationship.

Nevertheless, the Company continues to regard this risk as material.

3.4 Risks associated with the use of derivative financial products

3.4.1 Description of the risk

This risk can be described as the risk of the use of derivatives to hedge the interest rate risk. The fair value of the derivative products is influenced by fluctuations in interest rates in the financial markets. The fair value of the derivative financial products amounted to €4,002,391 as at 31 December 2023, compared to €21,780,342 as at 31 December 2022. The variation in their fair value amounted to €17,777,951 as at 31 December 2023.

3.4.2 Potential impact for the Company

The potential impact concerns the complexity and volatility of the fair value of the hedging instruments and consequently, also the net asset value (NAV), as published under the IFRS standards and also the counter-party risk in relation to partners with which we contract derivative financial products. The decrease in the fair value of the authorised hedging instruments amounting to €17,777,951 represents a decrease in the net result and in the net asset value (NAV) of €0.48, without having an impact on the adjusted EPRA Earnings and, therefore, the capacity of the Company to pay its proposed dividend. An increase in market interest rates by 1% results in an increase in the fair value of the derivative financial products amounting to €24,972,194 or €0.675 per share and an increase in the net asset value (NAV) also amounting to €0.675 per share. A fall in market interest rates by 1% results in a diminution in the fair value amounting to €-27,472,320 or €-0.743 per share and a fall in the net asset value (NAV) per share amounting to the same amount.

The Company assesses the probability of this risk factor as well as the impact intrinsically as average.

3.4.3 Restrictive measures and management of the risk

All derivative financial products are held solely for hedging purposes. No speculative instruments are held. All derivative financial products are interest rate swaps. Care Property Invest also works only with reputable financial institutions (Belfius Bank, KBC Bank, BNP Paribas Fortis, ABN AMRO and ING).

The Company conducts frequent talks with these financial institutions on the evolution of the interest rates and the impact on the existing derivative financial products. The Company also monitors the relevant interest rates itself.

However, the current economic situation is causing increased volatility and pressure on interest rates so this monitoring becomes all the more important to counter volatility. In addition, it will not be certain that the Company will find the hedging instruments it wishes to enter into in the future, nor that the terms associated with the hedging instruments will be acceptable.

The Company estimates the residual risk, i.e. taking into account the mitigating factors and controlling the risk, as low in terms of probability and average in terms of impact.

4. Regulatory and other risks

4.1 Risks associated with changes in the withholding tax rate

4.1.1 Description of the risk

In principle, the withholding tax amounts to 30%, with the possibility of a reduction or exemption from this rate.

RRECs of which at least 80% of the real estate consists of real estate located in a member state of the European Economic Area and used or intended exclusively or mainly for residential units adapted to residential care or healthcare, can benefit from a reduced withholding tax rate of 15% in accordance with the Law regulating the recognition and definition of crowdfunding and containing various provisions regarding finances (amended from time to time). Also, in accordance with Articles 116 and 118 §1, 6th of the Royal Decree/Income Tax Code (ITC) 92, the Company is exempt from withholding tax on income allocated to Belgian public regulated real estate companies.

The shareholders of Care Property Invest have enjoyed this reduced rate since 1 January 2017 as 100% of its real estate portfolio is invested in the senior housing sector.

There is a risk that, for budgetary or other reasons, (e.g., the expansion of the application scope of this exemption because other RRECs comply with this requirement) the government will scrap this exception and the general rate of 30% will become applicable or will be raised still further in its entirety.

Haacht (BE) | Klapgat

On the basis of the proposal of the Board of Directors, the Company will pay a gross dividend of €1.00 per share or a total of €36,988,833. An increase in the withholding tax from 15% to 30% would therefore mean an increase of €5,548,325 in the withholding tax to be withheld or a fall in the net dividend of €0.15, from €0.85 to €0.70 per share.

4.1.2 Potential impact for the Company

The potential impact concerns a negative influence on the net dividend for the shareholders that cannot recoup the withholding tax, which would make the Company less attractive as an investment and disrupt the contacts with the local authorities and charitable NPOs and would therefore have an impact on the current operating model in relation to these lessees (in connection with possible charging on to lessees - see below), for both existing and potential future investments. The Company intrinsically assesses the probability of this risk factor as low.

4.1.3 Limiting factors and management of the risk

For the lease receivables in the initial portfolio[1], Care Property Invest can absorb fluctuations in withholding tax and charge these on to its lessees, so that this risk does not exist for the shareholders. This part of the portfolio represents 25.8% of the total rental income.

For the new portfolio[2], no such clause is included. This means that the net dividend would amount to €0.74 per share in the event of the increase in the rental charges as a result of this contractual provision.

The Company estimates the residual risk, i.e., taking account of the limiting factors and the management of the risk associated with this risk factor as low in terms of probability and moderate in terms of impact.

(1) The initial portfolio relates to the finance leases (with as at 31/12/2023 a balance sheet value (finance lease receivables) of €156,518,610 and a generated rental flow of €17,000,894) that the Company entered into until 2014.

(2) The new portfolio as referred to here refers to the finance leases (with a balance sheet value as at 31/12/2023 of €10,186,663 and a generated rental flow of €815,674) and the investment properties including assets held for sale (with a balance sheet value as at 31/12/2023 of €1,004,455,648 and a generated rental flow of €48,088,996) that the Company acquired after 2014.

4.2 Risks associated with inheritance tax

4.2.1 Description of the risk

This risk can be described as the risk concerning the changes in the conditions for exemption from inheritance tax.

Subject to compliance with certain conditions, heirs of the shareholders enjoy an exemption from inheritance tax (Article 2.7.6.0.1. of the Flemish Codex (VCF)). The shares must have been in the possession of the holder for at least five years on the date of decease. In addition, the shareholder must have acquired the shares no later than the year 2005, excluding acquisition among spouses and heirs in the first degree, for which no exemption from inheritance tax has yet been granted.

The market value of the shares may be exempted up to a maximum of the issue price of €5.95. Likewise, the sum of the net dividends paid during the period in which the deceased or his or her spouse was the holder of the shares may also be exempted, in as far as the shares form part of the estate. This means an exempted amount of €19.51 per share at the year-end of 2023, assuming that a share was acquired on the IPO of the Company.

The last notice that the Company received from the banks pursuant to the promotor and formation agreement (BNP Paribas Fortis, VDK Bank, Belfius Bank, KBC, CBC and Bank Degroof Petercam) and its own register of shareholders show that 3,000,728 shares or 8.16% of the total number of outstanding shares were entitled to an exemption as at 31 December 2023.

The Company wishes to draw attention to the fact that the number of shares entitled to the exemption is higher as some of its shares are held by other financial institutions. As the exemption from inheritance tax for the future will be lost upon violation of the conditions, a current violation would mean that the total exemption base, based on the net dividend for the 2023 financial year and the last known eligible shares, would be reduced by €2,550,619. The final loss of exemption amount will further increase depending on the holding period of the shares in question.

4.2.2 Potential impact on the Company

The potential impact on the Company lies in the fact that its shareholders may claim against it if the permit is withdrawn due to an action of the Company in contravention of the recognition conditions. The Company intrinsically assesses the probability of this risk factor as low.

4.2.3 Limiting factors and management of the risk

In this case too, Care Property Invest permanently monitors the statutory requirements and compliance with these within the team, with the support of specialised external advisers. It also maintains an intensive dialogue with the Flemish tax authority (Vlabel).

The Company estimates the residual risk, i.e., taking account of the limiting factors and the management of the risk as described above, as low in terms of probability and moderate in terms of the size.

4.3 Risks associated with the statute

4.3.1 Description of the risk

As a public RREC, the Company is subject to the RREC legislation, which contains restrictions regarding the activities, the debt ratio, the processing of results, conflicts of interest and corporate governance. The ability to (continually) meet these specific requirements depends inter alia on the Company's ability to successfully manage its asset and liability position and on compliance with strict internal audit procedures.

4.3.2 Potential impact on the Company

The Company may not be able to meet these requirements in the event of a significant change in its financial position or other changes. The Company is therefore also exposed to the risk of future amendments of the legislation on regulated real estate companies. There is also the risk that the FSMA, as the supervisory authority, will impose sanctions in the event of a violation of applicable rules, including the loss of the RREC status. If the Company were to lose its certificate as an RREC, it would no longer enjoy the different fiscal system for RRECs and the full taxable base for corporation tax would therefore become applicable. This would mean an additional corporation tax liability for Care Property Invest of about €7.7 million or approximately €0.21 per share.

Furthermore, as a rule the loss of the permit for RREC status is noted in the Company's credit agreements as a circumstance as a result of which the loans that the Company has contracted could become payable on demand. (See risk factor '3.1 Risks associated with liquidity due to non-compliance with covenants and statutory financial parameters' on page 39). Similarly, losing the RREC status would also prevent the Company from applying the reduced withholding tax rate of 15% on its dividends (see risk factor '4.1 Risks associated with changes in the withholding tax rate' on page 45.

In addition, the Company's activities have been internationalised (the Company has to date realised investments in Belgium, The Netherlands, Spain, and Ireland). This internationalisation implies an increased complexity of the legislative framework, including the foreign legislation of the country of investment and international (tax) law to which the Company is directly or indirectly (through a subsidiary) subject.

Subsidiaries of the Company that do not have the status of a RREC or a specialised real estate investment fund (GVBF) remain subject to corporate tax like any other Company, and to the extent that the Company directly owns real estate abroad, the Company may be subject to local taxes.

For its activities in Spain, the Company can apply the SOCIMI status ('sociedades cotizadas de inversión en el mercado inmobiliario') (similar to the RREC status in Belgium). For its activities in The Netherlands (excluding the activities of its subsidiaries Care Property Invest. NL10 B.V.[1] and Care Property Invest. NL11 B.V.[2]), it can apply the FBI status ('fiscale beleggingsinstelling') (also similar to the RREC status in Belgium). For its activities in Ireland, the application of a tax-favourable status appears to be ruled out, making these subject to local regular corporation tax.

In addition to the risk of a change in the tax framework specific to RRECs (GVV's), there is also a risk that the tax framework in the other countries in which the Company operates may change, for example with regard to the applicable tax regime and/or tax rates, or the interpretation or practical application of the underlying rules. This could lead to a higher tax burden for the relevant activities, or to discussions and proceedings with the competent tax authorities, which could give rise to procedural costs, penalties and default interest in addition to possible taxes due. The ultimate consequence of this could be that fewer dividends flow to the Company and thus fewer dividends could be distributed to the Company's Shareholders.

For instance, as part of a budget agreement in the Netherlands, it was decided to abolish the FBI status from 1 January 2025. Based on the figures for the 2023 financial year, this would mean an additional corporate income tax liability for Care Property Invest of about €0.4 million or about €0.01 per share.

4.3.3 Limiting factors and management of the risk

Care Property Invest therefore permanently monitors the statutory requirements and compliance with these within the team, with the support of specialised external advisers. It also has regular contacts with government authorities and regularly takes part in study days of associations and federations that represent the sector, such as the NPO BE-REIT Association, which it co-founded.

The Company estimates the residual risk, i.e., taking account of the limiting factors and the management of the risk, as low to moderate in terms of probability and high in terms of impact on the Company.

(1) As at the date of this document, the Company has not yet received official confirmation from the Dutch tax authorities that the FBI status is deemed applicable to Care Property Invest. NL10 B.V.
(2) The Company has not applied for the FBI status for Care Property Invest.NL11 B.V., given the announced abolition as of January 2025.

4.4 Climate related risks

4.4.1 Description of the risks

Care Property Invest may be exposed to potential physical climate risks due to rising sea levels, extreme weather events, and increasing temperatures. Although the current portfolio is located in relatively low-risk areas, climate change could pose long-term challenges, particularly in coastal regions of The Netherlands. Properties in Spain are less vulnerable to rising sea levels due to their altitude. Additionally, the projected rise in global temperatures, ranging from 1.5°C to 5°C by the year 2100, suggests an increased risk of heat waves, which southern European countries are already experiencing. This phenomenon is expected to intensify in central and northern Europe in the medium- and long-term.

Besides physical climate risks, failure to integrate sustainability into business operations can lead to transition climate risks. Given the increasing importance of sustainability for financial institutions and investors, this may result in increased financing costs and difficulties in attracting investors.

4.4.2 Potential impact on the Company

The potential impacts of these climate risks for Care Property Invest could be significant. With healthcare housing facilities primarily serving elderly individuals, who are particularly vulnerable to weather fluctuations, the lack of adequate climate control solutions could lead to decreased real estate values and difficulties in renting out units. Moreover, the heightened demand for climate control solutions could increase the energy intensity and carbon footprint of buildings, potentially adding operational costs and environmental concerns. In extreme cases, properties lacking effective climate control could face reduced attractiveness to tenants, impacting the company's revenue streams and overall financial performance.

Additionally, coastal flooding risks, especially in regions like The Netherlands, could exacerbate these challenges, underscoring the importance of proactive measures to enhance the resilience and sustainability of Care Property Invest's portfolio.

To assess the probability and impact of these risks, Care Property Invest appointed an independent third party to conduct a risk analytics study on our portfolio based on Value-at-Risk simulation methodologies. Based on this study, Care Property Invest assesses the probability of these risks as moderate in the very long term. If the risks materialise, the negative impact would be high.

4.4.3 Limiting factors and management of the risk

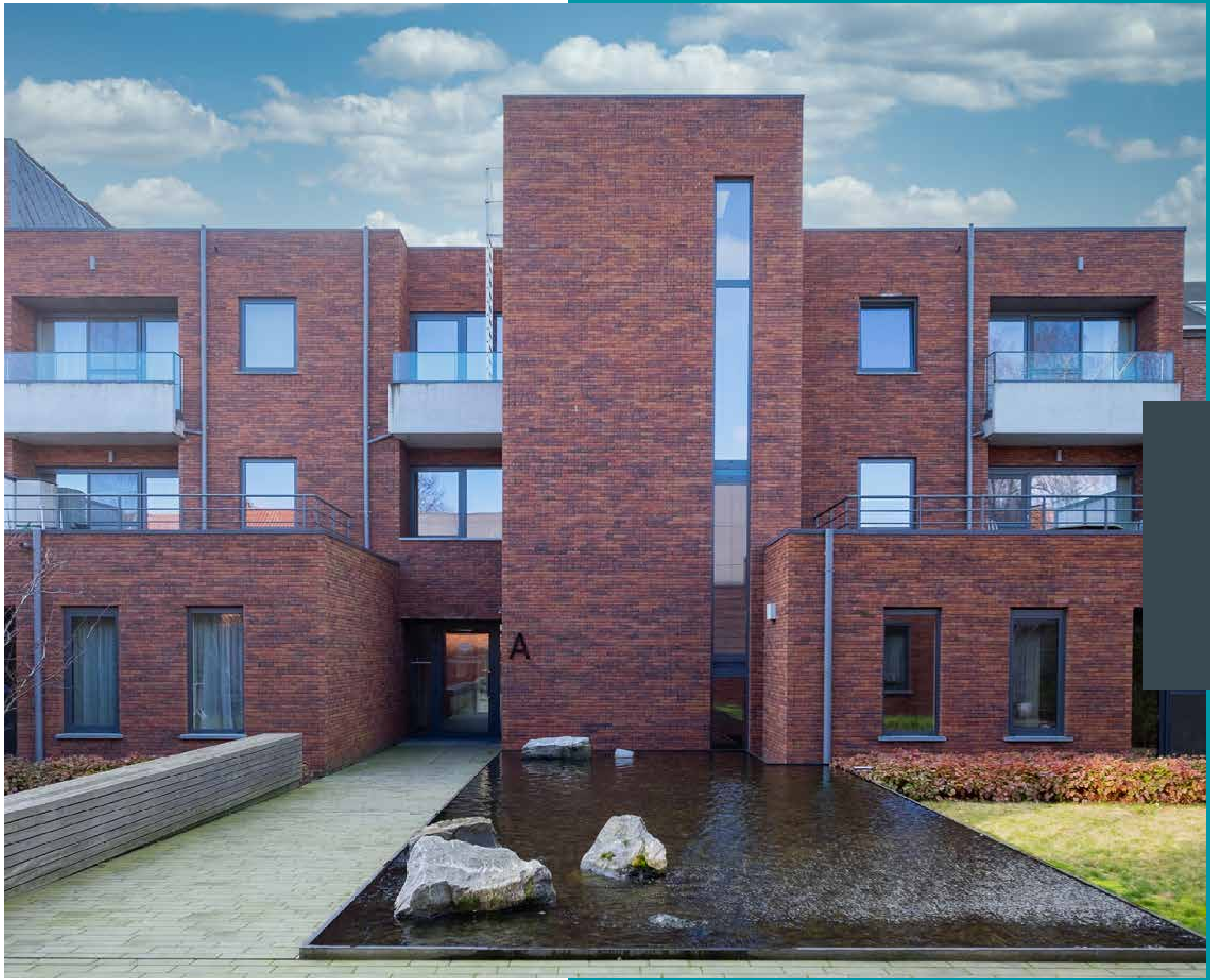
Care Property Invest has implemented various mitigating actions to address physical and transition climate risks. Building locations are carefully selected to minimise flood risk. Risk areas in The Netherlands are also proactively managed. Comprehensive insurance coverage and local government measures protect against potential flood-related losses.

In new developments, Care Property Invest prioritises integrating air-conditioning and climate-control systems to minimise heat entry, utilising features like blinds and solar control glazing. The company aims to transition towards energy-independent buildings by incorporating renewable energy sources to mitigate carbon footprint risks.

Moreover, the Company has drafted a sustainable finance framework to support its sustainability initiatives, and environmental requirements and reporting compliance are permanently monitored.

The Company estimates the residual risk, i.e., taking account of the limiting factors and the management of the risk, as moderate in terms of probability and high in terms of impact on the Company.

Dorst (NL) | Pim Senior



Berchem (BE) I Park Kemmelberg

II.
Report of the Board of Directors

Report of the Board of Directors / **Care Property Invest nv**

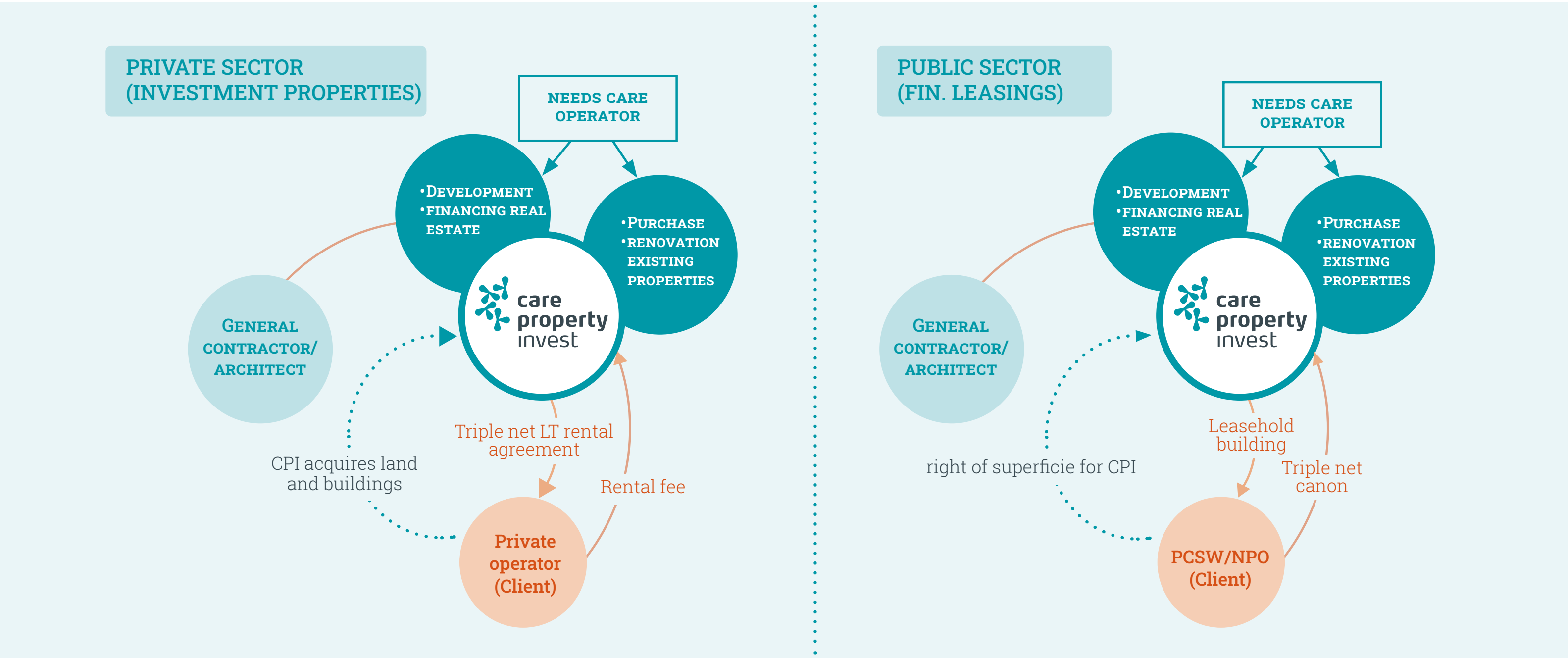
II. REPORT OF THE BOARD OF DIRECTORS

1. Strategy: Care building in complete confidence

Founded on 30 October 1995, Care Property Invest was the first listed real estate investor in the form of a real estate investment fund (BEVAK - currently RREC) specialised in housing for seniors. Care Property Invest develops and finances affordable, high-quality and attractive care infrastructure and various forms of housing for seniors and people with disabilities such as: residential care centres, short-stay centres, groups of assisted living apartments and residential complexes for people with physical and/or intellectual disabilities.

Within healthcare real estate, Care Property Invest targets following activities, both in the public and private domain in Belgium, The Netherlands, Spain and Ireland:

Our activities as a healthcare investor
As a healthcare real estate investor, we achieve sustainable growth for all our stakeholders through following possible investment opportunities:



- **Design Build Finance (financial leasing)**
  In a 'Design-Build-Finance' (DBF) formula, Care Property Invest is responsible for relieving the initiator completely by taking on the project development, from architecture, cooperation with contractors, project realisation and follow-up up to and including project financing.

  The initiator gives a right of superficies (on a building plot or an existing building in need of renovation) to Care Property Invest for at least 32 years.

  The Company fully relieves the initiator and is responsible for obtaining the necessary environmental permit for the construction of the project during the development and construction phase. Care Property Invest also oversees the progress of the works, monitors the budget and provides long-term financing for your project.

  Upon provisional completion, Care Property Invest makes the project available to the operator through a right of leasehold for at least 27 years, with the leaseholder paying an annually indexed canon (ground rent) to Care Property Invest. Receiving recurring income from owned property is the core business of any Real Estate Investment Trust (REIT) and should not be confused with financing activities. After the right of superficies expires (and to the extent that no outstanding canon is subject to payment), the building becomes the property of the landowner by accession.

  With the possibility of extending the DBF formula to 'Maintain', Care Property Invest responds to that growing demand for complete takeover of the property-related tasks (management and maintenance).

  This component is also closely aligned with Care Property Invest's initial investment portfolio (finance leases). The Company consistently records the income from the historical portfolio, or even all financial leases entered into by the Company after inception, as rental income and not as interest income or any financial income, as would be the case for a mortgage REIT.

- **Developing and investing in healthcare real estate (Investment property)**
  Besides the DBF(M) formula, Care Property Invest also acquires land and/or buildings and projects under construction/development by healthcare entrepreneurs. Care Property Invest also takes on the redevelopment of existing buildings.

  Care Property Invest will always make these projects available on a long-term basis to operators specialising in operating residential care centres, groups of assisted living apartments, residential places for people with disabilities, etc.

  The management of the Company ensures that all the requirements of the Regulated Real Estate Companies Act ('RREC Law') and the Regulated Real Estate Companies Royal Decree ('RREC RD') are always observed.

MISSION STATEMENT AND VALUES

When realising healthcare real estate investments, Care Property Invest upholds its mission statement and values.

MISSION

Together with private and public healthcare entrepreneurs, Care Property Invest realises high-quality and socially responsible real estate tailored to the end users in a sustainable way.

Care Property Invest is confidently constructing the future together with a competent and diverse team from a solid organisation.

Care Property Invest offers a stable long-term return for its shareholders.

Zeist (NL) I Villa Wulperhorst

VALUES

Professionalism

Care Property Invest always executes both current and future projects after completing a detailed research process, conducted both internally and by external research agencies. As a result, it can make an accurate assessment of the potential risks associated with every project. The internal processes are also monitored from close by and are adjusted on time where necessary to guarantee the smooth operation of the organisation. Care Property Invest aims for the highest possible form of professionalism in all its activities.

Integrity

Through integrity, Care Property Invest aims for a lasting relationship of trust with its shareholders, employees, the operators of its healthcare real estate, contractors, the political world, the RREC sector and all stakeholders in general.

Change orientation

In a rapidly changing world, Care Property Invest aims to continuously improve its own working processes and structures. By proactively growing with change, the Company creates strong support for innovation and arms itself for the challenges of the future.

REAL ESTATE STRATEGY

A growing market

The current strategy for residential healthcare real estate for senior citizens is based on the progressive ageing of the population which, according to the Federal Planning Bureau, will peak by 2070.

Now and in the coming decades, this will lead to an increasing demand for healthcare real estate with social added value. A similar trend also applies to The Netherlands, Spain and Ireland in terms of population ageing figures. For more details, we refer to the graphs presented hereafter, which show the demographic evolution in Belgium, the Netherlands, Spain and Ireland.

This demographic evolution in combination with the Company's growth strategy, fulfilment of the corporate purpose and the fact that as a RREC it invests for 100% in healthcare real estate that is let for a very long period of time, ensures that the share always provides a stable return for its shareholders, and this at a reduced withholding tax rate of 15% (instead of the general rate of 30%).

Care Property Invest spreads its risks by ensuring a good geographic market distribution of its real estate, diversifying between the operators of its real estate and by creating a good balance between public-private and private partnerships. These issues have therefore been some key drivers for the Company to look geographically across national borders. Thus, in September 2018 the Company took the step towards the Dutch healthcare real estate market, in June 2020 towards the Spanish healthcare real estate and finally in 2022 the Company also continued its strategy by investing in the Irish healthcare real estate market.

CUSTOMISED QUALITY REAL ESTATE

The careful selection of new projects for the Company always takes place after a detailed risk analysis with a well-founded assessment of the investment file by the Executive Committee, subject to positive advice from the Investment Committee or by the Board of Directors of the Company.

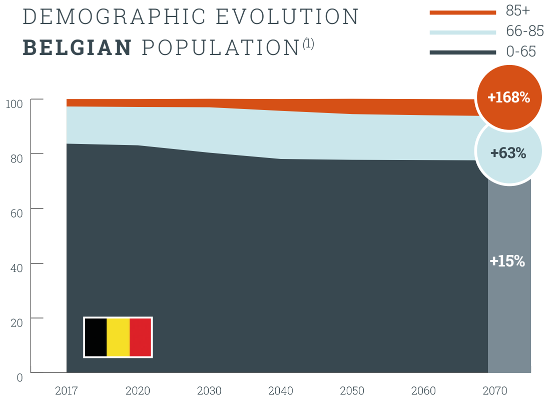
This may involve the Company developing the property itself, or building and funding the construction, but may also involve refinancing or acquiring existing buildings, with an option of renovation or expansion, both in the private and the public market.

The main selection criteria are presented below:

- Correct price-quality ratio of the project in view of long-term value creation;
- Potential returns of the project;
- Solvency, reputation and spread of operators;
- Good location of the project: easy access, both by car and by public transport and absence of other healthcare real estate. For this purpose, an extensive market research is always carried out.
- Environment: in the immediate vicinity of a village/city centre with shops, pharmacies and catering facilities;
- The property complies with high quality standards in combination with advanced technological equipment and perfectly meets the needs of the Care Property Invest target public while also evaluating its compliance with certain ESG criteria.

In essence, Care Property Invest's strategy is of the 'buy and hold' type, and as such, is by definition aimed at keeping the property in the long term.

DEMOGRAPHIC EVOLUTION
BELGIAN POPULATION[1]

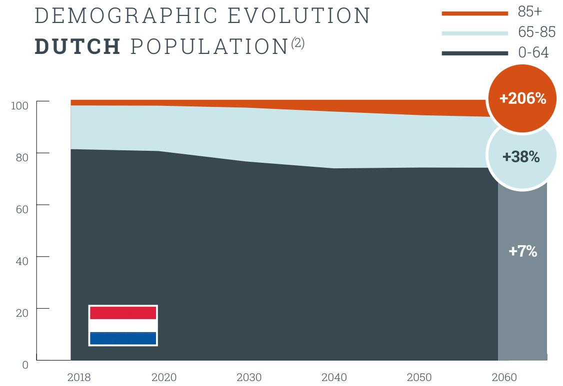


EXPECTED GROWTH
total Belgian population of
+15%

+168% in age category 85+

+63% in age category 66-85

DEMOGRAPHIC EVOLUTION
DUTCH POPULATION[2]

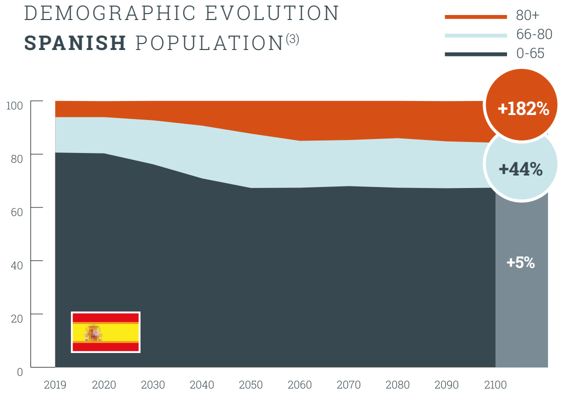


EXPECTED GROWTH
total Dutch population of
+7%

+206% in age category 85+

+38% in age category 65-85

DEMOGRAPHIC EVOLUTION
SPANISH POPULATION[3]

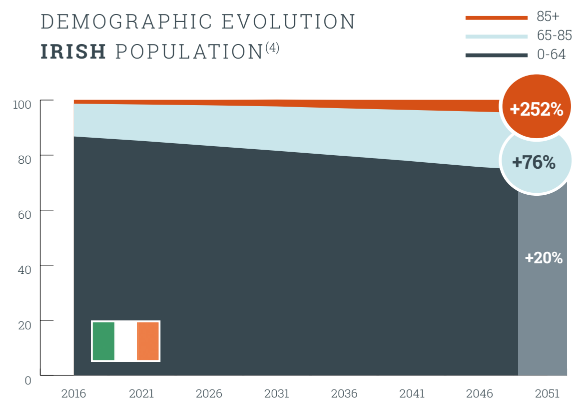


EXPECTED GROWTH
total Spanish population of
+5%

+182% in age category 80+

+44% in age category 66-80

DEMOGRAPHIC EVOLUTION
IRISH POPULATION[4]



EXPECTED GROWTH
total Irish population of
+20%

+252% in age category 85+

+76% in age category 65-85

(1) Based on data from the Federal Planning Bureau - Report on demographic projections 2017-2070.
(2) Based on the following data source: 'Projections of population intervals; age group, 2018-2060', CBS - 19 December 2017.
(3) Based on data from the Organisation for Economic Cooperation and Development (OECD), http://stats.oecd.org.
(4) Based on data from the Irish Central Statistics Office: 'Projected population, 2016 - 2051', https://www.cso.ie.

FINANCIAL STRATEGY

The Company aligns its financial strategy with the growth it achieves. By continuously expanding its scale, the Company strives for a competitive distribution of debt and capital costs and an improvement of its operating margin.

Origin of financial sources

Care Property Invest aims to finance itself in the best possible way, making use of shareholders' equity and borrowed funds.

Equity

For equity, Care Property Invest relies on the capital market. By means of capital increases in cash and in kind, counterbalanced by immediately profitable assets and/or a concrete pipeline, the Company can achieve and maintain earnings per share growth.

As a RREC, Care Property Invest is fully aware of the importance of its dividend policy for its shareholders. The Company therefore endeavours to increase its dividend whenever this is sustainably possible. This prevents the Company from having to reduce this again in a later financial year.

Given the Company's growth, management wants to reserve as much of the profit as possible to be able to reinvest within the statutory framework. In doing so, the Company aims for a pay-out ratio (pay-out ratio of dividend per share compared to earnings per share) as close as possible to the statutory minimum of 80%. In addition, the Company aims to sustainably increase the dividend, and annually explores the possibility of an optional dividend.

Despite the already improved liquidity of its share, Care Property Invest is still in the process of increasing this further in order to boost the attractiveness of its share by appointing a liquidity provider.

Borrowed funds

Care Property Invest aims to raise borrowed funds as diversified as possible. In doing so, it aims to further diversify its credit providers in Belgium but also abroad and has a €300 million MTN programme with the obligation that all outstanding commercial paper is covered by unused capacity on credit lines.

Care Property Invest limits its liquidity risk by keeping sufficient credit lines available for its short-term needs and the financing of additional investments the next 12 months.

In addition, there is also a liquidity risk if the Company would no longer respect the covenants linked to these credit agreements. These covenants contain market-based provisions on, among other things, the debt ratio and compliance with the provisions of the RREC Legislation. Care Property Invest monitors the parameters of these covenants on a regular basis and whenever a new investment is being considered.

At the end of the financial year, Care Property Invest did not mortgage or pledge any building in its real estate portfolio.

Correct financing is necessary for a profitable and solid business model, in view of the capital-intensive character of the sector in which the Company operates and the Company's buy-and-hold strategy. As a result, the Company has a structural debt position with mainly bullet loans.

The Company's long-term objective is to have a debt ratio below 50%. This debt ratio allows for an optimal ratio of equity to debt. Also, such a debt ratio offers the possibility to respond to investment opportunities that create value for the Company. In the short term, the level of the debt ratio is partly determined by the then prevailing economic and financial conditions.

In addition, the Company also tries to limit the interest rate risk on its debts by striving for a hedging percentage of its debts between 75% and 80%. Care Property Invest closely monitors developments on the financial markets in order to optimise its financial structure and to obtain a good composition of short and long-term financing and the conclusion of derivative contracts in order to achieve the desired hedging percentage. The Company also takes into account the long-term income from its investments in the average duration of its loans.

Low risk and resilient sources of income through long-term leasehold and rental contracts

By contracting long-term leasehold and rental agreements, Care Property Invest creates long-term cash flows. Through the triple net character[1] of these contracts with solid operators and the transfer of the vacancy risk to the operator[2], the Company succeeds in maintaining a low risk profile. In addition, the annual indexation of the rent provides protection against inflation. The fact that on 31 December 2023 about a quarter of the rental income still comes from agreements with local authorities reinforced the low risk profile and made the Company unique compared to other RRECs.

This applies all the more since the healthcare real estate is linked to the demographic factors which, in view of the underlying demographic trend of the ageing of the population, are favourable, rather than to economic trends.

(1) With the exception of the project 'Les Terrasses du Bois' in Watermaal Bosvoorde, for which a long-term agreement of the 'double net' type has been concluded and the project 'Tillia' in Gullegem for which a long-term agreement of the 'single net' type has been concluded.

(2) With the exception of the project 'Tillia' at Gullegem, for which the Company bears the vacancy risk itself.

VISION FOR THE FUTURE

Broadening the Company objectives

Care Property Invest positions itself as an investor in elderly care and adapted infrastructure for the disabled. The objectives stated in the Articles of Association are set as broadly as possible. Priorities are set within the care and welfare property segment.

Expansion of service portfolio

Care Property Invest focuses on investments in care and welfare and has also devoted opportunity-driven attention to concept development.

Strategic objectives

1. Market expansion and (internal) service portfolio in care and welfare.
2. Managing investor and stakeholder relations.
3. Internationalisation.
4. Follow-up and influencing of the regulatory framework.
5. Coordination of resources with growth (growth management).
6. Alignment required return on investment to cost of capital for value creation.

The realisation and speed of growth is partly determined by the economic and financial conditions in which the Company operates.

Care Property Invest is a highly dynamic player in its market, which generates innovation in property for care and well-being for seniors and people with disabilities. Care Property Invest would like to achieve this independently.

Turnhout (BE) I De Nieuwe Kaai

2. Important events

2.1 Important events during the 2023 financial year

Below is a brief overview of acquisitions, new projects under development, ongoing projects under development and completed projects during the 2023 financial year.

For further information regarding the real estate of the acquired projects, please see the individual press releases on the website, https://carepropertyinvest.be/en/investments/press-releases/

2.1.1 Projects 2023 financial year in Belgium

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
New projects with an immediate return						
BoCaSa	Vulpia	26/04/2023	Bolderberg	2013	19 years remaining (triple net)	€24.2

2.1.2 Projects 2023 financial year in The Netherlands

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
New projects with an immediate return						
Huize Willibrordus	Saamborgh	17/05/2023	Ruurlo	2023	20 years (triple net)	€5.3
Residence Oldenbarnevelt	Golden Years	16/06/2023	Rotterdam	building: 2016 development: Q2 2024	20 years (triple net)	building: €5.8 development: €1.6
New projects under development						
Wolfsbergen	Golden Years	08/08/2023	's-Graveland	Q2 2024	25 years (triple net)	€11.2
Saamborgh Almelo	Saamborgh	30/11/2023	Almelo	Q2 2025	20 years (triple net)	€8.9
Ongoing projects under development						
St. Josephkerk	Korian	26/09/2019	Hillegom	Q2 2025	20 years (triple net)	€9.1
Completed projects						
Warm Hart Zuidwolde	Warm Hart Zorghuizen [1]	03/02/2022	Zuidwolde	Q2 2023	20 years (triple net)	€10.4
Villa Stella	Korian	12/06/2019	Middelburg	Q2 2023	20 years (triple net)	€6.5
Warm Hart Ulestraten	Warm Hart Zorghuizen	28/04/2022	Ulestraten	Q4 2023	20 years (triple net)	€6.5

(1) On 12 February 2024, the operation of this project was taken over by De Familie.

2.1.3 Projects 2023 financial year in Spain

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
Ongoing projects under development						
Solimar Tavernes Blanques	Vivalto	11/03/2022	Tavernes Blanques	Q3 2024	20 years (triple net)	€10.6
Solimar Elche	Vivalto	28/09/2022	Elche	Q3 2024	20 years (triple net)	€10.8
Marina Del Port	La Vostra Llar	01/12/2022	Barcelona	Q2 2024	20 years (triple net)	€7.0
Completed projects						
Emera Mostoles	Emera	21/06/2021	Mostoles (Madrid)	Q2 2023	15 years (triple net)	€12.1

2.1.4 Projects 2023 financial year in Ireland

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
Ongoing projects under development						
Sugarloaf Care Centre	Silver Stream Healthcare	16/12/2022	Kilmacanogue South	Q2 2024	25 years (triple net)	€23.4

2.1.5 Other events during the 2023 financial year

2.1.5.1 Mergers

Merging company	Absorbing company	Date effective absorption	Date of deed	Date official publication
B.E.R.L. International nv	Care Property Invest nv	01/01/2023	14/07/2023	08/08/2023
Igor Haacht nv	Care Property Invest nv	01/01/2023	14/07/2023	08/08/2023

For more information on the merger proposals, see www.carepropertyinvest.be/en/investments/mergers/.

2.1.5.2 Establishment/ acquisition of subsidiaries

Name acquired subsidiary	Date of acquisition of control	Purpose
Het Gehucht	26/04/2023	Acquiring healthcare real estate sites in Belgium
Care Property Invest.NL11 B.V. (ex-Gaudium Ruurlo I B.V.)	17/05/2023	Acquiring healthcare real estate sites in The Netherlands

2.1.5.3 Capital increase in cash

Care Property Invest launched a capital increase by means of contribution in cash within the authorised capital on 11 January 2023 with the removal of the statutory preferential right and the grant of irreducible allocation rights to all existing shareholders.

The main objective of this capital increase was to allow the Company to raise new financial resources while increasing its equity.

Following the public offering to subscribe for new shares and the successful private placement of scrips, the Company announced on 20 January 2023 that existing shareholders and new investors have subscribed to 100% of the offered new shares for a gross amount of €110,966,496 of which €55,016,264 will be allocated to the item capital and €55,950,232 to the item share premium. Following this transaction, the Company's capital will be represented by 36,988,833 fully paid-up shares.

2.1.5.4 Authorised capital

At the Extraordinary General Meeting of shareholders held on 26 April 2023, it was decided by a large majority of 93.21% to renew the authorisation on authorised capital.

The extraordinary general meeting of shareholders decided to renew and replace the authorisation on the authorised capital as follows:

For a maximum amount of €110,032,531 for capital increases in cash involving planned exercise of the statutory preferential subscription right or irreducible allocation right by the Company's shareholders.

For a maximum amount of €44,013,012 for capital increases within the framework of the payment of an optional dividend.

For a maximum amount of €22,006,506 for (i) capital increases in kind, (ii) capital increases in cash without the possibility of exercising the preferential subscription right or irreducible allocation right by the Company's shareholders, or (iii) any other form of capital increase.

The authorisation is valid for a period of two years starting from the publication of the resolution of the extraordinary general meeting of shareholders and was granted under the condition that the capital within the framework of the authorised capital shall never be increased by an amount exceeding €220,065,062. In other words, the sum of the capital increases with application of the above authorisations may not exceed €220,065,062 in total. Given the specific modalities, this will never be the case, as they only allow up to €176,052,049.

For the documentation relating to this extraordinary general meeting of shareholders and for more information, please consult the Company's website (www.carepropertyinvest.be/en/investments/general-meeting/).

2.1.5.5 Awards for financial and sustainability reporting

Care Property Invest was awarded the EPRA sBPR Gold Award for the second time in September 2023. The Company is delighted with this recognition for its efforts in sustainability reporting.

The Company also received the EPRA BPR Gold Award in September 2023 for the seventh consecutive time for its continued high transparency in financial reporting.

2.1.5.6 SBTi approval of Care Property Invest's short- and long-term emission reduction targets

In August 2023, Care Property Invest achieved a significant milestone in its commitment to sustainability. We are pleased to announce that our near-term and net-zero science-based emissions reduction targets were officially approved by the Science Based Targets initiative (SBTi). Care Property Invest's commitment is reflected in our validated targets, which include a 42% reduction in scope 1 and scope 2 greenhouse gas emissions by 2030, measured against a 2022 base year. Furthermore, we have set a net-zero objective for 2050, with a commitment to reduce scope 1, scope 2, and scope 3 emissions by 90% by 2050 compared to our 2022 base year. These targets demonstrate our commitment to addressing the global climate challenge.

As we move forward, Care Property Invest remains dedicated to implementing strategies that will enable us to meet these science-based targets.

We will continue to report our progress transparently and keep our stakeholders updated on our ongoing efforts to achieve these goals.

About the Science Based Targets initiative

The Science Based Targets initiative (SBTi) is a global body enabling businesses to set ambitious emissions reductions targets in line with the latest climate science. It is focused on accelerating companies across the world to halve emissions before 2030 and achieve net-zero emissions before 2050.

The initiative is a collaboration between CDP, United Nations Global Compact, the World Resources Institute (WRI) and the World Wide Fund for Nature (WWF) and one of the We Mean Business Coalition commitments. The SBTi defines and promotes best practice in science-based target setting, offers resources and guidance to reduce barriers to adoption and independently assesses and approves companies' targets.

2.2 Events after the closing of the 2023 financial year

2.2.1 Completed projects

As already announced in a separate press release, Care Property Invest is proud to announce that it has completed the following projects after the closing of the financial year:

2.2.1.1 Completed projects in The Netherlands

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
Completed projects						
Wolfsbergen	Golden Years	08/08/2023	's-Graveland	Q1 2024	25 years (triple net)	€11.2
Residence Oldenbarnevelt	Golden Years	16/06/2023	Rotterdam	Q2 2024	20 years (triple net)	building: €5.8 development: €1.6

2.3 Outlook

Care Property Invest is actively pursuing the development of a balanced and profitable property portfolio and is exploring investment opportunities that are fully in line with the Company's strategy in Belgium, The Netherlands, Spain and Ireland as well as in other geographical core markets within the EEA.

For more information on these projects, see item page 62.

The Board of Directors is also continuously exploring various investment and financing opportunities to realise its activities.

Tavernes Blanques (ES) I Solimar Tavernes Blanques

3. Synthesis of the consolidated balance sheet and the global result statement

3.1 Consolidated global result statement

	Amounts in EUR	31/12/2023	31/12/2022
I	Rental income (+)	65,905,564	54,378,866
	NET RENTAL INCOME	**65,905,564**	**54,378,866**
V	Recovery of rental charges and taxes normally borne by tenants on let properties (+)	992,095	719,938
VII	Charges and taxes normally payable by the tenant on let properties (-)	-1,011,909	-756,018
	PROPERTY RESULT	**65,885,750**	**54,342,786**
IX	Technical costs (-)	-5,653	-2,918
	PROPERTY CHARGES	**-5,653**	**-2,918**
	PROPERTY OPERATING RESULT	**65,880,097**	**54,339,868**
XIV	General expenses of the Company (-)	-10,912,163	-9,762,807
XV	Other operating income and expenses (+/-)	-2,327,627	-2,110,541
	OPERATING RESULT BEFORE RESULT ON PORTFOLIO	**52,640,307**	**42,466,520**
XVIII	Changes in fair value of investment properties (+/-)	-25,796,855	19,326,917
	OPERATING RESULT	**26,843,452**	**61,793,437**
XX	Financial income (+)	21,458	1,968
XXI	Net interest expenses (-)	-15,295,746	-9,988,634
XXII	Other financial costs (-)	-1,954,915	-929,943
XXIII	Changes in fair value of financial assets and liabilities (+/-)	-17,841,635	38,591,131
	FINANCIAL RESULT	**-35,070,838**	**27,674,522**
	RESULT BEFORE TAXES	**-8,227,386**	**89,467,959**
XXIV	Corporation tax (-)	2,450,362	-548,258
XXV	Exit tax (-)	19,210	-255,402
	TAXES	**2,469,572**	**-803,660**
	NET RESULT (group share)	**-5,757,814**	**88,664,299**
	Other elements of the global result	0	0
	GLOBAL RESULT	**-5,757,814**	**88,664,299**

3.2 Net result per share on a consolidated basis

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT / GLOBAL RESULT	-5,757,814	88,664,299
Net result per share based on weighted average shares outstanding	**-€ 0.1557**	**€ 3.1961**
Gross yield compared to the initial issuing price in 1996	*-2.62%*	*53.72%*
Gross yield compared to stock market price on closing date	*-1.09%*	*20.28%*

3.3 Components of the net result

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT / GLOBAL RESULT	-5,757,814	88,664,299
NON-CASH ELEMENTS INCLUDED IN THE NET RESULT	**43,739,445**	**-54,323,064**
Depreciations, impairments and reversal of impairments	494,425	433,058
Changes in fair value of investment properties	25,796,855	-19,326,917
Changes in fair value of derivatives	17,841,635	-38,591,131
Projects' profit or loss margin attributed to the period	2,770,061	3,071,632
Deferred taxes	-3,163,531	90,295
ADJUSTED EPRA EARNINGS	37,981,630	34,341,235
Adjusted EPRA earnings per share based on weighted average number of outstanding shares	**€ 1.0268**	**€ 1.2379**
Gross yield compared to the initial issuing price in 1996	*17.26%*	*20.81%*
Gross yield compared to stock market price on closing date	*7.20%*	*7.85%*

Both the weighted average number of outstanding shares and the number of shares amounted to 27,741,625 as at 31 December 2022 and increased to 36,988,833 as at 31 December 2023. At neither date did the Company hold any treasury shares.

The number of shares changed following the realisation of a capital increase in cash on 24 January 2023, as a result of which 9,247,208 new shares were issued. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up shares.

The gross return is calculated in table '3.2 Net result per share on a consolidated basis' by dividing the net result per share by the initial issue price in 1996 (i.e., €5.9495) on the one hand and the market value on the closing date on the other hand. In table '3.3 Components of the net result', the gross yield is calculated by dividing the adjusted EPRA earnings per share by the initial issue price in 1996 (i.e., €5.9495), on the one hand, and the market capitalisation on the closing date, on the other. The share price was €14.26 as at 31 December 2023 and €15.76 as at 31 December 2022. There are no instruments that have a potentially dilutive effect on the net result per share.

Notes to the global result statement

Operating result

The Company's operating result decreased by 56.56% compared to 31 December 2022, while the operating result before result on portfolio for the same period increased by 23.96%.

Rental income as at 31 December 2023 increased by 21.20% compared to the same period last year. The increase in rental income is explained by (i) the indexation of the already existing rental agreements (unchanged portfolio) which has been fully passed on and averages 10.42% as at 31 December 2023 representing an amount of €5.0 million, (ii) the acquisition of new investment properties and (iii) the completion of development projects in 2023. Likewise, the acquired and completed investment properties during 2022 contribute to the increased rental income in 2023.

Rental income from investment properties represents 73% of total rental income as at 31 December 2023, while canons the Company receives from its finance leases amount to 27% of total rental income. With respect to the EBITDA, investment properties represent 76% and finance leases 24%. For more information on this distribution, please refer to the table on the result per businessmodel at the bottom of this section.

As at 31 December 2023, the Company had no outstanding rent receivables for which receivables had to be transferred to the doubtful debtors.

As at the date of this report, 99% of the total rent invoiced for the 2023 financial year was effectively collected including indexations charged in full.

The Company's general expenses increased by €1,149,356 compared to 31 December 2022. A significant part of this increase can be attributed to the increase in remuneration and personnel-related costs as a result of the indexation as of 1 January 2023 and the increase of the average workforce from 24.2 FTEs as at 31 December 2022 to 26.3 FTEs as at 31 December 2023.

In addition, the Company's growth also contributes to the increase in the Company's general expenses, which translates into, among other things, an increase in external advice costs.

Other operating income and expenses decreased from €-2,110,541 as at 31 December 2022 to €-2,327,627 as at 31 December 2023.

As at 31 December 2023, other operating income consists mainly of the fees for project management of €551,389, which largely concerns the recovery of the pre-financing of existing Dutch and Spanish projects, contributing to the Company's cash result. This item also includes the profit and loss margin on projects of €-2,770,061, mainly consisting of the write-off of the trade receivable for a Belgian property (finance lease) after the Company was notified of the bankruptcy of the operator concerned. The Company stresses that it has only 1 project in portfolio with this operator, representing only 0.7% of the total rental income as at 31 December 2023. The Company is committed to obtaining a structural solution for this property and is in full discussion with various parties to that end. This write-off concerns a non-cash element which is corrected for the calculation of the adjusted EPRA earnings.

Although the Company has been very successful in passing on inflation to its tenants, **variations in the fair value of investment properties** amount to €-25,796,855 as at 31 December 2023 due to upward pressure on yields. Also here, these are unrealised variations that are corrected in the adjusted EPRA earnings.

Financial result

Interest expenses increased mainly due to sharply rising interest rates on the market. This is therefore reflected in the increase of the weighted average interest rate, which amounts to 3.15% based on outstanding loans as at 31 December 2023 compared to 2.14% as at 31 December 2022. In order to minimise the impact of rising market interest rates, the Company uses interest rate swaps. As at 31 December 2023, 94.32% of its outstanding debts were therefore hedged. The increase in the hedge ratio from 69.42% on 31 December 2022 is attributable to (i) the capital increase through which variable rate debt was repaid and (ii) the conclusion of additional interest rate swaps in the course of 2023.

On 10 March 2023, the outstanding Sustainability Bonds amounting to €32.5 million were repaid for reasons of opportunity. This entailed a one-off cost of approximately €1.1 million related to issuance costs and hedging costs that were fully included in the income statement in the first quarter. These costs are part of the other financial costs and were already taken into account in the EPS-DPS guidance given by the Company in its press releases dated 8 March 2023 for the full 2023 financial year.

As compensation, an additional €30.5 million was drawn on the sustainable rollover credit with ABN-AMRO, making full use of this line from then on.

The financial result was affected as at 31 December 2023 for an amount of €17,777,951 due to the inclusion of the fair value of the authorised financial instruments. As at 31 December 2023, the total impact to date is €4,002,391, compared to €21,780,342 as at 31 December 2022.

The variation in fair value of financial assets and liabilities is a non-cash element and is therefore not taken into account for the calculation of the distributable result, i.e., the adjusted EPRA earnings.

Taxes

The amount of taxes as at 31 December 2023 includes estimated and prepaid corporation taxes as well as deferred taxes (receivable) related to the Irish real estate projects.

Adjusted EPRA earnings

The adjusted EPRA earnings on a consolidated basis amounted to €37,981,630 as at 31 December 2023 compared to €34,341,235 as at 31 December 2022. This represents an increase of 10.60%. However, the adjusted EPRA earnings per share decreased from €1.2379 as at 31 December 2022 to €1.0268 as at 31 December 2023. This decrease of -17.05% is mainly due to the issue of 9,247,208 new shares as at 24 January 2023 following the capital increase in cash.

Results by business model

Amounts in EUR		31/12/2023		
	Investment properties	Finance leases	Non allocated amounts	TOTAL
NET RENTAL INCOME	**48,088,996**	**17,816,568**	**0**	**65,905,564**
PROPERTY OPERATING RESULT	**48,067,922**	**17,812,175**	**0**	**65,880,097**
General expenses of the Company	-6,137,232	-4,774,931	0	-10,912,163
Other operating income and expenses	525,149	-2,852,776	0	-2,327,627
OPERATING RESULT BEFORE RESULT ON PORTFOLIO	**42,455,839**	**10,184,468**	**0**	**52,640,307**
Changes in the fair value of investment properties	-25,796,855	0	0	-25,796,855
OPERATING RESULT	**16,658,984**	**10,184,468**	**0**	**26,843,452**
Financial result			-35,070,838	-35,070,838
RESULT BEFORE TAXES				**-8,227,386**
Taxes			2,469,572	2,469,572
NET RESULT				**-5,757,814**
GLOBAL RESULT				**-5,757,814**
Reconciliation EBITDA:				
OPERATING RESULT BEFORE RESULT ON PORTFOLIO	**42,455,839**	**10,184,468**	**0**	**52,640,307**
Corrections:				
Depreciations, impairments and reversal of impairments	234,028	260,397	0	494,425
Projects' profit or loss margin attributed to the period	0	2,770,061	0	2,770,061
EBITDA	**42,689,866**	**13,214,926**	**0**	**55,904,793**
EBITDA SHARE BY SEGMENT in %	**76.36%**	**23.64%**		**100.00%**

3.4 Consolidated balance sheet

Amounts in EUR		31/12/2023	31/12/2022
ASSETS			
I. NON-CURRENT ASSETS		**1,198,753,936**	**1,156,205,825**
B.	Intangible assets	87,118	91,656
C.	Investment properties	994,464,892	934,268,830
D.	Other tangible fixed assets	4,775,348	4,981,964
E.	Financial fixed assets	19,464,197	26,781,435
F.	Finance lease receivables	166,705,273	177,018,085
G.	Trade receivables and other non-current assets	8,968,004	11,738,065
H.	Deferred tax - assets	4,289,104	1,325,790
II. CURRENT ASSETS		**21,155,922**	**18,310,151**
A.	Assets held for sale	9,990,756	0
D.	Trade receivables	7,333,240	6,021,636
E.	Tax receivables and other current assets	733,082	8,646,882
F.	Cash and cash equivalents	2,499,420	2,371,183
G.	Deferrals and accruals	599,424	1,270,450
TOTAL ASSETS		**1,219,909,858**	**1,174,515,976**
EQUITY AND LIABILITIES			
EQUITY		**638,135,493**	**563,394,815**
A.	Capital	220,065,062	165,048,798
B.	Share premium	299,352,326	246,128,473
C.	Reserves	124,475,919	63,553,245
D.	Net result for the financial year	-5,757,814	88,664,299
LIABILITIES		**581,774,365**	**611,121,161**
I. Non-current liabilities		**167,517,049**	**214,947,796**
B.	Non-current financial debts	146,407,920	206,541,529
C.	Other non-current financial liabilities	16,002,566	4,998,048
E.	Other non-current liabilities	2,226,558	1,970,685
F.	Deferred tax - liabilities	2,880,005	1,437,534
II. Current liabilities		**414,257,316**	**396,173,365**
B.	Current financial liabilities	396,809,337	376,761,772
D.	Trade payables and other current liabilities	9,271,604	13,694,711
E.	Other current liabilities	2,735,556	1,398,649
F.	Deferrals and accruals	5,440,819	4,318,233
TOTAL EQUITY AND LIABILITIES		**1,219,909,858**	**1,174,515,976**

Notes to the consolidated balance sheet

Investment Properties

The Company's real estate portfolio increased by €60,196,063 in the 2023 financial year. The variation is explained by (i) the acquisition of investment properties (€35,9 million), (ii) the further completion of development projects as well as improvements to already existing investment properties (€35.3 million), (iii) the acquisition of new development projects (€13.0 million) and (iv) the decrease in fair value of the total portfolio (€23.9 million). In the course of 2023, 4 projects were completed with a conventional value of €35.5 million.

The real estate experts confirm the fair value of the real estate portfolio at a total amount of € 993.2 million (excluding €1.3 million in rights in rem). The fair value is equal to the investment value (or the value deed-in-hand, being the value in which all acquisition costs were included) from which the transaction costs were deducted for an amount of 2.5% for the real estate in Belgium, 10.9% for the real estate in The Netherlands and 9.96% for the real estate in Ireland. For real estate in Spain, these are determined by the region where the property is located.

Other tangible fixed assets

As at 31 December 2023, this item contains €4,775,348 of 'tangible fixed assets for own use', which are almost unchanged from 31 December 2022 and largely relate to the head office in Schoten.

Finance lease receivables

The item 'finance lease receivables' includes all final building rights fees that are due for repayment at the end of the contract for the 76 projects in the initial portfolio and during the term of the contract for the projects 'Hof ter Moere' in Moerbeke (BE), 'Hof Driane' in Herenthout (BE) and 'Assistentiewoningen De Stille Meers' in Middelkerke (BE).

Unlike the projects in the initial portfolio, for the aforementioned reason, the ground rent for the projects in Moerbeke, Herenthout and Middelkerke consists not only of a revenue component, but also of a repayment of the investment value, as a result of which the amount of the receivable will gradually decrease over the term of the leasehold agreement.

As a result of the bankruptcy of the operator of one of the Belgian leasing projects in portfolio (this project amounts to only 0.7% of the total rental income), the Company is currently in full discussion with various parties to obtain a structural solution for this property. The book value of this property was therefore included under the item 'assets held for sale'.

Trade receivables regarding the projects included in the item 'Finance lease receivables'

The difference between the nominal value of the building lease payments (included under the item 'finance lease receivables') and the fair value, which at the time of making available is calculated by discounting future cash flows, is included under the item 'trade receivables' and is depreciated on an annual basis. As a result of the bankruptcy of the operator of one of the Belgian leasing projects in portfolio, the recorded trade receivable was written off in full as a matter of prudence. This write-off is a non-cash adjustment and therefore has no impact on the Company's adjusted EPRA earnings.

The fair value of the finance leases amounted to €242,103,000 as at 31 December 2023 and has been calculated using a modified method since the second quarter of 2023.

The 'old' calculation method, in which the future cash flows were discounted using IRS interest rates prevailing on the closing date, depending on the remaining term of the underlying contract, plus a margin, used the initial cash flows (i.e. the contractual rent at the start of the contract without taking into account the indexations already passed on). Given the current macroeconomic environment of increased inflation, this led to an unjustifiably large decrease in the fair value of the finance leases. Consequently, if this method is retained, this no longer gives a true and fair view of the fair value of the finance leases, resulting in a too conservative representation of the EPRA NTA and EPRA LTV, among others.

For the above reasons, the Company had opted to use a reputable independent party, namely Cushman & Wakefield, to calculate the fair value from the second quarter of 2023 onwards, in order to obtain a market-based valuation of this portfolio.

The fair value is calculated by discounting the future cash flows, taking into account historical indexations for the cash flows.

Haacht (BE) I Klapgat

As discount rate they exercise OLO interest rates prevailing on the closing date, depending on the remaining maturity of the underlying contract, increased by a margin. As at 31 December 2023, the weighted average OLO interest rate amounted to 2.68% and the weighted average risk margin was 1.04%. This results in an average value of €115,728 per assisted living apartment, which can still be considered conservative given that future indexations are not taken into account.

The fair value as at 31 December 2023 calculated using the 'old' calculation method would amount to €191,754,926 or €91,661 per assisted housing unit, taking into account a weighted average IRS interest rate of 2.48% and a weighted average risk margin of 1.04%.

Tax receivables and other current assets decreased from €8,646,822 as at 31 December 2022 to €733,082 as at 31 December 2023. As at 31 December 2022, €6.9 million related to recoverable VAT in Spain as a result of the silent mergers of the Spanish subsidiaries with Care Property Invest Spain Socimi S.L.U. This amount was received in August 2023.

Debts and liabilities

The decrease in financial debts compared to 31 December 2022 is due to the capital increase that took place in January 2023. In fact, the net proceeds of this capital increase were initially used to repay part of the outstanding financial liabilities.

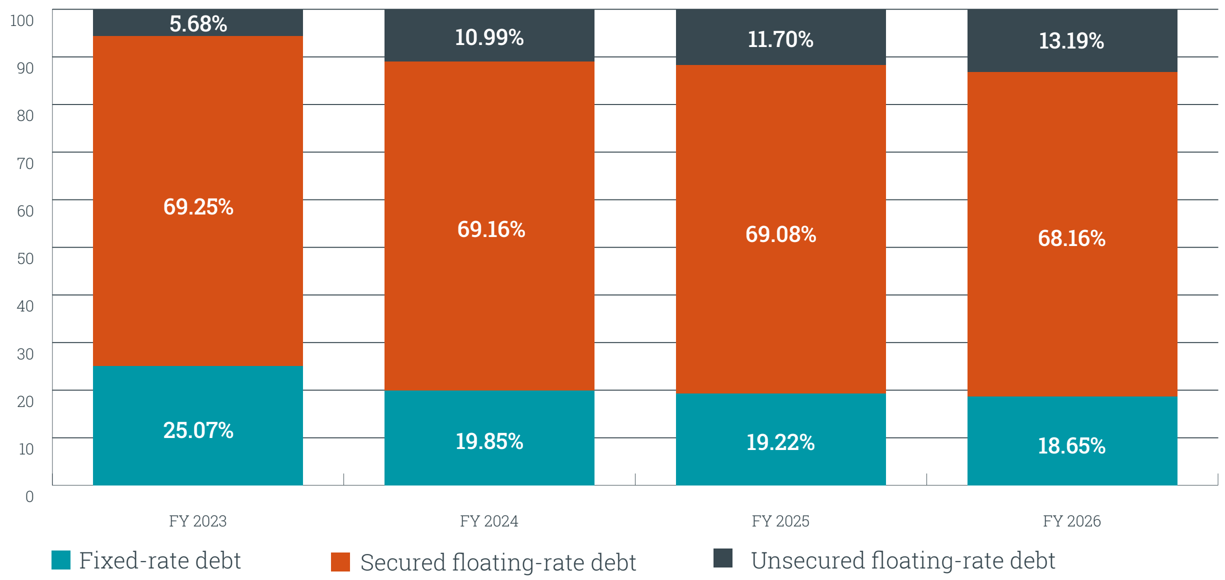
As at 31 December 2023, the Company has an MTN programme at Belfius (arranger) amounting to €300 million with dealers Belfius and KBC. The Company has set up the necessary backup lines for this purpose. As at 31 December 2023, the amount included is €39.0 million in commercial paper and €26.0 million in bonds.

Amounts in EUR	31/12/2023	31/12/2022
Average remaining term of financial debt	5.42	5.94
Nominal amount of current and non-current financial debts	542,454,186	583,211,873
Weighted average interest rate (1)	3.15%	2.14%
Nominal amount of derivative instruments	375,652,542	156,106,292
Fair value of hedging instruments	4,002,391	21,780,342

(1) The weighted average interest rate refers to interest rates after conversion of variable interest rates to fixed interest rates through swaps.

As at 31 December 2023, the Company has hedged 94.32% of its debts, either by means of an interest rate swap or by means of a fixed interest rate. The Company entered into 7 additional interest rate swaps with a notional value of €220 million during the 2023 financial year. The weighted average remaining maturity of the interest rate swaps amounted to 8.13 years. The graph below shows the evolution of the hedge ratio for the following years, based on the credit portfolio as at 31 December 2023.

Hedge ratio interest rates - future evolution



The consolidated debt ratio, calculated in accordance with Article 13, §1, 2° of the RREC Decree, was 46.65% as at 31 December 2023. The available margin as at 31 December 2023 for further investments and completion of the development projects already acquired before reaching a debt ratio of 60% (imposed by the covenants) amounts to €399.3 million. The Company stresses that its strategy is to keep the debt ratio below 50%. Before reaching this percentage, it still has a capacity of €80.2 million.

The **other non-current financial liabilities** relate to the inclusion of the fair value of the financial instruments entered. Financial instruments with a positive fair value are included in the item **financial fixed assets**.

The other non-current liabilities amount to €2,226,558 and have increased slightly compared to 31 December 2022. They concern the debts relating to the rights in rem for the projects 'La Résidence du Lac' in Genval (BE) and 'Villa Wulperhorst' in Zeist (NL), which are included in the balance sheet in accordance with IFRS 16.

The **other current liabilities** have decreased in comparison to 31 December 2022 to an amount of €2,735,556 and relate to short-term liabilities with respect to development projects.

3.5 Net assets and net value per share on a consolidated basis (1)

Amounts in EUR	31/12/2023	31/12/2022
Total assets	1,219,909,858	1,174,515,976
Liabilities	-581,774,365	-611,121,161
NET ASSETS	**638,135,493**	**563,394,815**
Net value per share	**€ 17.25**	**€ 20.31**
Total assets	1,219,909,858	1,174,515,976
Current and non-current liabilities (excluding 'fair value of derivatives')	-585,232,072	-632,901,503
NET ASSETS EXCLUDING 'FAIR VALUE DERIVATIVES'	**634,677,786**	**541,614,473**
Net value per share excluding 'fair value of derivatives'	**€ 17.16**	**€ 19.52**
Total assets including the calculated fair value of finance lease receivables	1,286,339,582	1,182,777,685
Current and non-current liabilities (excluding 'fair value of derivatives', 'deferred taxes' and 'intangibles')	-588,112,236	-632,881,414
NET ASSETS EXCLUDING 'FV DERIVATIVES', 'DEFERRED TAXES' AND 'INTANGIBLES' AND INCLUDING 'FV LEASE RECEIVABLES' (EPRA NTA)	**698,227,346**	**549,896,272**
Net value per share excluding 'FV of derivatives', 'deferred taxes' and 'intangibles' and including 'FV of finance lease receivables' (EPRA NTA)	**€ 18.88**	**€ 19.82**

(1) In accordance with the RREC Law, the net value per share is calculated on the basis of the total number of shares less own shares. On neither date did the Company hold any own shares.

4. Appropriation of the result

Taking into account the minimum distribution obligation pursuant to Article 13 of the RREC Decree, the Board of Directors will propose to the Company's annual general meeting on 29 May 2024 to distribute a total gross dividend for the 2023 financial year of €36,988,833 or €1.00 per share. After deduction of the 15% withholding tax rate, this represents a net dividend of €0.85 per share.

This represents, despite the increase in the number of shares entitled to dividend by 9,247,208, an equivalent to the dividend paid for the 2022 financial year. As a result, the payout ratio is 108.08% at statutory level and 97.39% at consolidated level, based on adjusted EPRA earnings.

In accordance with Article 13 of the RREC Decree, no dividend is to be paid as the net decrease in debt exceeds 80% of the statutory adjusted result.

Summary table:

Number of shares with rights to dividends	36,988,833
Remuneration of the capital	€ 36,988,833
Gross dividend per share	€ 1.00
Gross yield in relation to the share price as at 31 December 2023	7.01%
Net dividend per share (1)	€ 0.85
Net yield in relation to the share price as at 31 December 2023	5.96%
Dividend payment	from 4 June 2024

(1) Gross dividend after deduction of the 15% withholding tax.

5. Outlook

The debt ratio is calculated in accordance with Section 13, paragraph 1, bullet 2 of the RREC-RD (Royal Decree regarding Regulated Real Estate Companies) and amounts to 46.65% as at 31 December 2023. Given the fact that Care Property Invest does not exceeds the debt ratio of 50%, it is not required to prepare a financial plan in accordance with article 24 of the RREC RD.

5.1 Assumptions

On the basis of the balance sheet and the global result statement for the 2023 financial year, a forecast has been made for the following financial years, in accordance with the Company's accounting policy and in a manner comparable to the historical financial information.

The following hypotheses are used as points of view:

Assumptions regarding factors that can be influenced by the members of the Company's administrative, management and supervisory bodies directly:

- Increase in the Company's operating expenses and the extent to which service providers pass on inflation to the Company;
- For the time being, new projects are financed using own resources from operating activities and additional new credit lines, or the proceeds from issuing commercial paper;
- The financial costs are in line with the decrease in financing during the 2023 financial year due to the capital increase. They also take into account increased interest rates due to changed market conditions.
- Additional financing costs for acquisitions in the course of 2024 were also taken into account.

Assumptions regarding factors that cannot be influenced by the members of the Company's administrative, management and supervisory bodies directly:

- Rental income was increased by annual indexation and the impact of new investments. For the rental income for which the indexation took place on 1 January 2024, the effective indexation rates were taken into account. Market forecasts were taken into account for the rental income indexed during 2024 (on the anniversary of the contract);
- Further fluctuations in the fair value of both the investment properties and the financial instruments have not been included as they are difficult to predict and, moreover, have no impact on the result to be distributed. However, the increased volatility of interest rates may have an impact on the fair value of financial instruments;
- Care Property Invest expects no impact from any doubtful debt;
- Due to the triple net nature[1] of the agreement, no maintenance costs were taken into account for the investment properties. In spite of the fact that the finance lease agreements also concern triple net agreements, a limited provision was created for these agreements.
- Fluctuations in interest rates and the Company's ability to issue or roll over commercial paper.

5.2 Conclusion on debt ratio outlook

Based on the aforementioned assumptions, the Company still has sufficient margin to make additional investments before the maximum debt ratio of 65% is exceeded on a consolidated basis. The consolidated debt ratio as calculated in accordance with Section 13 of the RREC-RD amounts to 46.65% as at 31 December 2023.

The Company expects the debt ratio to increase in the 2024 financial year based on additional investments and further completion of the projects currently in development.

The Board of Directors evaluates its liquidity needs in due time and may, in order to prevent the maximum debt ratio from being reached, consider a capital increase, which might include a contribution in kind.

(1) With the exception of the project 'Les Terrasses du Bois' in Watermaal-Bosvoorde, for which a long-term double net agreement was concluded and the project 'Tilia' in Gullegem for which a long-term single net agreement was concluded.

5.3 Conclusion on outlook for dividends and distributable results

Based on the current existing agreements that will still generate income for an average of 14.62 years, barring unforeseen circumstances, the Company foresees a stable dividend for the 2024 financial year. The Company's solvency is supported by the stable value of its real estate projects and long-term macro trends, in particular the ageing population in the markets where the Company operates.

Taking into account the current economic uncertainty and its impact on Care Property Invest's results, the Company expects to receive €69.5 million in rental income for the 2024 financial year, representing an increase in rental income of approximately 5% compared to the 2023 financial year (total rental income for the 2023 financial year amounted to approximately €66 million).

The Company therefore expects, partly due to the impact of rising market interest rates, to realise an adjusted EPRA result of between €1.00 and €1.02 for 2024.

Care Property Invest intends to pay out a gross dividend of €1.00 per share for the 2024 financial year. After deduction of the 15% withholding tax rate, this results in a net dividend of €0.85 per share.

5.4 Statutory auditor's report on the consolidated financial forecasts of Care Property Invest nv/sa

As a statutory auditor of the Company and applying Regulation (EU) 2017/1129 of the European Commission of 14 June 2017 and Regulation (EU) 2019/980 of 14 March 2019 supplementing Regulation (EU) 2017/1129, we have prepared, upon request by the Company's board of directors, the present report on the forecasts of the adjusted EPRA earnings per share and the rental income for the 12 months period ending 31 December 2024 (the "Forecasts") of Care Property Invest nv/sa, included in the paragraph II.5 "Outlook" of their yearly financial report as of 31 December 2023 as approved by the board of directors on 23 April 2024 of the Company.

The assumptions included in the paragraph II.5 "Outlook" result in the following consolidated financial forecasts for the accounting year 2024:

- Adjusted EPRA earnings per share: between € 1,00 and € 1,02 ;
- Rental income: € 69,9 million.

Board of directors' responsibility
It is the Company's directors' responsibility to prepare the EPRA earnings Forecasts, together with the material assumptions upon which it is based, in accordance with the requirements of Regulation (EU) 2017/1129 of the European Commission of 14 June 2017 and Regulation (EU) 2019/980 of 14 March 2019 supplementing Regulation (EU) 2017/1129.

Auditor's responsibility
It is our responsibility to provide an opinion on the Forecasts as allowed by Annex I, section 11 of Regulation (EU) 2019/980 of 14 March 2019 supplementing Regulation (EU) 2017/1129. We are not required nor do we express an opinion on the possibility to achieve that result or on the assumptions underlying these Forecasts.

We performed our work in accordance with the auditing standards applicable in Belgium, as issued by the "Instituut van de Bedrijfsrevisoren" / "Institut des Réviseurs d'Entreprises" including related guidance from its research institute and on the International Standard on Assurance Engagements 3400 relating to the examination of prospective financial information. Our work included an evaluation of the procedures undertaken by management and the board of directors of the Company in compiling the Forecasts and procedures aimed at verifying the consistency of the methods used for the Forecasts with the accounting policies normally adopted by the Company. We planned and performed our work so as to obtain all the information and explanations that we considered necessary in order to provide us with reasonable assurance that the Forecasts have been properly compiled on the basis stated. Since the Forecasts and the assumptions on which they are based relate to the future and may therefore be affected by unforeseen events, we can express no opinion as to whether the actual results reported will correspond to those shown in the Forecasts. Any differences may be material.

Opinion
In our opinion:

(i) the Forecasts have been properly compiled on the basis stated; and

(ii) the basis of accounting used for these Forecasts is consistent with the accounting policies of the Company.

Diegem, 23 April 2024

EY

Réviseurs d'Entreprises bv/srl
Statutory auditor
Represented by

Christel Weymeersch*
Partner

* Acting on behalf of a bv

24CW0110

Zutphen (NL) I De Gouden Leeuw Zutphen

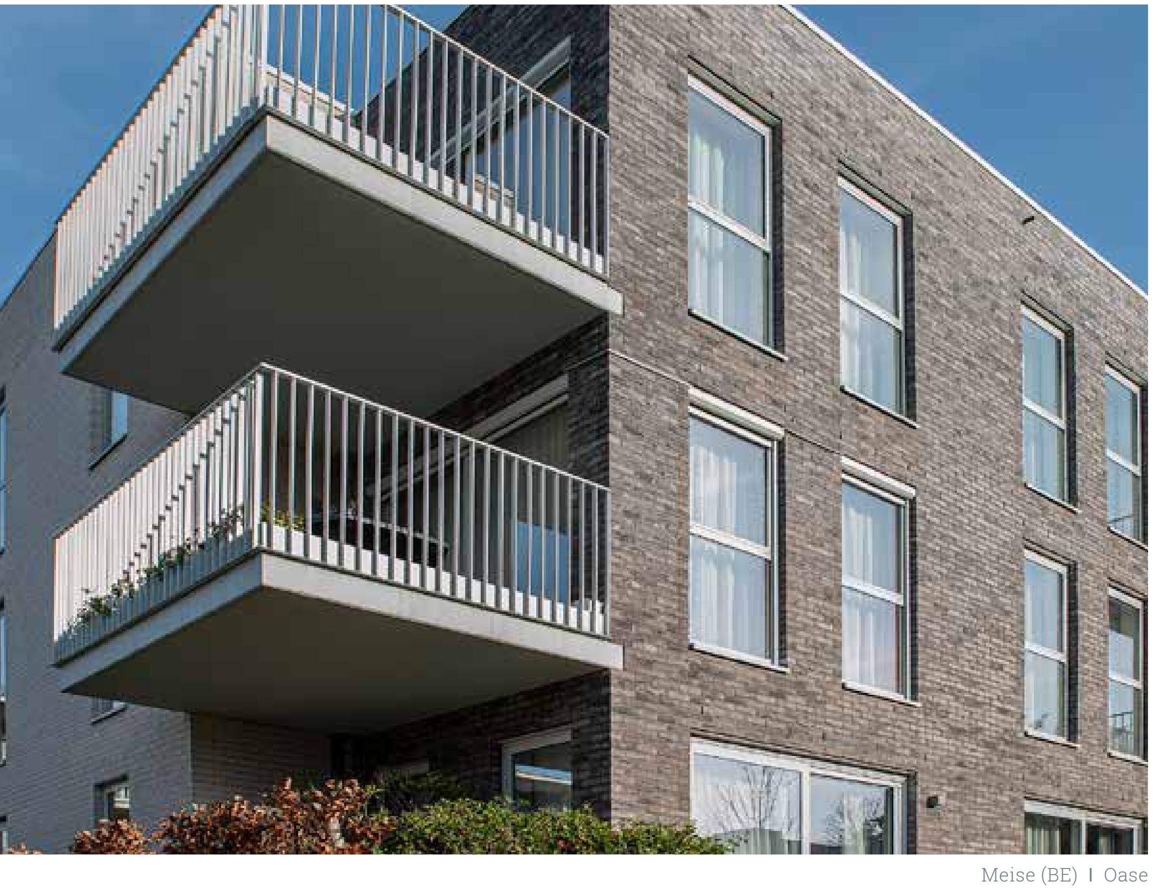
6. Main risks and insecurities

The Company's activities are situated in an economic climate that involves risks. The main risk factors (included here in implementation of Article 3:32 BCCA but explained in detail in a separate section of the annual financial report) which Care Property Invest faces, are regularly monitored by both Management and the Board of Directors, which have defined a prudent policy in this regard and which, if necessary, regularly adjust this policy.

The following risks are discussed in detail in Chapter 'I. Risk factors' on page 28 et seq. of this report: market risks, operational risks, financial risks, regulatory risks and other risks.

7. Research and development

Care Property Invest has not undertaken any activities within the meaning of Articles 3:6, 3:7, 3:8 and 3:32 BCCA.



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8. Capital increases within the context of authorised capital

At the Extraordinary General Meeting of shareholders held on 26 April 2023, it was decided by a large majority of 93.21% to renew the authorisation regarding the authorised capital.

Date	Type of operation	Authorised capital
26/04/2023	Renewal of authorisation regarding the authorised capital	176,052,049
	Modalities:	
	- Capital increases in cash involving planned exercise of the statutory preferential subscription right or irreducible allocation right by the Company's shareholders	*110,032,531*
	- Capital increases within the framework of the payment of an optional dividend	*44,013,012*
	- Capital increases (i) in kind, (ii) in cash without the possibility of exercising the preferential subscription right or irreducible allocation right by the Company's shareholders, or (iii) any other form of capital increases	*22,006,506*
Balance 2023		**176,052,049**

The authorisation is valid for a period of two years as of the publication of the decision of the extraordinary general meeting of shareholders and was granted under the condition that the capital, within the framework of the authorised capital, will never be increased by an amount exceeding €220,065,062. In other words, the sum of the capital increases applying the above-mentioned authorisations may not exceed €220,065,062 in total. Given the specific modalities, this will never be the case as they only give capacity up to €176,052,049.

9. Treasury shares

As at 31 December 2023, Care Property Invest did not hold any own shares. No shares were transferred to executive management during the 2023 financial year either.

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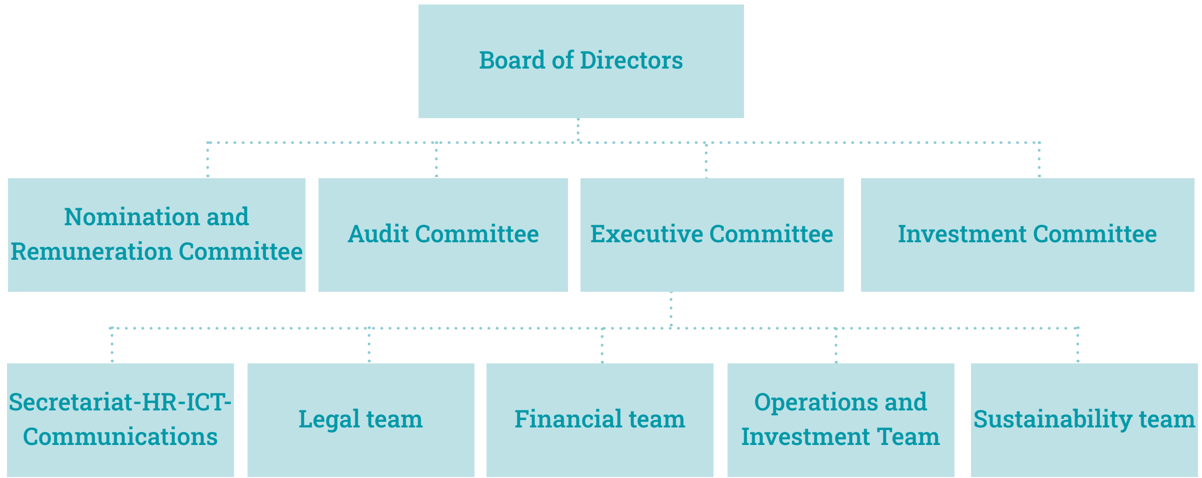
10. Internal organisation Care Property Invest

10.1 Internal organisation



The internal organisation includes an operations and investment team, a finance and legal team and a sustainability team, which, under the leadership of the COO and CFO, are responsible for the management and further development of the international real estate portfolio and the development of our sustainability strategy and roadmap. The secretariat, HR, ICT and communications support all teams under the leadership of the CEO.

The corporate governance related considerations are described in point '11. Corporate Governance Statement' on page 86.

10.2 Workforce

Company's workforce	2023	2022	2021
number of persons connected by an employment contract on 31/12	26	26	24
average number of employees in full-time equivalents during the financial year	26.3	24.2	20.9

11. Corporate Governance Statement

11.1 Corporate Governance Statement

Care Property Invest ('The Company') recognises the importance of correct and transparent corporate governance and intends to ensure clear communication about this issue with all persons and parties involved. The Board of Directors therefore dedicates this specific chapter to corporate governance in its Annual Financial Report. This sets out the Company's practices relating to correct corporate governance during the relevant financial year, including the specific information required pursuant to the applicable legislation and the Corporate Governance Code.

This Corporate Government Statement is a chapter in the 2023 Annual Report and is part of the Report of the Board of Directors. It describes the situation as at 31 December 2023.

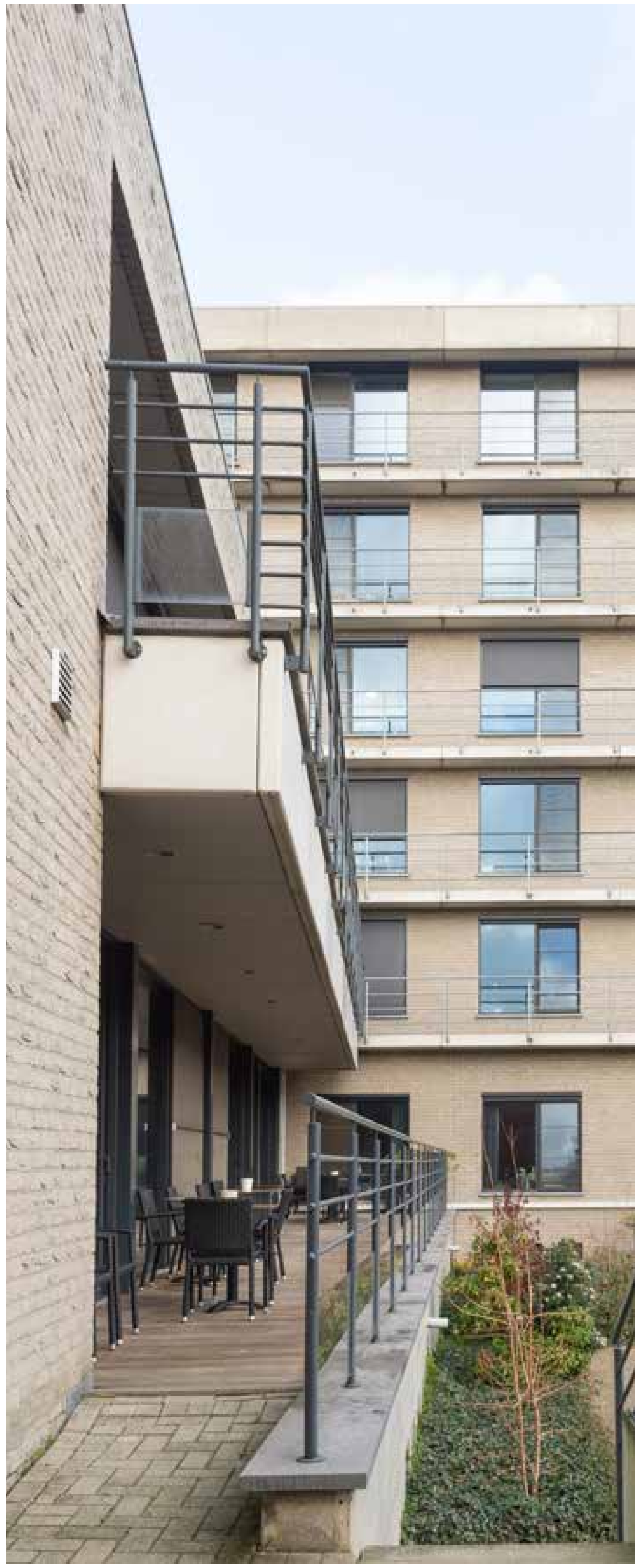
As from 2020, Care Property Invest applies the new Belgian Corporate Governance Code (the '2020 Code'), in addition to compliance with general and sector-specific legislation and with its own Articles of Association, in accordance with the Royal Decree of 12 May 2019 specifying the corporate governance code to be complied with by listed companies. The Code 2020 is also available on the website of the Belgian Official Gazette and on www.corporategovernancecommittee.be.

The full Corporate Governance Charter (the 'Charter') sets out the principles, rules and agreements that determine the Company's management, checks and balances, and the company structure that form the framework of the Company's corporate governance. The Board of Directors of Care Property Invest subscribes to these principles based on transparency and accountability. This enhances the shareholders' and investors' trust in the Company. From the Company's establishment onwards, Care Property Invest has considered fair and correct business conduct as a main priority. In addition, Care Property Invest attaches a great deal of importance to a good balance between the interests of the shareholders and those of the other parties that are directly or indirectly involved with the undertaking. The Board of Directors guarantees frequent updating of the Charter. On 18 March 2020, the Charter was adapted to the Code 2020, followed by a final update of the Charter on 23 January 2024. The latest version can be consulted on the Company's website, www.carepropertyinvest.be.

The Charter also includes the rules and code of conduct to prevent market abuse and insider dealing (the 'Dealing Code').

The Board of Directors makes every effort to comply at all times with the principles of corporate governance, always taking into account the specific character of the Company and applied the 2020 Code in 2023 in accordance with the 'comply or explain' principle. The scope and specific deviations from the 2020 Code are further explained in this Corporate Governance Statement (the 'Statement').

On 13 December 2023, Care Property Invest received congratulatory comments from the 'Corporate Governance Committee', stating that the Company complies with all provisions of the 2020 Code.



Deviations from the Code 2020

Care Property Invest deviated from the 2020 Code only on a limited number of points in 2023. The deviations from these recommendations could mainly be explained in light of the Company's activities and the associated operation and structure of the Board of Directors.

In revising its Charter and drawing up its remuneration policy (also referred to in the Charter), Care Property Invest decided to deviate from the following recommendations of the 2020 Code:

Recommendation 5.5: in line with the 2020 Code, non-executive directors should not hold more than five directorships in listed companies. Indeed, the Company believes that when comparing the amount of duties of the relevant director within the Company and the time commitment required as a result thereof with the amount and time commitment required of this relevant director in connection with other commitments or mandates in listed companies, in certain cases a deviation from this recommendation might be justified. For this reason, the Charter provides that the Board of Directors can grant permission to deviate from this recommendation. To date, however, no such deviation has been approved by the Board of Directors.

Recommendation 7.6: contrary to the 2020 Code, the Company does not pay its non-executive directors remuneration in the form of shares. This deviation is motivated by the fact that remuneration in shares is not well established in Belgian listed companies and more specifically in the RREC sector. The Company believes that the judgement of these directors - in particular as non-executive directors - is not affected by the absence of remuneration in shares. Also, to the Company's knowledge, there is no international consensus yet that share-based remuneration guarantees that the interests of the non-executive directors are aligned with the shareholders' interests. The Company has decided to await the development of the practice of Belgian listed companies in general or more specifically in the RREC sector and to reconsider on a regular basis whether it could be in the interest of the Company and its shareholders to proceed to (partial) payment of non-executive directors in shares.

Recommendation 7.8: Contrary to the Code 2020, two of the executive directors do not receive variable remuneration. The absence of a variable remuneration and a remuneration in shares for these two executive directors and this distinction in remuneration with the other executive directors (CEO, COO and CFO) is justified in the light of the difference in scope of duties of these directors compared to the other executive directors (CEO, COO and CFO). The duties of the executive directors other than the CEO, COO and CFO mainly consist of the global supervision and monitoring of the day-to-day operations of the Company. In addition, they are always available to the CEO, COO and CFO for consultation and discussion concerning the daily management and operation of the Company. For this reason, the Company does not consider it appropriate to remunerate these executive directors in shares or to grant them a performance-related remuneration. The Company is of the opinion that the absence of such remuneration does not prevent the interest of these executive directors from being in line with the shareholders' interest and does not affect the judgement of these executive directors.

11.2 Internal audit and risk management

This section describes the key characteristics of the systems that the Company has specified relating to internal auditing and risk management.

11.2.1 Internal auditing (methodology)

The Audit Committee is responsible for identifying and evaluating the Company's risks and reports to the Board of directors, which approves the framework of the internal control systems and risk management set up by the Executive Committee.

The Executive Committee is responsible for setting up a system of appropriate internal controls in accordance with Article 17 of the RREC Law. In addition, the Executive Committee is responsible for the overall supervision of this internal control system.

The Executive Committee is required to report to the Board of Directors on the internal control system for which it has the final responsibility.

These appropriate internal controls consist of three components, i.e.,

1. risk management (governance risk management + risk manager);
2. compliance (integrity policy and compliance function)
3. internal audit (internal audit procedures + internal audit function); whereas internal audit should not be seen solely as a stand-alone third pillar here, but also as playing a 'transversal' role with respect to the two other pillars.

The internal control system shall aim in particular to achieve the following elements:

- business operations are conducted in an orderly manner, with due care and clearly delineated
- the resources deployed are used economically and efficiently;
- the risks are known and adequately controlled for the protection of assets;
- the financial and management information is sound and reliable;
- laws and regulations as well as general policies, plans and internal rules are all complied with.

An internal control system is set up within the Company, which is appropriate to the nature, scale and complexity of the business of the Company and its environment.

Care Property Invest has a relatively limited size in terms of employees, which has an impact on the structure and operation of the system of internal controls within the Company.

The design of the internal controls took account of the COSO-model (Committee of Sponsoring Organisations of the Threadway Commission), which is built around five components that are discussed below. Account was also taken of the guidelines in the context of the Law of 6 April 2010 to strengthen corporate governance in listed companies and autonomous public enterprises and to amend the regulation on professional prohibitions in the banking and financial sector and the 2020 Code.

The five control components considered were:

- the control environment;
- the risk management process;
- the control activities;
- information and communication;
- management.

Risk management function (Risk Manager)

At least once a year, the Board of Directors examines the internal control and risk management systems set up by the Executive Committee in order to ensure that the main risks (including the risks related to compliance with existing laws and regulations) are properly identified, managed and be notified to the Board of Directors. Mr Dirk van den Broeck, managing director/member of the Executive Committee, was appointed as risk manager, in compliance with Article 17, §5 of the RREC Law. The mandate of Mr Dirk Van den Broeck as risk manager is of indefinite duration. He has the required professional reliability and the appropriate expertise. More information on risk management can be found in section 11.2.3 'Risk management'.

Compliance function

The Compliance Officer shall ensure that Care Property Invest complies with the applicable laws, regulations and rules of conduct, in particular the rules relating to the integrity of the Company's activities, by monitoring of the various risks which the Company runs on the basis of its Articles of Association and activities.

The Company has appointed Mr Jan Van Beers as Compliance Officer. The Compliance Officer is appointed for an indefinite duration and has the necessary professional reputation and appropriate expertise for the performance of his duties.

Internal audit function

The internal audit function within the meaning of Article 17 §3 RREC Law was performed in 2023 by an external consultant. Until 31 January 2023, this was observed by Mazars Advisory Services, after which, since 1 February 2023, the internal audit function has been observed by the external consultant, BDO Advisory bv/srl.

The Company has also appointed Mr Willy Pintens, managing director/member of the Executive Committee, as internal audit manager within the meaning of Article 17 §3 of the RREC Law. Mr Willy Pintens' mandate as internal audit manager is for an indefinite period of time. He has the required professional reliability and appropriate expertise.

For more information on the internal audit, please refer to title 11.2.4 'Control activities' hereafter.

11.2.2 The control environment

Care Property Invest's governing body has defined its own corporate culture and ethical rules, subscribing to the principles set out in its integrity policy.

Throughout the Company's organisation, the Company continuously highlights integrity, the ethical values and expertise of the personnel, the management style and its philosophy, the organisational culture in general, the policy relating to delegation of authorisations and responsibilities and the human resources policy. The integrity policy of Care Property Invest forms an inseparable part of its corporate culture and places particular emphasis on honesty and integrity, adherence to ethical standards and the specific applicable regulations. In that regard, the Company or its directors and its employees must conduct themselves with integrity, i.e., in an honest, reliable and trustworthy manner.

The integrity policy specifically includes, but is not limited to the following fields of work:

(i) rules on conflicts of interest,
(ii) rules on incompatibility of mandates,
(iii) the Company's code of ethics
(iv) insider trading and abuse of power (insider trading and market manipulation),
(v) rules on abuse of company property and bribery (Article 492 bis of the Criminal Code).

Care Property Invest has a compliance officer, within the meaning of Article 17 §4 of the RREC Law, who is responsible for ensuring compliance with the rules relating to the integrity of the Company, its directors, its effective leadership, employees and authorised representative(s) and more specifically for drafting and testing recommendations. The Compliance Officer has always the possibility to directly contact the (chairman of) the Board of Directors. Since 2016, the company has had a compliance function charter, in which the working method and organisation of the compliance function are explained in more detail.

Furthermore, the Board of Directors supervises the integrity of financial information provided by Care Property Invest, in particular by assessing the relevance and consistency of the accounting standards applied by the Company, as provided for in Article 5 of the RREC RD. This supervision involves assessment of the accuracy, completeness and consistency of the financial information. This supervision covers the regular information before it is disclosed. In doing so, the Audit Committee shall inform the Board of Directors of the methods used for recording significant and unusual transactions, the processing of which may be open to different approaches.

The Board of Directors discusses these significant financial reporting issues with the Audit Committee as well as with the Executive Committee and the statutory auditor. In addition, the Board of Directors can always turn to the CFO, Mr Filip Van Zeebroeck. In this way, the financial reporting process to the Board of Directors is further strengthened. The financial statement and the (semi-)annual financial report are reviewed by the statutory auditor, who explains the work performed as part of his assignment to the Audit Committee.

11.2.3 Risk management

At least once a year the Audit Committee examines the internal control and risk management systems set up by the Executive Committee in order to ensure that the main risks (including the risks related to compliance with existing laws and regulations) are properly identified, managed and be notified to the Board of Directors. As a result of the adoption of the status of RREC, a risk manager was appointed, in compliance with Article 17, §5 of the RREC Law, namely Mr Dirk Van den Broeck. The risk manager's responsibilities include, among other things, drafting, developing, monitoring, updating and implementing the risk policy and risk management procedures (e.g., whistleblowers' scheme, conflict of interest regulations and the procedures described in the Dealing Code).

On the basis of his position, the risk manager fulfils his role by analysing and evaluating each category of risks facing the Company, both at regular intervals and on an ad hoc basis. On this basis, concrete recommendations can be formulated for the Executive Committee or the Board of Directors (which bears final responsibility for the risk management of the Company).

The Board of Directors annually adopts the risk policy, ensuring correct analysis and estimates of the existing risks as prepared by the risk manager prior to inclusion in the annual report. The Company also provides a specific arrangement according to which staff members may express concerns regarding possible irregularities in financial reporting or other matters in confidence. (the 'whistle-blowers' scheme')

If deemed necessary, arrangements will be made for an independent investigation and appropriate follow-up of these matters, in proportion to their alleged seriousness. Regulations are also made with regard to which staff members can inform the Chairman of the Board of Directors directly. The Company also has detailed policies on staff, including with regard to integrity, qualifications, training and assessment, and applies a business continuity policy, including a business continuity plan.

As part of its supervisory task, the Board of Directors evaluates twice a year the main risks that give rise to a mention in the half-yearly and annual financial reports on the basis of the reports of the Audit Committee. In addition to these periodic reviews, the Board of Directors closely monitors the risks in its regular meetings and also takes note of the risk analysis and the findings of both internal and external audit.

11.2.4 The control activities

The organisation is structured in such a way that all the important decisions concerning strategic, financial and operational matters are taken by several different people or are at least be subject to control by the management.

With regard to the financial reporting process, it can be reported that controls are built in which should ensure the quality and accuracy of the reported information.

The internal audit function, within the meaning of Article 17 §3 of the RREC Law, is fulfilled by an external consultant (also referred to as an 'external internal auditor'). This auditor is appointed based on a contract 'relating to outsourcing the internal audit function'. The internal auditor performs a risk analysis for each risk area, determining a risk profile and a score for each of these domains.

On the basis of this analysis, a plan is prepared and comprehensive annual audits are conducted of each area, with recommendations being formulated. Since the Company has opted for an external consultant to perform the internal audit function, it has also appointed a managing director internally, who ensures the follow-up of the recommendations of this external internal auditor and monitors his work. In addition, the reports will be submitted to the Board of Directors. The financial reporting function is also subject of frequent evaluation by the internal auditor. Please see the description above with regard to the supervision by the Board of Directors of the integrity of financial information provided by the Company.

The Company always takes into account the findings and possible observations of the internal and external auditor. These provide a guide for the Company to optimise its operations in relation to operational, financial and management matters, as well as risk management and compliance. The Board of Directors receives all internal audit reports and/or periodic summaries thereof. The external internal auditor also provides explanation on the work carried out on a regular basis.

The Board of Directors, on the advice of the Audit Committee, assesses the effectiveness of the internal audit and, in particular, makes recommendations on its operation. It also examines to what extent its findings and recommendations are met.

11.2.5 Information and communication

Communication is an important element of internal control and within Care Property Invest and is adjusted to the size of the organisation. General staff communication, internal memos, working meetings, e-mail and electronic calendars are used for communications. For the records, there is a digital central archive, and documents are also kept in physical form where necessary. The Executive Committee ensures appropriate communication and exchange of information to and from all levels within the Company and ensures that internal control objectives and responsibilities, necessary to support the operation of internal control, are propagated transparently.

Providing periodical financial and other occasional external information is streamlined and supported by appropriate allocation of responsibilities, coordination between the various employees involved and a detailed financial calendar.

11.2.6 Supervision and monitoring

Managing internal control within an organisation is a continuous process that should be evaluated on an ongoing basis and if necessary, adjusted. Periodical assessments are conducted at the level of the Board of Directors concerning the adequacy of internal control and risk management. Among other things, the findings and recommendations of the internal and external auditor constitute an important source of information in this context.

The follow-up procedure consists of a combination of supervision by the Board of Directors and the Executive Committee, and independent objective assessments of these activities based on internal auditor, external auditor or other third parties.

Relevant findings of the internal auditor and/or the statutory auditor relating to guidelines and procedures, segregation of responsibilities and application of IFRS accounting standards are reported to the Audit Committee and, if necessary, the Board of Directors.

In addition, financial information is explained in detail by the CFO in the Executive Committee and subsequently in the Audit Committee, which reports to the Board of Directors.

11.3 Shareholding structure

The Company has no knowledge of any shareholders holding more than 5% of the voting rights, as no notifications have been received to this effect within the context of the transparency legislation.

On 24 January 2023, Pensio b ofp reported no longer exceeding the 3% threshold due to a passive fall below the lowest threshold.

On 15 March 2023, Ameriprise Financial, Inc reported exceeding the 3% threshold as a result of the acquisition or disposal of voting securities or voting rights.

Care Property Invest crefers to its website www.carepropertyinvest.be for the publication of these transparency statements.

Other than the aforementioned notifications, the Company did not receive any new notifications for exceeding or falling below the 3% threshold during the 2023 and 2024 financial years (up to the date of this report).An overview of the shareholding structure is given in chapter 'IV. Care Property Invest on the stock market' on page 162 of the annual financial report.

11.4 Board of Directors

11.4.1 Current composition of the board of directors

On 31 December 2023, the Board of Directors consisted of eleven members, five of whom were independent directors who met the conditions of the Article 7:87 BCCA). There are five executive (managing) directors and six non-executive directors. The five managing directors are members of the Executive Committee.

The directors do not have to be shareholders. There are no family ties between the members of the Board of Directors.

In order to improve the continuity of the functioning of the Board of Directors and thus prevent several Directors from resigning at the same time, the Board of Directors drew up a schedule according to which the directors are to resign periodically. Their appointment may be revoked at any time by the general meeting. The directors are eligible for reappointment.

The list of directors is shown on the following pages.

11.4.2 Changes in the composition of the Board of Directors during the 2023 financial year

The Annual General Meeting on 31 May 2023 approved the proposal to reappoint Mr Paul Van Gorp, as a non-executive director, for a term of one year until after the ordinary general meeting of shareholders in 2024, and this given that his mandate ended after the 2023 Annual General Meeting.

11.4.3 Proposed amendments to the General Meeting of 2024

The Board of Directors will propose to the Annual General Meeting of 29 May 2024 that the following persons be reappointed as directors, as their term of office will end after the 2024 annual general meeting:

Ms Valérie Jonkers, as executive director, for a term of four years until after the ordinary general meeting of shareholders in 2028.

Mr Filip Van Zeebroeck, as executive director, for a term of four years until after the ordinary general meeting of shareholders in 2028.

Mr Michel Van Geyte, as non-executive director, for a term of four years until after the end of the ordinary general meeting of shareholders in 2028.

The Board of Directors decided not to re-nominate Ms Ingrid Ceusters and Mr Paul Van Gorp as candidate directors and would like to thank them for their services and efforts.

MARK SUYKENS

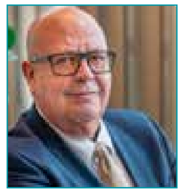
NON-EXECUTIVE DIRECTOR

Chairman Board of Directors
Chairman Nomination and Remuneration Committee
Chairman Investment Committee
Member of the Audit Committee

° 04/01/1952

Riemenstraat 76, 2290 Vorselaar

Start 1st mandate	28/01/2004, Chairman of the Board of Directors since 01/01/2006
End of mandate	After the OGM of 2025
Current position	Retired. Former CEO of the Association of Flemish Cities and Municipalities (VVSG vzw/NPO).
Background	As a Law graduate, he heads the Board and oversees the interaction between the Board and the Executive Committee. His experience and knowledge in the field of municipal and public welfare authorities are particularly important to his constructive contribution to the decision-making of the Board and, where appropriate, its communications with the public authorities.
Other current mandates	Director of Natuurwerk vzw, Director of Regionale Televisie Kempen/Mechelen vzw, acting Director of Poolstok cvba.
Mandates expired in the last 5 years	Chairman of the Board of Directors of Pinakes nv
Mandates in listed companies	/



PETER VAN HEUKELOM

EXECUTIVE DIRECTOR

CEO
Chairman of the Executive Committee

° 26/08/1955

Wijnegemsteenweg 85 bus 0007, 2970 Schilde

Start 1st mandate	21/05/2003
End of mandate	After the OGM of 2022
Current position	CEO of Care Property Invest.
Background	After graduating in Commercial Law and Financial Sciences, specialising in marketing, and post-graduate studies in Health Economics, Peter van Heukelom has continually enhanced his professional experience through courses in the field of finance/investments in social profit and the public sector. Prior to taking up his position as CEO of the Company in October 2009, he served in several positions, most recently as General Manager Social Profit and Public Sector at KBC Bank.
Other current mandates	Various mandates held in subsidiaries of Care Property Invest as Director or as permanent representative of Care Property Invest.
Mandates expired in the last 5 years	Only mandates held in various subsidiaries of Care Property Invest.
Mandates in listed companies	/

DIRK VAN DEN BROECK

EXECUTIVE DIRECTOR

Member of the Executive Committee
Member of the Audit Committee (advisory)
Risk manager

° 11/09/1956

Leo de Bethunelaan 79, 9300 Aalst

Start 1st mandate	As Non-Executive Director from the establishment of the Company on 30/10/1995 and as Executive Director from 01/07/2012
End of mandate	After the OGM of 2025
Current position	Director of companies.
Background	A law and economics graduate, he was a partner at Petercam until the end of 2010, served on various boards of directors of real estate companies and was involved in the launch of various real estate certificates. He is currently active as a director of real estate companies. His financial expertise contributes to well-considered and well-founded decision-making by the Board of Directors.
Other current mandates	Director Meli nv, Patrimmonia Real Estate nv and affiliates, Promotus bvba, Radiodiagnose vzw and Radiomatix nv.
Mandates expired in the last 5 years	Director Warehouses De Pauw Comm. VA (until April 2015)*, Independent director Omega Preservation Fund (until June 2015), Director Reconstruction Capital II Ltd.* (until 2018), Chairman Terra Capital Partners* (mandate expires during 2019)
Mandates in listed companies	As indicated above with *.

WILLY PINTENS

EXECUTIVE DIRECTOR

Member of the Executive Committee
Member of the Nomination and Remuneration Committee (advisory)
Internal Audit Manager

° 11/09/1946

Biezenmaat 10, 8301 Ramskapelle

Start 1st mandate	Since the establishment of the Company on 30/10/1995 and as managing director since 08/04/1998.
End of mandate	After the OGM of 2025
Current position	Retired
Background	Commercial Engineer and graduate in Commercial and Consular Sciences, can present a rich professional experience at Belfius Bank in the fields of finance, social profit investments and the public sector, and his expertise gives him the necessary competence as director and managing director to contribute to well-considered and well-founded board decision-making. Since the Company's establishment, Willy Pintens has been very closely involved in the Company's effective management and day-to-day operations.
Other current mandates	/
Mandates expired in the last 5 years	Director Frontida vzw (mandate expires on 29/12/2021).
Mandates in listed companies	/

VALÉRIE JONKERS

EXECUTIVE DIRECTOR

COO
Member of the Executive Committee

° 7/09/1985

Wezelsebaan 102B, 2900 Schoten

Start 1st mandate	27/05/2020
End of mandate	29/05/2024
Current position	Chief Operating Officer
Background	She obtained her law degree at the University of Antwerp and followed various trainings to deepen her specialisation in healthcare real estate. She started her career as a legal consultant in healthcare real estate, advising the various stakeholders (investors, developers, operators and contractors) in relation to healthcare real estate. Since mid- May 2014, she joined Care Property Invest as Investment Manager and since 1 July 2016 as COO and member of the Executive Committee. She is also a Director in a number of Care Property Invest subsidiaries.
Other current mandates	Various mandates held in subsidiaries of Care Property Invest.
Mandates expired in the last 5 years	Vzw Herenhof (end of mandate June 2017) and various mandates held in subsidiaries of Care Property Invest.
Mandates in listed companies	/

MICHEL VAN GEYTE

NON-EXECUTIVE INDEPENDENT DIRECTOR

Member of the Investment Committee
Member of the Audit Committee

° 6/02/1966

Sint-Thomasstraat 42, 2018 Antwerp

Start 1st mandate	27/05/2020
End of mandate	29/05/2024
Current position	CEO Nextensa nv
Background	He has been CEO of Nextensa since 22 May 2018. Nextensa is a combination of former real estate developer Extensa and real estate investor Leasinvest Real Estate. He studied at KU Leuven, where he obtained a master's degree in applied economics and a postgraduate degree in Real Estate. In 2016, he also completed an executive master in Corporate Finance at Vlerick Business School. In addition to his position as CEO, he is also a director in Nextensa and its subsidiaries, in Retail Estates and in ULI Belgium. He meets the criteria of Independent Director within the meaning of Article 7:87 BCCA.
Other current mandates	Various mandates held in subsidiaries of Nextensa Director Retail Estates NV and ULI Belgium and chairman at ULI Belgium / Luxembourg
Mandates expired in the last 5 years	/
Mandates in listed companies	Director of Nextensa NV and Retail Estates

FILIP VAN ZEEBROECK

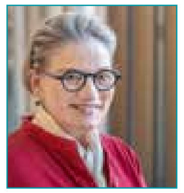
EXECUTIVE DIRECTOR

CFO
Member of the Executive Committee

° 30/05/1979

Cornelis de Herdtstraat 16, 2640 Mortsel

Start 1st mandate	27/05/2020
End of mandate	29/05/2024
Current position	Chief Financial Officer
Background	Filip Van Zeebroeck obtained his law degree at the University of Antwerp and subsequently followed a Manama in Business Law at the VUB and UA and in Tax Law at the UA. He started his career at the Bar of Antwerp and then worked as a legal advisor at Moore Stephens Verschelden and SBB in corporate and tax law. Since 22 April 2014, he has been employed by Care Property Invest as Company Lawyer and since 1 July 2016 as CFO and member of the Executive Committee. As part of this, he completed an MBA at the Antwerp Management School and an Executive Master Class in Corporate Finance at the Vlerick Business School. He is also a Director in a number of subsidiaries of Care Property Invest. He was also the Compliance Officer until 31/12/2019.
Other current mandates	Various mandates held in subsidiaries of Care Property Invest as Director or as permanent representative of Care Property Invest.
Mandates expired in the last 5 years	Only mandates held in various subsidiaries of Care Property Invest.
Mandates in listed companies	/



INGRID CEUSTERS-LUYTEN

NON-EXECUTIVE INDEPENDENT DIRECTOR

Member of the Audit Committee
Member of the Nomination and Remuneration Committee

° 18/12/1952

P. Benoitstraat 15, 2018 Antwerp

Start 1st mandate	27/05/2020
End of mandate	29/05/2024
Current position	Director of companies
Background	She holds a Master's degree in Dentistry from the VUB and started her career as a dentist at the Maxillofacial Surgery Department of the OCMW Antwerp. After her marriage to Hugo Ceusters, she left the medical sector for what it was and joined the family business, where she has been in charge ever since her husband passed away. In 1996, she completed her training as a real estate agent / syndic. In addition to her commitment to the family business, she is also a board member of the Antwerp Symphony Orchestra, Voka Antwerp, Women on Board, Infrabel and UZ Gent. She also received the IWEC award 2016 (International Women Entrepreneurial Award) and is a Commander in the Order of the Crown: 2008 by HRH King Albert II. She meets the criteria of Independent Director within the meaning of Article 7:87 BCCA.
Other current mandates	Managing director at CEUSTERS nv, director at Inhu bv, manager of HCS Real Estate Management bv, director at Voka Antwerpen and member of the management committee and chairwoman of the audit committee at UZ Gent.
Mandates expired in the last 5 years	Director Infrabel (mandate expires in May 2021) and director Antwerp Symphonic Orchestra.
Mandates in listed companies	/

CAROLINE RISKÉ

NON-EXECUTIVE INDEPENDENT DIRECTOR

Member of the Nomination and Remuneration Committee
Member of the Investment Committee

° 11/05/1964

Vrijgeweide 7, 2980 Zoersel

Start 1st mandate	16/09/2015
End of mandate	After the OGM of 2026
Current position	Managing Director/ gerontologist of Adinzo bvba / business manager Senes bvba/ owner and director Senes vzw
Background	Qualified Hospital Nurse with a degree in Medical and Social Sciences (Catholic University of Leuven), a Master's degree in Gerontology (Benelux University) and a Post Graduate degree in Healthcare Real Estate. She has attended various courses in subjects such as social legislation and psycho-gerontology and has gained experience in a variety of healthcare-related fields. With her expertise, she is able to make a valuable contribution to decision-making by the Board of Directors.
Other current mandates	Managing Director Adinzo bvba
Mandates expired in the last 5 years	Business Manager of Senes bvba which acted as shareholder and manager at C. Consult (Curaedis) (July 2014 to December 2015), Herenhof vzw (end of mandate 2015), Member of Astor vzw
Mandates in listed companies	/

PAUL VAN GORP

NON-EXECUTIVE DIRECTOR

Chairman of the Audit Committee
Member of the Investment Committee

° 18/10/1954

Rudolf Esserstraat 20 bus 403, 9120 Melsele

Start 1st mandate	18/05/2011
End of mandate	After the OGM of 2024
Current position	Retired
Background	Graduated in Commercial and Financial Sciences. Served as General Secretary of the Antwerp Public Social Welfare Centre (OCMW) in the period from 2000 to 2007, with responsibilities including the management of 17 nursing homes (2,400 beds), more than 2,000 assisted living flats and nine general hospitals. As Managing Direcotr of non- profit associations, he is today active in employment, housing and care for people with disabilities. From 2007 to October 2019, Managing Director of Dorp nr 2 Koningin Fabiola vzw, ACG vzw and De Vijver vzw, which are active in the employment, housing and care of people with disabilities.
Other current mandates	Director child abuse trust centre Antwerp (VKA)
Mandates expired in the last 5 years	Director Het Orgel in Vlaanderen vzw (mandate ended in 2016) (social organisation). As at 1/11/2021, his mandate ended at Dorp nr. 2 Koningin Fabiola vzw, ACG vzw and De Vijver vzw
Mandates in listed companies	/

BRIGITTE GROUWELS

NON-EXECUTIVE INDEPENDENT DIRECTOR

Member of the Nomination and Remuneration Committee
Member of the Audit Committee

° 30/05/1953

Parkdreef 45 bus 44, 1000 Brussel

Start 1st mandate	20/05/2015
End of mandate	After the OGM of 2025
Current position	Retired
Background	Former People's Deputy for the Brussels-Capital Region, Vice-Chairman of the Flemish Community Commission and Senator. Her political career includes the following public functions: Member of the Parliament of the Brussels-Capital Region (1992-97)/Member of the Flemish Parliament (1995-97)/Flemish Minister for Brussels Affairs and Equal Opportunities Policy (1997-99)/President of the Parliament of the Brussels-Capital Region and member of the Flemish Parliament (1999 -2004)/ State Secretary Brussels-Capital Region (2004-2009), responsible for Equal Opportunities Policy, Public Administration and the Port of Brussels/member of Flemish Community Commission (VGC) for Welfare, Health and Family, Ethnic and Cultural Minorities and Civil Service Affairs/Minister of the Brussels Regional Government (2009-2014) responsible for Public Works and Transport, Information Technology Policy, Port of Brussels/ member of Flemish Community Commission for Welfare, Health and Family Affairs (including Flemish local service centers, child care, care of the disabled and other areas)/Ethnic and Cultural Minorities and media policy/member of Joint Community Commission for Assistance to persons (bi-Community N/F rest homes, care of the disabled, etc; guardianship of CPASs/OCMWs and Public Hospitals)/Member Brussels Capital Parliament - Senator (2014-2019)
Other current mandates	Chairwoman of the Friends of the Basilica of Koekelberg asbl and director of Huize Monika asbl
Mandates expired in the last 5 years	/
Mandates in listed companies	/

As at 31 December 2023, the Board of Director consists of 11 members, 5 of whom are independent directors.

11.4.4 Assignments of the Board of Directors

The Board of Directors has the broadest powers to perform all acts that are necessary or useful for the realization of the object of the Company. The Board may perform all other actions that are not expressly reserved for the general meeting by law or by the Articles of Association. The Board of Directors decides upon the long-term operating strategy, investments, disinvestments and financing strategy of the Company, closes the annual financial statements, and draws up the half-yearly and quarterly financial statements of the RREC.

It draws up the 'Report of the Board of Directors' that contains, among others, the 'Corporate Governance Statement', it decides how the authorised capital is used and convenes the ordinary and extraordinary general meetings of shareholders. It ensures the relevance, accuracy and transparency of communication to the shareholders, financial analysts and the general public, such as prospectuses, Annual and Half-yearly Financial Reports, quarterly statements, and press releases. It is also the body that decides on the Company's Executive Committee structure and determines the powers and duties of the Company's effective managers.

11.4.5 Functioning of the Board of Directors

11.4.5.1 Frequency and convocation of meetings

The Board of Directors convenes meetings as often as necessary for the performance of its duties. The Board of Directors normally meets every month, and also whenever this is required in the interests of the Company. The Board of Directors is convened by the Chairman or by two directors whenever the interests of the Company so require. The notice states the place, date, time and agenda of the meeting and is sent by letter, e-mail or other written means at least 48 hours before the meeting. Each director who attends a meeting of the Board of Directors or is represented at such meeting is considered to be regularly called up.

11.4.5.2 Deliberations and voting

The Board of Directors can only validly deliberate and decide if at least a majority of the directors are present or represented. If this quorum is not reached, a new Board of Directors may be convened with the same agenda, which will validly deliberate and decide if at least two directors are present or represented.

With respect to items not on the agenda, it may only deliberate with the consent of the entire Board of Directors and provided that all directors are present or represented. Any director may authorize another member of the Board of Directors by letter, e-mail or in another written form to represent him or her at a meeting of the Board of Directors and validly vote in his place.

The Board of Directors may meet by conference call, video conference or similar communication equipment, by means of which all persons participating in the meeting can hear each other. Any director may also provide his or her advice to the chairman by letter, e-mail or other written form.

The Board of Directors may adopt a decision as provided for in the BCCA by unanimous written consent of all directors. If a director has a direct or indirect financial interest that is contrary to a decision or transaction that falls within the powers of the Board of Directors, he shall comply with the provisions of Article 7:96 BCCA. The members of the Board of Directors shall also comply with Articles 37-38 of the public RREC Law.

The decision-making within the Board of Directors may not be dominated by an individual or by a group of directors.

Resolutions are carried by a simple majority of the votes cast. Blank or invalid votes shall not be counted as votes cast. In the event of a tie in the votes of the Board of Directors, the director chairing the meeting shall have a casting vote.

11.4.5.3 Minutes

The decisions of the Board of Directors are recorded in minutes after each meeting. They are sent to each director, together with the invitation to the next meeting, and approved at this meeting.

The minutes of the meeting summarise the discussions, specify the decisions taken and mention the various opinions and possible reservations of certain directors. They are kept at the Company's office. The Board of Directors appointed Ms Nathalie Byl as secretary.

11.4.5.4 Integrity and commitment of the directors

All directors, executive and non-executive, and the latter regardless of whether or not they are independent, must make decisions on the basis of an independent view.

The directors should ensure that they receive detailed and accurate information and should study it thoroughly in order to be able to control the main aspects of the Company's business properly, in the present and the future. They should seek clarification whenever they deem it necessary.

Although they are part of the same collegiate body, both executive and non-executive directors each have a specific and complementary role on the Board. The executive directors provide the Board of Directors with all relevant business and financial information to enable it to fulfil its role effectively.

The non-executive directors discuss the strategy and key policies proposed by the Executive Committee in a critical and constructive manner and help to develop these in more detail. Non-executive directors should scrutinize the performance of the Executive Committee in light of the agreed goals.

Directors must treat confidential information they have received in their capacity as directors with due care and may use it only in the context of their mandate.

11.4.5.5 Representation

In accordance with Article 26 of the Articles of Association, the Company shall be validly represented in all its acts, including those in which a public official or ministerial officer cooperates, as well as in judicial matters, either by two directors acting jointly or, within the limits of day-to-day management, by two members of the Executive Committee acting jointly.

11.4.6 Activity report of the board of directors

During the 2023 financial year, the Board of Directors met 13 times.

The main agenda items handled by the Board of Directors during the 2023 financial year can be summarised as follows:

- Operating and financial reporting.
- Analysis and approval of the financial and business plan.
- Analysis and approval of budgeting.
- Discussion of the financial and investment strategy.
- Analysis and determination of the Company's strategic initiatives.
- Reporting on the implementation of decisions taken.
- Internal audit reporting
- Reporting by the effective leaders on internal control.
- Reporting of the Nomination and Remuneration Committee
- Reporting of the Audit Committee
- Preparation of Interim Statements, Annual and Half-yearly Reports.
- Discussion and approval press release on the annual figures.
- Remuneration policy and bonus scheme.
- Evaluation of the size, composition and functioning of the Board of Directors and its interaction with the Effective Leaders.
- Preparation of the general and extraordinary general meetings.
- Preparation of the special reports of the Board of Directors within the framework of a capital increase.
- Analysis and approval of investment files.
- Approval of merger proposals and realisation of these mergers.
- Establishment of Belgian and Dutch subsidiaries.
- Discussion and nomination to the general meeting of the reappointment of directors
- Discussion risk plan.
- Discussion debt ratio.
- Discussion Sustainability Report.
- Discussion IT security.
- Appointment Compliance Officer

11.4.7 Remuneration of the directors

See further in the remuneration report, point '11.11.2.4 Overview of the remuneration for directorships in the 2023 financial year' on page 119 hereafter.

11.4.8 Committees of the board of directors

The Board of Directors has set up Committees in its midst to assist and advise the Board of Directors in their specific areas. They have no decision-making power but report to the Board of Directors, respectively the Executive Committee which takes the final decisions.

11.4.8.1 Nomination and Remuneration Committee

On 14 February 2018, the Board of Directors decided to set up a Nomination and Remuneration Committee that, in terms of composition, meets the conditions imposed by the Article 7:100 BCCA and the Code 2020. The chairman of the Board of Directors, Mr Mark Suykens, is chairman of this Committee. Furthermore, the Committee consists of three non-executive directors, namely Ms Caroline Riské, Ms Brigitte Grouwels and Ms Ingrid Ceusters. They are regarded as independent directors within the meaning of the Article7:87 of the Belgian Code for Companies and Associations (BCCA). The Board of Directors is of the opinion that they have the required expertise in the field of remuneration policy. Mr Willy Pintens, managing director and member of the Executive Committee, attends the meetings of the Nomination and Remuneration Committee in an advisory capacity as representative and as member of the Executive Committee.

11.4.8.1.1 THE ROLE OF THE NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee is an advisory body within the Board of Directors and will assist and advise it. It will make proposals to the Board of Directors with regard to the composition and evaluation of the Board of Directors and its interaction with the Executive Committee, the remuneration policy, the individual remuneration of the directors and the members of the Executive Committee, including variable remuneration and long-term performance premiums, that may or may not be linked to shares, in the form of stock options or other financial instruments, and of severance payments, and where applicable, the resulting proposals to be submitted by the Board of Directors to the shareholders.

In its role as remuneration committee, the committee prepares the remuneration report that is added by the Board of Directors in the corporate governance statement as referred to in Article 3:6, §2 BCCA. The remuneration report is further included in this chapter under item '11.11 Remuneration report 2023' on page 118.

11.4.8.1.2 THE FUNCTIONING AND RESPONSIBILITIES OF THE NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee shall meet at least twice a year and whenever it deems it necessary for the proper performance of its duties. The Chairman of the Nomination and Remuneration Committee, in consultation with the managing director who participates in the meetings with an advisory vote as representative of the Executive Committee, draws up the agenda for each meeting of the Nomination and Remuneration Committee. The Committee reports regularly to the Board of Directors about the exercise of its tasks. The Nomination and Remuneration Committee evaluates at least every three years its efficiency, its functioning and its synergy with the Board of Directors, revises its internal regulations and recommends subsequently, when applicable, the necessary modifications to the Board of Directors.

A more detailed description of the role, functioning and responsibilities of the Nomination and Remuneration Committee can be found in the Charter, which is available on the website www.carepropertyinvest.be.

11.4.8.1.3 ACTIVITY REPORT OF THE NOMINATION AND REMUNERATION COMMITTEE

During the 2023 financial year, the Nomination and Remuneration Committee met 3 times to discuss the following matters:

- Evaluation of the interaction of the non-executive directors and the Executive Committee.
- Review of management's performance against the set criteria on the award of variable remuneration.
- Proposal to award the bonus amount tranche for the 2022 financial year, distributed over 2022-2023-2024.
- Determination of the parameters of the variable remuneration for the management for the 2023 financial year.
- Approval of short- and long-term bonus regulations

11.4.8.2 Audit committee

The Board of Directors decided on 13 February 2019 to establish an Audit Committee, the composition of which was last changed on 9 March 2021. The composition of the Audit Committee and the qualifications of its members meet the requirements of section 7:99 BCCA, as well as the Code 2020.

The committee consists of 5 non-executive directors, namely Mr Paul Van Gorp, as chairman, Ms Ingrid Ceusters, Mr Mark Suykens, Ms Brigitte Grouwels and Mr Michel Van Geyte. Mr Dirk Van den Broeck participates as a representative of the Executive Committee and as a member with an advisory vote.

All members of the Audit Committee have the collective expertise required by law with regard to the activities of the audited company. The independent directors who sit on the Audit Committee and the Board of Directors of Care Property Invest all meet the criteria set out in Article 7:87 BCCA and the Code 2020.

11.4.8.2.1 THE ROLE OF THE AUDIT COMMITTEE

In summary, the Company's Audit Committee has the task of ensuring the accuracy and reliability of all financial information, both internal and external.

It ensures that the Company's periodic financial reports give a true, fair and clear picture of the situation and of future prospects of the Company and audits in particular the annual and periodic financial statements before they are published. The Audit Committee also verifies the correct and consistent application of the various applied accounting standards and valuation rules. It also monitors the independence of the statutory auditor and has an advisory role during the (re)appointment of the statutory auditor.

11.4.8.2.2 THE FUNCTIONING AND RESPONSIBILITIES OF THE AUDIT COMMITTEE

The Audit Committee meets at least 4 times a year, i.e., at the end of each quarter, and then reports its findings to the Board of Directors. Its main tasks are the following:

- notifying the Board of Directors of the result of the statutory audit of the financial statements and, as the case may be, the consolidated financial statements and explaining how the statutory audit of the financial statements and, as the case may be, the consolidated financial statements contributed to the integrity of the financial reporting and the role played by the Audit Committee in that process;
- monitoring the Company's quarterly periodic financial reports, consisting of monitoring the integrity and accuracy of the figures and the relevance of the accounting standards applied, and making recommendations or proposals to ensure the integrity of the process;

- monitoring the effectiveness of the internal control and risk management systems, including the adaptation of the IT system to cover risks relating to IT security and internal security as much as possible, as well as monitoring the internal audit and its effectiveness;
- following up the recommendations of the external consultant acting as the internal auditor;
- monitoring the statutory auudit of the annual and consolidated financial statements, including following up the questions and recommendations formulated by the statutory auditor;
- assessing and monitoring the independence of the statutory auditor, in particular assessing whether the provision of additional services to the Company is appropriate. More specifically, the Audit Committee analyses with the statutory auditor the threats to his independence and the security measures taken to mitigate these threats, when the total fees in a public-interest entity, exceed the criteria set out in Article 4, § 3 of Regulation (EU) No 537/2014;
- recommend to the Board of Directors of the Company for the appointment of the statutory auditor and, where appropriate, the auditor responsible for the statutory audit of the consolidated financial statements, in accordance with Article 16(2) of Regulation (EU) No 537/2014.

The Company's internal auditor and statutory auditor report to the Audit Committee on the important issues that they identify during their assignment for the statutory audit of the financial statements. The Audit Committee gives an explanation of this to the Board of Directors.

The Audit Committee makes recommendations to the Board of Directors regarding the selection, appointment and reappointment of the external auditor and regarding the conditions of his appointment. The Board of Directors submits the Audit Committee's proposal to the shareholders for approval.

A more detailed description of the role, functioning and responsibilities of the Audit Committee has been included in the Charter, which is available on the website www.carepropertyinvest.be.

11.4.8.3 Investment Committee

The Board of Directors decided on 13 February 2019 to establish an Investment Committee, the composition and functioning of which was amended on 4 November 2020. The members, in diverse fields within both the real estate and economic domains, have the desired professional experience and the necessary educational background. This allows the different skills of its members to be deployed according to the nature and needs of the investment dossier presented.

The Committee consists of four non-executive directors, namely Mr Mark Suykens as chairman, Mr Michel Van Geyte, Ms Caroline Riské and Mr Paul Van Gorp. The independent directors who have a seat on the Investment Committee all meet the criteria set out in section 7:87 BCCA and the 2020 Code.

11.4.8.3.1 THE ROLE OF THE INVESTMENT COMMITTEE

The Investment Committee is an advisory body charged with the task of advising on investment and possible divestment files in order to speed up the decision-making process. The Board of Directors, respectively the Executive Committee, remains responsible for supervising and taking the final decision on this matter. The Investment Committee carries out its task in accordance with the Company's Integrity Policy.

11.4.8.3.2 THE FUNCTIONING AND RESPONSIBILITIES OF THE INVESTMENT COMMITTEE

The Investment Committee meets on an ad hoc basis, i.e., whenever the discussion of a concrete file is deemed necessary. The Investment Committee then formulates its findings and verdict on a file to the Board of Directors. The final decision on a handled file is always taken by the Board of Directors, respectively the Executive Committee of the Company.

- The Investment Committee is responsible for the following tasks:
- selection of investment files (or possible divestment files)
- analysis of investment files (or possible divestment files)
- preparation of investment files (or possible divestment files)
- following up on the negotiations

In the Charter, which is available on the Company's website, www.carepropertyinvest.be, a more detailed description of the role, functioning and responsibilities of the Investment Committee is included.

11.4.9 Overview of the directors and their attendance at meetings until 31 December 2023:

Name	Board of Directors	Executive Committee	Audit Committee	Nomination and Remuneration Committee	Investment Com-mittee
Peter Van Heukelom	12/13	21/21	-	-	-
Valérie Jonkers	12/13	21/21	-	-	-
Filip Van Zeebroeck	11/13	21/21	-	-	-
Willy Pintens	12/13	21/21	-	2/2	-
Dirk Van den Broeck	13/13	21/21	4/5	-	-
Mark Suykens	13/13	-	5/5	2/2	09/09
Ingrid Ceusters	12/13	-	5/5	2/2	-
Brigitte Grouwels	09/13	-	5/5	1/2	-
Caroline Riské	12/13	-	-	2/2	08/09
Michel Van Geyte	11/13	-	3/5	-	05/09
Paul Van Gorp	12/13	-	5/5	-	09/09

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11.5 Executive Committee

11.5.1 Executive Committee and effective managers

In accordance with Article 7:121 of BCCA and Article 27 of the coordinated Articles of Association, the Board of Directors delegated management powers to the Executive Committee. The Executive Committee is responsible for the daily management of the Company. The role, functioning and composition of the Executive Committee have been determined, in addition to the Statutes, by the Board of Directors and are described below.

11.5.2 Executive Committee in 2023

11.5.2.1 The role of the Executive Committee

The role of the Executive Committee mainly consists of:

- Implementing the decisions made by the Board of Directors.
- Performance of the daily management of the Company and reporting to the Board of Directors accordingly.
- A suitable governance structure and implementing and maintaining an administrative, accounting, financial and technical organisation that enables the Company to perform its activities and organise suitable controls, such in accordance with the RREC Law, based on a reference framework as approved by the Board of Directors.
- Supervision of the financial reporting process in accordance with the applicable standards for annual financial statements, the accounting standards and the valuation rules of the Company.
- Proposing a balanced and comprehensible assessment of the Company's financial situation, the budget and the business plan to the Board of Directors.
- Implementing general management of the property assets insofar not already inherent in the items above.

The entire Board of Directors

11.5.2.2 The powers and functioning of the Executive Committee

The powers of the Executive Committee include at least the following elements:

- Analysis, definition and setting out proposals of the Company's general policy and strategy, and presenting this to the Board of Directors for discussion and adoption (including the general policy themes relating to financial management, risk management, preparing the business plan and the budget).
- Analysis, review and approval of investment and disposal projects in line with the general strategy determined by the Board of Directors and preparing recommendations to the Board of Directors relating to property projects.
- Detailing, preparing and presenting proposals to the Board of Directors or its Committees, if any, relating to all issues that fall within their responsibility.
- All financial and non-financial communication, including publication of the Company's mandatory disclosures (including the statutory and consolidated annual financial statements, the annual and half yearly financial reports and interim statements) and other key financial and non-financial information, based on mandatory or voluntary disclosure.
- Operational management of the Company; daily operations that includes the following aspects, not limited to the listed items.
    - Implementing the decisions made and policies issued by the Board of Directors.
    - The commercial, operational and technical management of the property assets.
    - Managing the financial liabilities.
    - Preparing financing schemes relating to investment projects.
    - The introduction and continued implementation of a suitable internal control in accordance with the RREC Law (including an independent internal audit function, a risk management function and a risk policy, and an independent compliance functions including integrity policy), based on the reference framework as adopted by the Board of Directors and any committees, without prejudice to the statutory requirements to persons tasked with the internal controls as set out in the RREC Law.
    - Organisation and management of the supporting functions, including:
        - human resources, including recruitment, training and remuneration of the Company's personnel;
        - internal and external (if relevant) communication;
        - the management of the information systems (IT);
        - legal and tax issues.
- Providing all the information in due course that the Board of Directors requires for the performance of its obligations.

The CEO, who is also a managing director, has, next to his responsibility as the Chairman of the Executive Committee, a general and coordinating function and is responsible for the daily management of the Company. As head of staff he is also responsible for the general management and supervision of the team, including determination of the task allocation and monitoring of their presence, missions and performance.
The CFO, who is also an executive director, leads the finance team in addition to his mandate within the Executive Committee.
The COO, who is also the managing director, is in charge of the operational and investment team in addition to her mandate within the Executive Committee.

The other managing directors provide general supervision of the day-to-day operations and take on the role of internal audit manager on the one hand and risk manager on the other.

Article 26 of the Articles of Association provides that the Company in all its actions, including legal representation, is validly represented by two members of the Executive Committee acting jointly, within the limits of the Executive Committee.

The Executive Committee and its members exercise their powers in accordance with the Charter, the Company's Articles of Association, the decisions of the Executive Committee and of the Board of Directors, the specific or general guidelines of the Board of Directors, the provisions of the BCCA, the provisions of the RREC legislation and any other applicable legal, administrative or regulatory provisions.

The Committees support the Executive Committee in a number of its aforementioned powers. If there is a conflict of interest on the part of one of the members of the Executive Committee, this member shall refrain from the deliberations and decisions taken by the other members of the Executive Committee.

11.5.2.2.1 COMPOSITION OF THE EXECUTIVE COMMITTEE

As at 31 December 2023, the Executive Committee consisted of the following persons, all effective managers in the sense of Article 14 of the Act of 12 May 2014, as altered by the Act of 22 October 2017:

Name	Function	Start of first mandate	End of mandate of the Executive Committee
Peter Van Heukelom	Chief Executive Officer (CEO) and Managing Director Chairman of the Executive Committee	21/05/2003	After the OGM of 2026
Dirk Van den Broeck	Managing (Executive) Director and Risk Manager	30/10/1995	After the OGM of 2025
Willy Pintens	Managing (Executive) Director and Internal Audit Manager	30/10/1995	After the OGM of 2025
Filip Van Zeebroeck	Chief Financial Officer (CFO) and Managing (Executive) Director	07/01/2016	After the OGM of 2024
Valérie Jonkers	Chief Operation Officer (COO) and Managing (Executive) Director	07/01/2016	After the OGM of 2024

The term of office of the members of the Executive Committee coincides with the duration of their term of office in the Board of Directors.

11.5.2.3 Remuneration of the members of the Executive Committee

See further in the remuneration report, point '11.11.2.2 Remuneration of Executive Directors other than the CEO, CFO and COO' on page 118 hereafter.

11.6 Statements concerning the directors, effective leaders and members of the management team (Annex I to the Delegated Regulation (EU) No 2019/980)

All directors of the Company have declared that they have not been convicted of fraud offences during the aforementioned five years.

In addition, all directors of the Company have declared that, as members of a management, executive or supervisory body, they have not been involved in any bankruptcy, suspension of payments or liquidation or any company under administration during the aforementioned five years. However, Valérie Jonkers, Willy Pintens and Peter Van Heukelom were members and directors of Frontida, a non-profit association with registered offices at Horstebaan 3, 2900 Schoten, registered in the Kruispuntbank van Ondernemingen under number 0505.856.879. This NPO was established within the framework of the subscription to a public tender relating to a project of the Company for the realisation of facilities for elderly care in Balen (Belgium). This NPO was dissolved, with immediate closure of the settlement, on 29 December 2021, as the public tender was not awarded to the Company and the NPO was never operationally active, leaving the NPO with no reason to exist.

Additionally, all directors have declared that they have not been the subject of any official and publicly expressed accusations and/or sanctions imposed by any statutory or supervisory authority, nor have they been declared incompetent to act as (i) members of the administrative, management or supervisory bodies of an issuer or (ii) as part of the management or pursuit of the activities of an issuer by any court.

No family relationships exist between the members of the administrative, management or supervisory bodies.

The Company has not entered into any employment agreements with the members of the administrative, management and supervisory bodies. Only severance pay is planned in the management agreements with the executive management (the CEO, CFO and COO), which never amounts to more than eighteen months of the annual (fixed) remuneration. There were no departing directors or members of management since 1 January 2023 to the date of this document and therefore no severance payments were paid out during that period.

The following directors hold following shares in the Company as at the date of 31 December 2023:

- Valérie Jonkers (8,724),
- Willy Pintens (3,246);
- Mark Suykens (3,612);
- Dirk Van den Broeck (14,676[1]);
- Paul Van Gorp (4,000);
- Peter Van Heukelom (23,352);
- Filip Van Zeebroeck (10,000).

(1) 8,666 shares are held by Patrimmonia Real Estate NV, which is controlled by Dirk Van den Broeck.

11.7 Diversity policy

The Board of Directors takes into account gender diversity, diversity in general and complementarity in terms of skills, experience and knowledge when defining the long-term values, core policies, standards and objectives of the Company. The Nomination and Remuneration Committee also takes this intended diversity within the Board of Directors into account when formulating advice regarding the appointment of directors, members of the Executive Committee and other leaders.

After all, such a diversity policy makes it possible to approach problems from different points of view within the Board of Directors and within the Executive Committee, thus contributing to balanced decision-making.

On the basis of Article 7:86 BCCA, at least one third of the members of the Board of Directors (rounded up to the nearest whole number) must be of a different gender from the other members. As at 31 December 2023, the Board of Directors consists of 4 women and 7 men, as a result of which this one-third rule has already been complied with.

Care Property Invest will continue to strive to maintain this gender diversity when proposals for appointment are considered.

11.8 Prevention of conflicts of interest

Each director and effective manager is encouraged to arrange his/her personal and business affairs so as to avoid any direct or indirect conflicts of interest with the Company.

With regard to the regulation of conflicts of interest, the Company is subject to the legal rules, being articles 7:86 BCCA and 36 to 38 of the RREC Law and the rules in its Articles of Association and in the Charter.

Without prejudice to the application of legal procedures, the Company's Charter sets out specific procedures to offer a way of resolving potential conflicts.

The Board of Directors ensures that the Company is managed exclusively in the Company's interests and in accordance with the provisions of the RREC legislation. The integrity policy attached to the Charter also sets out rules relating to conflicts of interest.

11.8.1 Conflicts of interest relating to directors / members of the Executive Committee

If a director has, directly or indirectly, an interest of a proprietary nature that conflicts with a decision or transaction falling within the competence of the Board of Directors, he or she must comply with the provisions of Article7:96 BCCA. This means that all directors must notify the Board of Directors and the statutory auditor of any conflicts of interest when they arise and must abstain from voting on these matters. Any abstention due to a conflict of interest must be disclosed in accordance with the relevant provisions of the BCCA and is therefore reported in the annual report.

The members of the Board of Directors must also comply with Articles 36 to 38 of the RREC Law. In addition to the provisions of the BCCA and the rules on conflict of interest arising from the RREC Law, Care Property Invest requires each (managing) director or member of the Executive Committee to avoid conflict of interest as far as possible.

If a conflict of interest (not covered by the statutory regulations on conflicts of interest) nevertheless arises in relation to a matter that falls within the competence of the Board of Directors or the Executive Committee, and on which it must take a decision, the director in question must notify his or her fellow directors of this. They then decide whether the member concerned may or may not vote on the matter to which the conflict of interest relates and whether he/she may attend the discussions on this matter. It is explicitly made clear here that non-compliance with the above (additional) rules on conflicts of interest cannot affect the validity of decision-making by the Board of Directors.

11.8.1.1 Conflicts of interest relating to transactions with affiliated companies

Care Property Invest also serves the procedure of the then applicable Article 7:97 BCCA. In the 2023 financial year, the Company had no persons qualifying as affiliated persons within the meaning of Section 7:97 BCCA, being natural persons or legal entities affiliated with the Company and which are not a subsidiary of the Company.

11.8.1.2 Conflicts of interest concerning transactions with affiliated persons, the effective managers and staff of the company

Transactions between the Company or an affiliated company and a member of the Board of Directors, the Executive Committee or member of staff must always be conducted at market-based conditions, under the supervision of the Board of Directors.

Pursuant to Article 37 of the RREC Law, the Company must notify the FSMA in advance if one of the persons referred to below acts as a counterparty in a property transaction with the Company or with a company over which it has control, or if any benefits are gained through such a transaction by persons including those listed below:

- the persons who control the public RREC or hold participating interests in it;
- the promoters of the public RREC;

- the persons with whom the RREC or a promoter of the RREC are affiliated or with which the RREC or a promoter of the RREC have a participating interest relationship;
- the directors, managers, members of the Executive Committee, the persons responsible for the daily management, the effective leaders of the RREC or the promoters of the RREC, or the persons who control the Company or hold participating interests in the Company.

In its notification of the FSMA, the RREC must show its interest in the planned transaction and that the transaction in question forms part of the normal activities of the RREC. If the FSMA finds that the information in the aforementioned notice is insufficient, incomplete, inconclusive or irrelevant, it shall notify the RREC accordingly. If no action is taken in response, the FSMA may publish its position.

These transactions must be conducted on an arm's length basis.

When a transaction that takes place in the circumstances described above relates to property as referred to in Article 47 § 1 of the RREC Law, the valuation of the expert is binding for the RREC (for determining the minimum price in the case of a transfer, or the maximum price in the case of an acquisition).

The transactions referred to above, as well as the information contained in the preceding notice to the FSMA, must be disclosed immediately and explained in the annual financial report and the statutory auditor's report.

Pursuant to Article 38 of the RREC Law, these provisions do not apply to:

- transactions relating to a sum of less than the lower of 1% of the Company's consolidated assets and €2,500,000;
- the acquisition of securities by the Company in connection with a public issue by a third-party issuer for which a promoter of the RREC or one of the persons referred to in Article 37 § 1 of the RREC Law act as intermediaries within the meaning of Article 2, 10° of the Act of 2 August 2002;
- the acquisition of or subscription to shares in the Company issued pursuant to a decision of the general meeting by the persons referred to in Article 37 § 1 of the RREC Law; and
- transactions relating to cash and cash equivalents of the Company or one of its subsidiaries, provided that the person acting as the counterparty has the status of intermediary within the meaning of Article 2, 10°, of the Act of 2 August 2002 and that these transactions are conducted at market-based conditions.

11.8.2 Conflicts of interest procedure during the 2023 financial year

Pursuant to Article 7:96 BCCA, a director who has a direct or indirect interest of a patrimonial nature that conflicts with the Company's interest in connection with a decision or transaction that falls within the competence of the Board of Directors must notify the other directors thereof before the Board of Directors takes a decision. The conflicted director's statement and explanation of the nature of this conflicting interest shall be minuted. In the minutes, the Board of Directors shall describe the nature of the decision or transaction and its patrimonial consequences for the Company and justify the decision taken. This part of the minutes shall be included in full in the annual report or in a document filed together with the financial statements. The minutes shall be communicated to the statutory auditor without delay.

In the minutes of the meeting of the Board of Directors held on 20 March 2023, a conflict of interest was noted on behalf of Messrs Peter Van Heukelom, Filip Van Zeebroeck and Ms Valérie Jonkers. The minutes state:

> *'Peter Van Heukelom, Filip Van Zeebroeck and Valérie Jonkers declare to have, in application of Article 7: 96 of the Code of Companies and Associations to have an interest of a patrimonial nature, contradictory to that of the Company, in relation to the decision on the agenda under sub-paragraphs 4, 5 and 6, since on the one hand they are directors of the Company and on the other hand, as managers of the Company, they are beneficiaries of the bonus amount for the 2022 financial year and of the Company's (variable) remuneration policy for the 2023 / 2023-2025 financial year and the short- and long-term bonus regulations apply to them (the Variable Remuneration). As such, the decision regarding the Variable Remuneration may have proprietary implications for Peter Van Heukelom, Valérie Jonkers and Filip Van Zeebroeck that are contrary to the interest of the Company, as each would (could) be entitled to remuneration at the Company's expense pursuant to the Variable Remuneration.'*

In the minutes of the meeting of the Board of Directors held on 23 October 2023, a conflict of interest was noted on the part of Ms Valérie Jonkers and Mr Filip Van Zeebroeck. The minutes state:

> '*Valérie Jonkers and Filip Van Zeebroeck declared, prior to the meeting, in application of Article 7:96 of the Code of Companies and Associations, to have an interest of a patrimonial nature, contradictory to that of the Company, with regard to decision sub 3 on the agenda, since they are candidate successors in the event of a possible retirement of the CEO. Neither director was present* during the discussion of this agenda item.'

The Company is further not aware of any potential conflicts of interest between the directors' duties to the Company, on the one hand, and their own interests and/or their other duties, on the other, except in relation to (the remuneration under) the management agreements with the CEO, CFO and COO. However, the Board of Directors does not expect these circumstances to result in the CEO, CFO and COO having a conflict of interest in relation to their duties to the Company.

11.8.3 Supervison of transactions in Care Property Invest shares

The Board of Directors has published its policy on the prevention of market abuse and insider trading in the Charter.

The independent compliance function is carried out by Mr Jan Van Beers. The Company has drawn up a charter of the compliance function in which the objective and the functioning of the compliance function are set out in accordance with the FSMA circular. The Board of Directors, the Executive Committee and the staff of the Company have taken note of this Charter.

The compliance officer ensures, amongst other things, that the rules of conduct and the declarations relating to transactions on Care Property Invest shares, carried out by directors and other insiders for their own account, are observed, in order to limit the risk of insider trading.

11.9 The powers of the administrative body, in particular with regard to the possibility of issuing or repurchasing shares

In response to the decision of the Extraordinary General Meeting of 15 June 2020, the Board of Directors is allowed to acquire and hold in pledge own shares with a maximum of ten per cent (10%) of the total issued shares, to a unit price not lower than ninety per cent (90%) of the average rate of the last thirty (30) days of the listing of the share on the regulated market of Euronext Brussels, nor higher than hundred and ten per cent (110%) of the average rate of the last thirty (30) days of the listing of the share on the regulated market of Euronext Brussels, or a maximum increase or decrease of ten per cent (10%) in comparison with the above mentioned rate.

This approbation is granted for a renewable period of five (5) years, counting from publication in the attachment of the Belgian Official Gazette of the decision of the Extraordinary General Meeting of 15 June 2020.

The Board of Directors is permitted, in particular, to acquire, hold in pledge and sell the own shares of the Company without prior decision of the general meeting when this acquirement or sale is necessary to avoid serious or threatening damage to the Company for a duration of five (5) years, counting from publication in the Belgian Official Gazette of the decision of the Extraordinary General Meeting of 15 June 2020.

The Company can sell its own shares, in or out of stock market, with respect to the conditions set by the Board of Directors, without prior permission of the general meeting, provided they respect the applicable market regulations.

Pursuant to this authorisation, the Board of Directors is authorised to alienate its own shares listed within the meaning of Article 1:11 BCCA within the meaning of Article 7:218, §1, paragraph 1, 2° BCCA, on the basis of which the Board of Directors is also authorised to alienate its own shares without the authorisation of the general meeting.

The permissions that are mentioned above are also applicable to the acquisition and sale of shares of the Company by one or multiple direct subsidiaries, in terms of the legal regulations concerning the acquisition of shares of the parent company by its subsidiaries.

In the 2023 financial year, the Company did not acquire any own shares. The Company no longer holds any own shares as at 31 December 2023.

11.10 Evaluation process

Under the direction of its Chairman, the Board of Directors evaluates, every two to three years, its size, composition, operation and interaction with the Executive Committee. Prior to any reappointment of directors, the individual contribution, commitment and effectiveness of each director shall be assessed in accordance with the evaluation procedure.

The evaluation process has four objectives:

- assessing the functioning of the Board of Directors;
- checking that important items of business are thoroughly prepared and discussed;
- evaluating the actual contribution of each director, his or her attendance of meetings of the Board and his or her constructive involvement in discussions and decision-making;
- examining whether the current composition of the Board of Directors corresponds to the desirable composition.

The non-executive directors should regularly (preferably once a year) assess their interaction with the Executive Committee. They must meet for this purpose at least once a year, in the absence of the Executive Committee members.

The contribution of each director is reviewed periodically - taking account of changing circumstances - in order to be able to adjust the composition of the Board of Directors.

The Board should act on the basis of the results of the evaluation by recognising its strengths and addressing its weaknesses. Where appropriate, this will mean that nominations are made for new members, proposals are made not to reappoint existing members or that measures are taken that are deemed to be conducive to the effective functioning of the Board of Directors.

The Board of Directors ensures that the necessary measures are taken to provide for orderly succession of the members of the Board of Directors. The Board also ensures that all appointments and reappointments of both executive and non-executive directors make it possible to maintain an appropriate balance of skills and experience on the Board.

The Board of Directors is assisted in this evaluation process by the Nomination and Remuneration Committee.

11.11 Remuneration report 2023

This remuneration report falls within the framework of the provisions of the Belgian Corporate Governance Code of 12 May 2019 (the '2020 Code') and of Article 3:6, §3 of the BCCA. The remuneration report is included as a specific section in the Corporate Governance Statement, which forms part of the annual report of Care Property Invest.

In accordance with Article 7:149 of BCCA, the Company reports that the remuneration report, which was submitted to the shareholders' advisory vote as part of the annual report for the 2022 financial year, was approved (3,806,060 votes in favour, 1,501,109 votes against, 168,041 abstentions) at the Ordinary Annual General Meeting of Shareholders held on 31 May 2023. The Company remains committed to open and transparent reporting on remuneration.

The Nomination and Remuneration Committee assists the Board of Directors in its policy and prepared this remuneration report. The 2023 remuneration report relates to the remuneration paid or definitively due to the persons concerned for the performance year 2023.

A general overview regarding the Company's performance and the main events, developments and decisions that affected it, is presented in the Report of the Board of Directors starting on page 53 and additionally, the evolution of the Company's development is also specifically consulted in the table page 129.

11.11.1 Applied policy

Following the entry into force of the law of 28 April 2020, Care Property Invest is required to submit its remuneration policy to the binding approval of the ordinary general meeting.

The Ordinary General Meeting of shareholders of 25 May 2022 approved the new remuneration policy (5,954,574 votes in favour, 50,468 votes against, 0 abstentions). The policy applies to the remuneration of the members of the Board of Directors and the members of the Executive Committee as of the 2022 financial year. Upon any material change and at least every four years, the remuneration policy is resubmitted to the ordinary general meeting of shareholders for approval.

The applicable remuneration policy is available on the Company's website. In application thereof, the Company granted the remuneration for the 2023 financial year as shown below.

11.11.2 Remuneration of Executive and Non-Executive Directors

11.11.2.1 Remuneration of the Non-Executive Directors

In accordance with the decision of the Ordinary General Meeting of 25 May 2022, the Chairman of the Board of Directors received an annual fixed remuneration of €20,000 for the 2023 financial year. The other Non-Executive Directors received an annual fixed remuneration of €10,000 and an attendance fee of €750 was granted to the directors per attendance at the respective meetings of the Board of Directors, the Nomination and Remuneration Committee, the Audit Committee and the Investment Committee. All remunerations are fixed, flat-rate payments. The non-executive directors did not receive any variable remuneration or a share-related remuneration.

11.11.2.2 Remuneration of Executive Directors other than the CEO, CFO and COO

In accordance with the 2022 remuneration policy, the Executive (Managing) Directors, with the exception of the CEO, CFO and COO, received the same remuneration as the Non-Executive Directors for the exercise of their directorship (cf. 11.11.2).

In addition, they received an additional fixed remuneration of €10,000 for their mandate as a member of the Executive Committee, supplemented by a fixed representation allowance of €1,800 per year.

For their participation in the meetings of the Executive Committee, an attendance fee of €750 per meeting was also granted. Finally, they also received a per mileage allowance.

These allowances are fixed, flat-rate allowances. There is no variable remuneration provided, nor is there a share-linked remuneration.

11.11.2.3 Remuneration of the CEO, CFO and COO in their capacity as Director

The CEO, CFO and COO do not receive any remuneration in their capacity as Director.

11.11.2.4 Overview of the remuneration for directorships in the 2023 financial year

2023		Board of Directors	Audit Committee	Nomination and Remuneration Committee	Investment Committee	Fixed remuneration	Attendance fee	Total remuneration
Name	Mandate	Attendances						
Peter Van Heukelom	Executive Director	12/13	-	-	-	-	-	-
Valérie Jonkers	Executive Director	12/13	-	-	-	-	-	-
Filip Van Zeebroeck	Executive Director	11/13	-	-	-	-	-	-
Willy Pintens(1)	Executive Director	12/13	-	2/2	-	10,000	10,500	20,500
Dirk Van den Broeck (2)	Executive Director	13/13	4/5	-	-	10,000	12,750	22,750
Mark Suykens	Non-Executive Director	13/13	5/5	2/2	9/9	20,000	21,750	41,750
Ingrid Ceusters	Non-Executive Director / Independent Director	12/13	5/5	2/2	-	10,000	14,250	24,250
Brigitte Grouwels	Non-Executive Director / Independent Director	9/13	5/5	1/2	-	10,000	11,250	21,250
Carol Riské	Non-Executive Director / Independent Director	12/13	-	2/2	8/9	10,000	16,500	26,500
Michel Van Geyte	Non-Executive Director / Independent Director	11/13	3/5	-	5/9	10,000	14,250	24,250
Paul Van Gorp	Non-Executive Director / Independent Director	12/13	5/5	-	9/9	10,000	19,500	29,500
Total						**90,000**	**120,750**	**210,750**

(1) In addition, Willy Pintens receives a separate remuneration in his capacity as member of the Executive Committee (see under 11.11.3 'Global overview (gross) remuneration of the Managing (executive) Directors (effective leaders) in the 2023 financial year').

(2) In addition, Dirk Van den Broeck receives a separate remuneration in his capacity as member of the Executive Committee (see under 11.11.3 'Global overview (gross) remuneration of the Managing (executive) Directors (effective leaders) in the 2023 financial year').

11.11.3 Remuneration of the CEO, CFO and COO

In general

The remuneration level of the CEO, CFO and COO (the effective leaders of the Company) is - in their capacity of member of the Executive Committee - determined by the Board of Directors, upon advice of the Nomination and Remuneration Committee, and is based on their respective management contracts.

In accordance with the remuneration policy as approved by the General Meeting of 25 May 2022, these contracts provide for a fixed remuneration, a variable remuneration in the form of short-term and long-term bonuses and other components (hospitalisation insurance, meal vouchers (CEO only) and benefits in kind such as a company car, mobile phone and laptop).

The net proceeds of the short-term incentive (which is linked to performance conditions) can be used by the beneficiary to purchase shares of the Company with a lock-up discount.

The introduction of a long-term incentive plan (LTIP) linked to performance related conditions as part of the variable remuneration is new compared to the previous remuneration policy, where the long-term incentive consisted of a share purchase plan that did not depend on performance conditions and was part of the fixed remuneration. The LTIP consists of a so-called cash performance plan with a three-year performance period, under which the beneficiaries can use the net cash proceeds to acquire shares of the Company as part of a lock-up discounted share purchase plan.

Fixed remuneration

The fixed remuneration consists of (i) an indexed annual (gross) base remuneration, payable in monthly instalments, including a representation allowance and (ii) an insurance 'individual pension commitment' with certain contributions and additional coverage (amounting to €1,364 for the CFO and €6,062 for the COO).

Short-term annual incentive

To better align the short-term incentive with the Company's strategy, in line with the applicable remuneration policy as approved by the General Meeting of 25 May 2022, the performance criteria were changed to (i) EPS according to budget, (ii) operating margin and (iii) a short-term ESG performance target, being over the 2023 financial year the achievement of an 80% portfolio EMS coverage ratio (energy and water consumption monitoring system). The performance criteria are in line with the Company's overall strategy with (i) qualitative criteria, (ii) a benchmark and (iii) the clear thresholds set for both underperformance and overperformance.

The predetermined short-term incentive corresponds to an amount equal to 50% of the beneficiary's annual fixed remuneration. If less than 80% of the performance criteria (as indicated below) are achieved over a performance period, no short-term incentive will be awarded. If the minimum performance threshold is reached, the amount amounts to 40% of the annual fixed remuneration. Additionally, the incentive will be capped at 60% of the annual fixed remuneration (120% of the target bonus of 50%), particularly if the performance criteria are achieved for (more than) 110%. The short-term incentive will therefore vary between 0 and 60% of annual fixed remuneration, depending on the achievement of the performance criteria. The target, threshold and maximum performance levels are set annually at the beginning of a performance period based on a number of internal and external benchmarks. The performance targets are ambitious but achievable, taking into account the specific strategic priorities and the economic climate in a given year.

	Performance (% target) (incentive zone)	Incentive (% target bonus) (pay-out zone)	% of fixed remuneration
Performed below target	80-90%	80%	40%
Performed in line with target	90-110%	100%	50%
Performed above target	> 110%	120% (capped)	60% (capped)

The short-term incentive is calculated and paid over three years: 50% immediately after the performance year (first performance period); 25% one year later (second performance period) and 25% two years later (third performance period), subject to and to the extent of achieving the performance targets in the respective performance periods.

The total net vested part of the short-term incentive can be used (with effect from the 2022 short-term incentive only after the third performance year) by the beneficiary to purchase shares of the Company at a price per share equal to 100/120 of the VWAP of the last 20 trading days subject to compliance with a lock-up commitment of three (3) years.

The annual short-term bonus for the period from 1 January 2023 up to and including 31 December 2023 is subject to the achievement of the following performance criteria:

50%	Performance criteria		Strategic objective
Financieel	Criterion	Weight	
	EPS according to financial plan	65%	Creating value for shareholders
	Operational margin	10%	Creating value for shareholders
	Total	**75%**	
Non-financial-	EMS coverage of 80% of the portfolio	25%	Identification of energy optimisation measures as part of sustainability objectives and strategy to reduce carbon footprint.
	Total	**25%**	

On 6 March 2024, the Nomination and Remuneration Committee monitored the extent to which the financial and non-financial targets were met. On 6 March 2024, the Board of Directors, following positive advice from the Nomination and Remuneration Committee, determined that the targets were met.

Deferred part of the short-term annual incentive for the 2021 financial year, vested as at 31 December 2023:
For the 2021 financial year, the short-term incentive amounted to a maximum of 50% of the fixed remuneration. The Incentive is spread over three years (2021, 2022 and 2023); for the 2023 financial year, the third instalment of 25% was vested, amounting to €81,204 for the CEO and €42,219 for the CFO and COO each, and paid in early 2024.

25%	Performance criteria for the period 1/1/2021-31/12/2023		Objective	Realised 31/12/2023
	Criterion	**Weight**		
Financial	EPS (adjusted EPRA earnings per share)	65%	€1.00 per share	€1.03 per share Performance: on target
Financial	Operating margin on cash elements	10%	Max. 18% (expressed as operating cost)	15.17% Performance: on target
	Total	**75%**		
Non-financial	Qualitative criteria (communication between management-Board of Directors, HR policy, quality of investment files and sustainability)	25%	Satisfactory according to Board of Directors' assessment	Performance: achieved
	Total	**25%**		

Part of the short-term annual incentive for the 2022 and 2023 financial years, vested as at 31 December 2023, in accordance with the new remuneration policy:
For the 2022 financial year, the variable remuneration in accordance with the objectives achieved is set at 50% of the fixed remuneration. The incentive is spread over three performance years (2022, 2023, 2024); for the second performance period (which runs from 01/01/2022 up to and including 31/12/2023), the second instalment of 25% was vested, being an amount of €84,781 for the CEO and €43,929 for the CFO and COO each, and paid out in early 2024.

The last tranche of this incentive (25%) is subject to the conditions set out in the remuneration policy and as set out above, based on the performance of the CEO, CFO and COO in the third performance period (2022-2023-2024).

25%	Performance criteria for the period 1/1/2022-31/12/2023		Objective	Realised 31/12/2023
	Criterion	**Weight**		
Financial	EPS (adjusted EPRA earnings per share)	65%	€1.16 per share	€1.14 per share (1) Performance: on target
Financial	Operating margin on cash elements	10%	Max. 18% (expressed as operating cost)	14.81% (1) Performance: on target
	Total	**75%**		
Non-financial	Elaboration of mobility plan with science-based targets	25%	Implementation of sustainability targets and strategy to reduce carbon footprint	Mobility plan elaborated Performance: on target
	Total	**25%**		

(1) The performance level assessment took into account the average over the 2 financial years (2022 and 2023).

For the 2023 financial year, the variable remuneration in accordance with the objectives achieved was set at 50% of the fixed remuneration. The incentive is spread over three performance years (2023, 2024 and 2025); for the 2023 financial year (first performance period), the first 50% tranche was vested, be an amount of €187,588 for the CEO and €97,199 for the CFO and COO each, paid in early 2024.

The other half of this incentive will be subject to payment in two instalments of 25% each under the conditions set out in the remuneration policy and as explained above, based on the performance of the CEO, CFO and COO in the second performance period (2023-2024) and the third performance period (2023-2024-2025).

50%	Performance criteria for the period 1/1/2023-31/12/2023		Objective	Realised 31/12/2023
	Criterion	**Weight**		
Financieel	EPS (adjusted EPRA earnings per share)	65%	€1.00 per share	€1.03 per share Performance: on target
Financieel	Operating margin on cash elements	10%	Max. 18% (expressed as operating cost)	15.17% Performance: on target
	Total	**75%**		
Non-financial	EMS coverage ratio of 80% of the portfolio	25%	Coverage ratio of 80%	86% Performance: on target
	Total	**25%**		

The remuneration of the CEO, CFO and COO includes a fixed remuneration, a variable remuneration in the form of short-term and long-term incentives and other components.

The tables below show the short-term variable remuneration acquired in 2023 by beneficiary.

Performance criteria CEO for the 2023 performance year (in €)				
Criterion	**Weight**	**Year variable remuneration**	**Due on 31/12/2023**	
Financial				
EPS according to financial plan	65%	2021	25% bonus 2021 (Y3) =	52,783
		2022	25% bonus 2022 (Y2) =	55,107
		2023	50% bonus 2023 (Y1) =	121,932
Operational margin	10%	2021	25% bonus 2021 (Y3) =	8,120
		2022	25% bonus 2022 (Y2) =	8,478
		2023	50% bonus 2023 (Y1) =	18,759
Non-financial				
Achieve coverage ratio of 80% of portfolio (ESG target)	25%	2021	25% bonus 2021 (Y3) =	20,301
		2022	25% bonus 2022 (Y2) =	21,195
		2023	50% bonus 2023 (Y1) =	46,897
TOTAL				**353,572**

Performance criteria CFO for the 2023 performance year (in €)				
Criterion	**Weight**	**Year variable remuneration**	**Due on 31/12/2023**	
Financial				
IFRS result/reversible result, min. 90% of the budget	65%	2021	25% bonus 2021 (Y3) =	27,443
		2022	25% bonus 2022 (Y2) =	28,554
		2023	50% bonus 2023 (Y1) =	63,179
Operational margin	10%	2021	25% bonus 2021 (Y3) =	4,222
		2022	25% bonus 2022 (Y2) =	4,393
		2023	50% bonus 2023 (Y1) =	9,720
Non-financial				
Achieve coverage ratio of 80% of portfolio (ESG target)	25%	2021	25% bonus 2021 (Y3) =	10,555
		2022	25% bonus 2022 (Y2) =	10,982
		2023	50% bonus 2023 (Y1) =	24,300
TOTAL				**183,347**

Performance criteria COO for the 2023 performance year (in €)				
Criterion	**Weight**	**Year variable remuneration**	**Due on 31/12/2023**	
Financial				
EPS according to financial plan	65%	2021	25% bonus 2021 (Y3) =	27,443
		2022	25% bonus 2022 (Y2) =	28,554
		2023	50% bonus 2023 (Y1) =	63,179
Operational margin	10%	2021	25% bonus 2021 (Y3) =	4,222
		2022	25% bonus 2022 (Y2) =	4,393
		2023	50% bonus 2023 (Y1) =	9,720
Non-financial				
Achieve coverage ratio of 80% of portfolio (ESG target)	25%	2021	25% bonus 2021 (Y3) =	10,555
		2022	25% bonus 2022 (Y2) =	10,982
		2023	50% bonus 2023 (Y1) =	24,300
TOTAL				**183,347**

Long-term annual incentive (performance cash plan)

As described in the remuneration policy approved by the Ordinary General Meeting of shareholders of 2022, the Company started in the 2022 financial year to annually award the beneficiaries a conditional long-term incentive depending on the degree of achievement of performance targets over a period of three (3) years. This long-term annual incentive will be paid each time in the third financial year following the financial year of grant (a first time in 2025 over the performance period 2022 up to and including 2024).

The target amount of the long-term incentive is €200,000 for the CEO and €150,000 each for the CFO and COO. If the minimum performance threshold is reached, the amount equals €160,000 for the CEO and €120,000 each for the CFO and COO. The long-term incentive is capped at €240,000 for the CEO and for the CFO and COO €180,000 each in case of overperformance.

The net cash proceeds from the payment of the long-term incentive can be used by the beneficiaries to purchase shares of the Company at a price per share equal to 100/120 of the VWAP of the last 20 trading days subject to compliance with a lock-up commitment of three (3) years.

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, sets annual targets for each three-year performance period using the performance criteria included in the remuneration policy. For the non-financial criterion, the sustainability roadmap shown in the Company's Sustainable Finance Framework is used as a guide.

The Nomination and Remuneration Committee checks within the first three months of the financial year following the end of the three-year performance period to what extent the financial targets have been met, following the adoption of the annual results by the Board of Directors. The predetermined ESG target is evaluated by the Nomination and Remuneration Committee on the basis of the results included in the sustainability report for that financial year.

The performance criteria for the first three-year performance period (2022 financial year up to and including 2024) for the long-term incentive (LTI) were set in 2022 in accordance with the remuneration policy by the Board of Directors on the recommendation of the Remuneration and Nomination Committee.

The first three-year performance period is ongoing and the achievement of the targets will be assessed and reported in the remuneration report for the 2024 financial year in early 2025.

The second three-year performance period (financial year 2023 up to and including 2025) for the long-term incentive (LTI) is ongoing and the achievement of targets will be assessed and reported in the remuneration report for the 2025 financial year in early 2026.

	1st Performance Period 2022-2024 and 2nd Performance Period 2023-2025		
	Criterion	**Weight**	**Realisation on 31 December 2023**
Financieel	Dividend per share	30%	Continuous performance period
	Share price evolution above median compared to peers [1]	10%	
	Portfolio growth	40%	
	TOTAL	**80%**	
Non-financial	ESG **60% Environment:** - reducing CO^2 emissions per employee - achieving a better than average GRESB score **20% Social**: SMART targets relating to: - number of hours of training as stated in the sustainability report - stakeholder engagement **20% Governance**: SMART targets relating to: compliance programme IT security - communication within and outside the Company	20%	Continuous performance period
	TOTAL	**20%**	

(1) The relevant reference group here concerns the price of Belgian RREC shares.

Shares acquired as part of the 2019 and 2019bis Share Purchase Plans

In accordance with recommendation 7.9 of the 2020 Code, the CEO, CFO and COO must hold a minimum number of shares at all times and for as long as they remain members of the Executive Committee. The Board of Directors, on the advice of the Nomination and Remuneration Committee, has decided that this is a minimum of 15,000 shares for the CEO and 6,500 each for the CFO and COO.

To meet this, the CEO, CFO and COO purchased shares of Care Property Invest with part of the net proceeds in cash of their short-term variable remuneration vested over the 2021 financial year and paid out in March 2022, pursuant to the 'Share Purchase Plan 2019bis' applicable in the 2019-2021 financial years which allowed the beneficiaries to purchase shares of the Company with one (part) of the cash vested variable remuneration. Within this framework, they purchased the Company's shares at a price per share equal to the weighted average stock market price during the period of twenty (20) trading days preceding the day before the date of signing the purchase agreement multiplied by 100/120th. The Company considers this to be a market-based price, and justifies the discount with, among other things, a lock-up period. In accordance with the Share Purchase Plan 2019bis, the purchased shares are to be held by the beneficiaries for a lock-up period of two (2) years. During this lock-up period, they do have the right to dividends, voting rights, preferential subscription rights or irreducible allocation rights attached to the purchased shares and the right to participate in an optional dividend or not.

Within the framework of the LTIP that was applicable in accordance with the remuneration policy for the 2019-2021 financial years (where the long-term incentive consisted of a share purchase plan that was not subject to performance-related conditions and was part of the fixed remuneration), the CEO CFO and COO under the terms of the '2019 Share Purchase Plan' also purchased a package of shares at a price per share equal to the weighted average stock market price during the period of twenty (20) trading days preceding the day before the date of signing the purchase agreement, multiplied by 100/120ths. The Company considers this to be a market-based price, and justifies the discount with, among other things, a lock-up period. In accordance with the 2019 Share Purchase Plan, the purchased shares are to be held by the beneficiaries for a lock-up period of three (3) years. During this lock-up period, they do have the right to dividends, voting rights, preferential subscription rights or irreducible allocation rights attached to the purchased shares and the right to participate in an optional dividend or not.

No additional shares were purchased during the 2023 financial year under the terms of the Share Purchase Plans.

Overview per beneficiary of the total number of shares purchased cf. the Share Purchase Plans 2019 and 2019bis:

Beneficiary	Share purchase plan	Acquisition date	End of retention period	Number of shares purchased
CEO	2019	30/01/2020	30/01/2023	1,912
CEO	2019	11/01/2021	11/01/2024	2,074
CEO	2019bis	01/04/2022	01/04/2024	6,992
CFO	2019	30/01/2020	30/01/2023	1,434
CFO	2019	11/01/2021	11/01/2024	1,556
CFO	2019bis	01/04/2022	01/04/2024	600
COO	2019	30/01/2020	30/01/2023	1,434
COO	2019	11/01/2021	11/01/2024	1,556
COO	2019bis	01/04/2022	01/04/2024	1,600

All shares purchased under the terms and conditions set out in the 2019 and 2019bis Share Purchase Plans as applicable in the 2019-2021 financial years have been vested by the beneficiaries and are only subject to a lock-up of three (3) and two (2) years respectively.

Global overview (gross) remuneration of the Executive Directors for the 2023 financial year (in €)

	Peter Van Heukelom, CEO / Managing Director	Filip Van Zeebroeck, CFO / Managing Director	Valérie Jonkers, COO / Managing Director	Willy Pintens, Managing Director	Dirk Van den Broeck, Managing Director
Fixed remuneration (basis)	747,352	384,431	379,733	10,000	10,000
Pension plan (1)	0	1,364	6,062	0	0
Attendance fee (2)	0	0	0	15,750	15,750
Representation fee and travel costs	3,000	3,000	3,000	3,484	3,086
Benefits in kind	9,129	3,888	3,898	0	0
Variable remuneration acquired in financial years 2021/2022/2023	353,572	183,347	183,347	0	0
TOTAL	**1,113,053**	**576,030**	**576,040**	**29,234**	**28,836**
% Fixed remuneration	68%	68%	68%	100%	100%
% Variable remuneration	32%	32%	32%	0%	0%

(1) Individual Pension Commitment (CEO included) as the premium can no longer be deposited in the IPC insurance due to the CEO reaching retirement age.

(2) Executive Committee meetings were attended 21 times by Willy Pintens and Dirk Van den Broeck. The remuneration of Willy Pintens and Dirk Van den Broeck as part of the Board of Directors and its committees was included in the table under item 11.11.2.4. Overview of the remuneration of the directors' mandates in the 2023 financial year.

11.11.4 Annual change in the average remuneration of the employees and effective leaders and the annual change in the performance of the Company, over the last five financial years

The ratio between the remuneration of the CEO for the 2023 financial year and the lowest remuneration (in full-time equivalent) of the employees is 13.32.

Overview of the evolution over the last 5 financial years

	2019 vs 2018	2020 vs 2019	2021 vs 2020	2022 vs 2021	2023 vs 2022
Evolution in the remuneration					
FTE at 31/12	27%	56%	20%	9%	-4%
Average remuneration employees (in FTE) (1)	13%	2%	2%	8%	12%
Fixed remuneration CEO	44%	1%	1%	4%	11%
Variable remuneration effective leaders (excl. CEO)(2)	56%	-1%	4%	1%	7%
Evolution of the Company's development					
Rental income	17%	23%	19%	26%	21%
Adjusted EPRA Earnings	12%	23%	20%	25%	11%
EPS	6%	9%	6%	17%	-17%
Operating margin (calculated on cash elements)	-1%	1%	-1%	0%	0%

(1) The average remuneration of the employees was calculated by dividing the total gross salary of the employees in service on 31/12 by the total FTE on closing date 31/12.

(2) Due to the inclusion of attendance fees, the fixed remuneration of the managing directors (other than the CEO, CFO and COO) fluctuates from year to year.

11.11.5 Severance pay

There were no departing directors or departing members of executive management in 2023. Accordingly, no severance pay was granted or paid out in 2023.

11.11.6 Reclaiming of variable remuneration

No variable remuneration was reclaimed in 2023.

11.11.7 Deviations from the remuneration policy

There was no deviation in 2023 from the remuneration policy approved by the Ordinary General Meeting of Shareholders on 25 May 2022.

11.12 Other relevant parties

11.12.1 The auditor

The audit of the financial situation, the financial statements and the regularity in terms of the BCCA and the Articles of Association of the operations of the Company, shall be entrusted to one or more statutory auditors appointed by the auditors or firms of auditors approved by the FSMA in compliance with Article 222 of the Law of 25 April 2014 concerning the Articles of Association and supervision of credit institutions.

The General Meeting of 25 May 2022 reappointed the limited liability company EY Bedrijfsrevisoren bv, with registered office at Kouterveldstraat 7B 001, 1831 Diegem, registered with the Crossroads Bank for Enterprises under number 0446.334.711 (RPR Brussels) as statutory auditor for a period of three years. This company has appointed Mrs Christel Weymeersch, company auditor, as representative authorised to represent it and charged with the performance of the mandate in the name and on behalf of EY Bedrijfsrevisoren. The mandate expires after the general meeting that must approve the financial statements as at 31 December 2024.

The fees at consolidated level of the current statutory auditor for the 2023 financial year amount to €188,441 excluding VAT and costs, and are broken down as follows:

Amounts in EUR	31/12/2023	31/12/2022
Mandate	99,144	100,067
Other audit assignments	7,000	11,671
Other non-audit assignments	14,600	76,703

No separate fee or split is provided for the representative of the statutory auditor. The other tasks outside the auditing tasks have always been approved in advance by the Audit Committee of the Company.

11.12.2 Internal audit

The internal audit function within the meaning of article 17 §3 of the RREC Law is fulfilled by an external consultant (also referred to as an external internal auditor), who is appointed by means of an agreement on outsourcing the ‘internal auditing function’, which on 6 September 2017 was extended for an indefinite duration with Mazars Advisory Services bv, with registered office at Manhattan Office Tower, Bolwerklaan 21 box 8, 1210 Brussels, Marcel Thirylaan 77, represented by Ms Cindy Van Humbeeck, director-manager. This agreement was terminated by the Company and, after observance of a 3-month notice period, expired on 31 January 2023

To fill the internal audit function during the 2023-2025 financial years, a fixed-term agreement was concluded on 6 December 2022 with BDO Advisory bv, with registered office at rue Stassart 35, 1050 Brussels, represented by Mr Wim Verbelen and effective from 1 February 2023. The remuneration paid in 2023 for this audit assignment amounted to €17,600 excluding VAT.

11.12.3 Real estate expert

The Company appoints three real estate experts to value the property portfolio (in Belgium, The Netherlands, Spain and Ireland) based on a fixed-term agreement. The real estate expert, Stadim CVBA, was appointed for a new period of three years with effect from 1 January 2023. The fee is determined according to the nature of the property to be valued (residential care centre or groups of assisted living apartments), the number of units and the valuation method (full report on initial valuation or quarterly valuation). The fee is therefore independent of the fair value of the property. The fee for the valuations of the real estate portfolio in the 2023 financial year amounts to €231,796 (amounts are subject to indexation) and is determined as follows:

Assisted living apartments	Residential care centres
€ 50 per unit	€ 80 per unit (for the first 40 units)
first entry at € 1,250	€ 40 per unit (from the 41st unit)
projects in project phase at 75%	first valuation at 30% with a minimum of € 1,500
	final valuation at 50% with a minimum of € 1,000
	projects in project phase at 75%

On 1 April 2023, Cushman & Wakefield was appointed for a new period of three years. The fee is based on the number of residential units and the valuation method (full report at initial valuation or quarterly or annual valuation), but with a maximum fee per property. The fee is thus independent of the fair value of the properties. The fee for the valuation of the properties in portfolio in the 2023 financial year amounts to €106,430 and is determined as follows:

	Quarterly valuation	Annual valuation	Comprehensive valuation report
Fee per property	€750	€1.000	€2,250
Fee per bed	€10	15	€20
Maximum fee per property	€1,600	€2,500	€4,000

Cushman & Wakefield will also perform the valuation for the finance leases as from 1 April 2023. The remuneration per lease amounts to €160 per quarter.

On 30 March 2022, an agreement was entered into with CBRE Unlimited Company as third-party appraiser for a period of 3 years. The fee is determined on the number of residential units (4 price divisions according to the number of residential units), with a maximum remuneration per property. A discount is granted if the portfolio has a minimum number of properties in its portfolio. The fee is thus independent of the fair value of the property. The remuneration for the valuation of portfolio properties in the 2023 financial year amounts to €32,809 and is determined as follows:

	Quarterly valuation	Annual valuation	Comprehensive valuation report
Minimum fee per property	€1,100	€1,350	€5,100
Maximum fee per property	€1,250	€1,500	€5,350

Watermaal-Bosvoorde (BE) I Les Terrasses Du Bois

III.
Real estate report

III. REAL ESTATE REPORT

1. Status of the property market in which the Company operates

Care Property Invest occupies a clear position within the RREC landscape through its specialisation within the market segment of housing for senior citizens. This is the segment in which it is mainly active today, but certainly not exclusively, because in 2014 it extended the definition of its social purpose to the market for people with disabilities in order to realise projects in this segment as well. Geographical expansion also figured on the agenda through the realisation of an objective expansion to the entire European Economic Area. The Company's preparations in this context paid off in 2018 with a first acquisition on Dutch territory. In June 2020 Care Property Invest entered the Spanish market followed by the Irish market in 2022.

The table below provides an overview of the projects that the Company was able to acquire/complete in Belgium, The Netherlands and Spain during 2023. More information on these projects can be found in chapter 'II. Report of the Board of Directors', point '2.1 Important events during the 2023 financial year' on page 62.

Name of project	Location of project	Type of project	Classification
Belgium			
Effectively acquired projects generating immediate returns			
BoCasa	Bolderberg	Residential care centre with group of assisted living apartments	Investment property
The Netherlands			
Effectively acquired projects generating immediate returns			
Huize Willibrordus	Ruurlo	Care residence	Investment property
Residence Oldenbarnevelt	Rotterdam	Care residence	Investment property
New projects under development			
Wolfsbergen	's-Graveland	Care residence	Investment property
Saamborgh Almelo	Almelo	Care residence	Investment property
Completed projects			
Warm Hart Zuidwolde	Zuidwolde	Care residence	Investment property
Villa Stella	Middelburg	Care residence	Investment property
Warm Hart Ulestraten	Ulestraten	Care residence	Investment property
Spain			
Completed projects			
Emera Mostoles	Mostoles	Residential care centre	Investment property

The Company's real estate strategy is largely determined by the growing demand for real estate with a social added value, specifically care infrastructure that is fully tailored to the needs of its residents. This strategy is supported by the demographic evolution of the Belgian, Dutch, Spanish as well as the Irish population. For new investment projects, the Company focuses on qualitative, sustainable and future-proof buildings, located in good locations with reliable operators with whom a long-term commitment can be made, preferably under a triple net regime. The Company applies this strategy to all the markets in which it is active.

Care Property Invest's approach simultaneously meets the expectations and needs of operators in these markets by entering into long-term contracts and partnerships.

From its experience in building service flats for the Flemish Government, Belgian local authorities and charitable organisations continue to form an important target group. Furthermore, Care Property Invest also focuses on the private market through the realisation of residential care projects with experienced private operators in Belgium, The Netherlands, Spain and since 2022 in Ireland.

Below, the Company includes the description of the healthcare real estate markets in the countries in which it operates.

The market for housing for the elderly in Belgium[1]

Belgian economic growth slowed to 1.5% in 2023 from 3% in 2022. It is expected to moderate to 1.3% in 2024, mainly thanks to domestic demand. Similar growth rates are also expected for 2025 and 2026.In the period 2013 to June 2021, inflation, based on the health index, was at an average historically low level of 1.3%. From summer 2021, however, inflation accelerated to peak at 12.3% in October 2022. During 2023, it eased back to 1.3% in December. For 2024, the Planning Bureau expects inflation to rebound to an average of 3.3% to fluctuate between 2% and 2.5% in the following years. OLOs also experienced very low interest rates until 2021. In the course of 2022, they followed an upward trend, peaking at 4% in the autumn of 2023 before falling back to 3%.

(1) Prepared by, and included in this yearly financial report, in agreement with Stadim bv.

Residential care centres are again experiencing a good inflow of new residents, given the ageing statistics, and increasing care needs of the population. However, operators will have to keep their costs under control. Attracting sufficient trained staff will remain a challenge in the coming years.

Healthcare real estate is valued relatively high because of the underlying long-term triple-net contracts, with professional and solvent operators. These contracts are valued with limited risks. As a result, healthcare real estate has been attracting increasing interest as a long-term investment in recent years. The investor market is rapidly widening to include insurance companies and pension funds for whom (very) long-term and indexed contracts are a decisive element. This also corresponds to the healthcare operator's desire to pursue policies that are also long-term.

Until two years ago, it could be argued that the overall evolution of further professionalisation of the operating sector and widening of prospective investors caused sustained downward pressure on yields. In the last two years, however, interest rates experienced a rapid upward movement, causing required returns to experience the same movement.

In recent years, the importance of quality and versatility, or in general terms the sustainability of the investment, has only increased. These parameters are also becoming more important in new transactions taking place.

Lennik (BE) I Keymolen

The market for housing for the elderly in The Netherlands[(1)]

The healthcare real estate sector consists of several segments, each with its own character. A distinction is made between healthcare real estate providing care and cure. The 'care' segment is intended for living, providing both light and heavy care. The 'cure' segment provides treatments, with possibly a short stay and is focused on recovery and healing.

Elderly people want and need to live at home for a longer period of time. This creates greater demand for senior housing and care apartments. In January 2022, there were 850,512 people aged 80 and over in The Netherlands. Life expectancy is forecast to rise sharply over the next 30 years to 2.6 million over-80s in 2050. Part of this group will need long-term care, to think of dementia, a condition that is expected to cause the highest mortality and disease burden in 2040. This intensive care need will only increase the demand for this type of healthcare real estate, which is currently unavailable. More than half of people aged 75 and over face loneliness. This creates a demand for a new form of living between home and nursing care, which reduces the pressure on professional care. Elderly people want to move to a place that is smaller but where they can continue to live independently and easily meet others. Currently, there is insufficient supply of such housing forms. By 2030, more than 200,000 care homes will need to come on the market. In addition, much of the existing stock is outdated. These will have to be made sustainable in the coming decades, in line with climate objectives.

In recent years, the mandatory sustainability of real estate in the Netherlands has gained momentum. The sharply increased energy costs in 2022 mean that the need for sustainability is really felt in the market. Market parties are increasingly critical of energy efficiency when buying and renting real estate. In addition, Dutch banks are obliged to work on CO2 reduction. This legal obligation also applies to the real estate properties they finance. This makes it increasingly difficult to finance non-sustainable real estate. In 2022, a total of €1.3 billion was still invested in healthcare real estate.

The transaction volume of the healthcare real estate market fell sharply in 2023 and even came to a near standstill. The increase in transfer tax in January 2023 from 8.0% to 10.4% only reinforced this.

(1) Prepared by, and included in this yearly financial report, in agreement with Stadim bv.

The market for housing for the elderly in Spain(1)

Spain has a high average life expectancy with an ageing population. Spanish life expectancy is forecast to be the highest in Europe by 2050. Spain experienced a baby boom in the 1960s, during which the Spanish birth rate was more than double the current rate of 0.8%. These baby boomers are currently 50/60 years old and make up 25% of Spain's population today. Spain is expected to have the second highest dependency ratio of all European countries by 2050.

75% of the Spanish population owns their own home (in 2021, coming from 78% in 2013) which is above the European average. This provides an (additional) source of funding to cover the cost of a residential care centre.

The Spanish healthcare real estate market is already currently facing a shortage of beds. Moreover, the existing inventory of beds is outdated. According to the latest available data, Spain has a total of 5,500 residential care centres with a total capacity of about 385,000 beds. Although there are numerous operators in this highly competitive market. DomusVi, Orpea, Vitalia, Amavir and Ballesol account for almost 32% of private beds offered in Spanish residential care centres. The healthcare market is also characterised by strong fragmentation with a lot of potential for consolidati
on.

The investment volume for residential care centres in Spain has increased significantly in recent years, reaching a record volume of around €1.2 billion in 2021, double that of 2020. This increase was mainly achieved by the arrival of new international investors. Investments of approximately €300 million were made in 2022. Increasing construction and operating costs put a brake on new residential care centre development projects. Moreover, the second half of 2022 was characterised by the war in Ukraine, inflationary pressures, and rising interest rates, resulting in higher financing costs and a more limited investment volume. Only a limited number of transactions were identified in 2023. The total investment volume is around €100 million. A 'wait and see' strategy is already definitely in place until early 2024.

(1) Based on and included in this yearly financial report with the agreement of, Cushman & Wakefield.

> **Care Property Invest actively participates as a real estate player and has the goal of making quality projects available to healthcare entrepreneurs as foreseen in the residential care decree.**

The market for Irish healthcare real estate(1)

Recent years have seen a demand for investment in the healthcare sector and, more specifically, elderly care. This trend will only increase in the coming years as Ireland's population ages. In the period between 2011 and 2016, Ireland saw a 19% increase in the number of people aged 65 and over. As a result, there has been a notable increase in investors and investment funds in recent years, in partnership with operators specifically targeting this sector. Most of the new investors, both operators and real estate investors, in this sector have come from France, Germany, Belgium, The Netherlands and the UK. As already seen in other more mature markets such as the US and the UK, the healthcare sector tends to be particularly attractive to long-term capital and investors with experience in this specialised sector, in other jurisdictions.

The government launched the Nursing Home Support Scheme (Fair Deal Scheme) in 2009. According to the Fair Deal Scheme, a resident of a residential care centre must finance part of their care themselves, with the state compensating for the difference. All residents are assessed on their care and social needs and financial position. Meanwhile, 80% of all residents in residential care centres nationwide benefit from the Fair Deal rate scheme.

In the residential care centre sector, investors are largely focused on the Fair Deal rate (the amount the Irish state pays per week for providing care), which ranges from an average of €1,000 for regions like Claire to an average of almost €1,300 per week in for locations like Dublin. Investors will therefore be more attracted to investing in residential care homes with a higher Fair Deal rate because they generate more income.

The number of private beds (of which there are almost 26,000) is dominated by around 15 operators, however, this number is decreasing due to increasing consolidation. The 22 largest operators control only 50% of all private and 'voluntary' beds.

The introduction of the 'National Quality Standards for Residential Care Settings for Older People - 2009' and 'National Quality Standards for Residential Care Settings for Older People in Ireland - 2016' have led to an improvement in the quality of residential care centres. It is possible that a very significant number of these residential care centres in the public sector (some 7,000 beds across some 115 sites) will disappear from the offer with the introduction of HIQA standards. This also applies for the older (non-HIQA compliant) buildings from the private offer. This will result in improved standards but reduced supply. This will mainly have an impact outside of Dublin as it cannot be replaced in the short term.

To meet the demand that will come following the growth of the ageing population, approximately 10,000 new beds need to be created over the next 10 years to maintain a minimum 4.5% population-to-bed ratio. However, there is a shortage of new developments due to a lack of correctly priced development sites, inconsistency in correct Fair Deal rates and rising costs for new developments, with the price per new bed being around €200,000.

Very few transactions were recorded in the Irish healthcare real estate market last year. This is in line with the rest of the European market.

(1) Based on and incorporated in this yearly financial report with the agreement of CBRE

2. Analysis of the full consolidated real estate portfolio

31 December 2023	Acquisition value [1]	Fair value [4]	Insured value	% Assured value in relation to fair value	Rental income received	Insurance premium paid [2]
Belgium						
Investment properties in operation	514,540,001	575,493,322			28,752,286	0
Finance leases in operation [3]	207,378,436	242,103,000			17,816,568	0
The Netherlands						
Investment properties in operation	201,620,006	208,872,052			10,654,953	0
	20,306,370	21,196,965			0	0
Spain						
Investment properties in operation	82,846,710	86,326,880			4,571,707	0
Investment properties under development	24,933,338	23,695,000			0	0
Ireland						
Investment properties in operation	85,522,813	73,348,129			4,110,050	0
Investment properties under development	15,239,209	14,212,073			0	0
TOTAL	**1,152,386,883**	**1,245,247,421**	**997,376,193**	**80%**	**65,905,564**	**0**

(1) For the definition of the acquisition value, reference is made to chapter 'XIII. Glossary' on page 302.

(2) The necessary insurance policies should be concluded by the operator of the property (given the 'triple net' agreements) or are passed on so that the final costs are to be borne by the operator. The construction site insurance for developments is not included in the insured total. This insurance is borne by the developer.

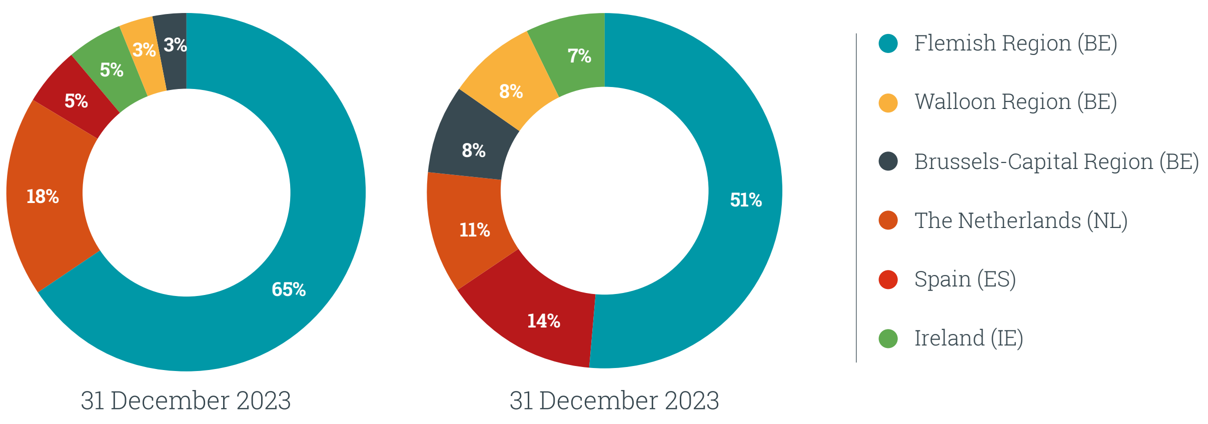
(3) In principle, the 10-year liability is covered by the general contractor of the project in question, however the Company, for hedging purposes in case of default by the contractor, has concluded itself an additional 10-year liability insurance for the entire project- the insured values refer only to the construction work covered by the 10-year liability for the projects, Zulte: including connecting corridor, Mol: including the 39 flats. All other insurances should, as determined in the contract, be concluded by the lessees.

(4) The fair value is presented excluding the rights in rem (€1,311,200) which are included under the item investment properties on the balance sheet in accordance with IFRS 16. Also including assets held for sale.

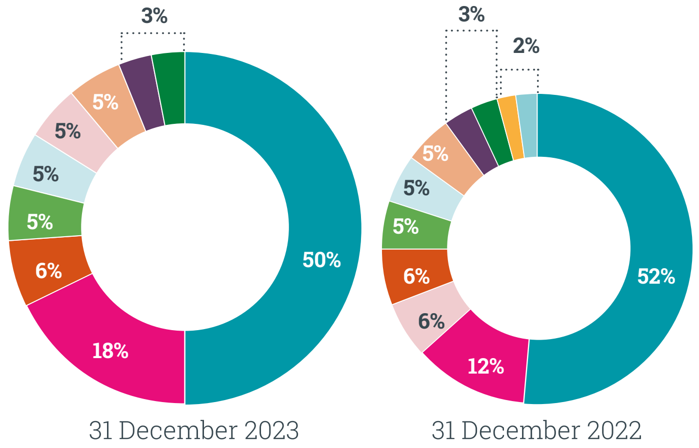
2.1 Geographical distribution

GEOGRAPHICAL DISTRIBUTION OF THE NUMBER OF PROJECTS

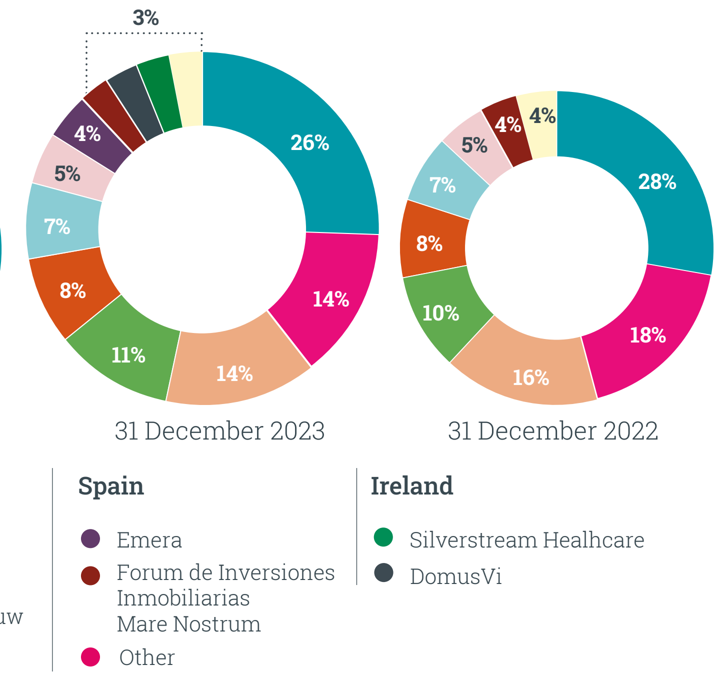
GEOGRAPHICAL DISTRIBUTION OF THE NUMBER OF RESIDENTIAL UNITS



2.2 Distribution of the number of projects per operator [1][2]



2.3 Distribution of income received from rental and long lease agreements per operator[3][4]



(1) For the following operators, the number of projects per operator did not amount to more than 2% on 31 December 2023: Aldenborgh Exploitatie, Anima, Com4Care, De Familie, De Gouden Leeuw, DomusVi, Forum de Inversiones Inmobiliarias Mare Nostrum, Gemeente (Municipality) Wassenaar, Golden Years, La Vostra Llar, My-Assist, Orelia, Pim Senior, Résidence du Lac, Saamborgh, Vivalto and Warm Hart Zorghuizen.

(2) For the following operators, the number of projects per operator did not amount to more than 2% on 31 December 2022: Aldenborgh Exploitatie, Anima, Com4Care, De Familie, DomusVi, Forum de Inversiones Inmobiliarias Mare Nostrum, La Vostra Llar, Orelia, Pim Senior, Résidence du Lac, SVE Group, Vivalto and Warm Hart Zorghuizen.

(3) For the following operators, the share of rental income was less than 3% on 31 December 2023: Aldenborgh Exploitatie, Anima, Com4Care, De Familie, De Gouden Leeuw, Gemeente (Municipality) Wassenaar, Golden Years, Pim Senior, Résidence du Lac, Saamborgh, NPOs and Warm Hart Zorghuizen.

(4) For the following operators, the share of rental income was less than 3% on 31 December 2022: Aldenborgh Exploitatie, Anima, Com4Care, De Familie, De Gouden Leeuw, Pim Senior, Résidence du Lac, Silver Stream Healthcare, SVE Group, Emera, DomusVi and NPOs.

2.4 Breakdown of projects by the remaining term of the leasehold or rental period

Financial year closed on 31 December 2023	Number of projects ending between						
	0 and 1 years	1 and 5 years	5 and 10 years	10 and 15 years	15 and 20 years	>20 years	Total
Belgium	**1**	**14**	**25**	**18**	**29**	**21**	**108**
Investment properties in operation	1	0	1	1	8	18	29
Finance leases	0	14	24	17	21	3	79
The Netherlands	**1**	**0**	**0**	**2**	**14**	**7**	**24**
Investment properties in operation	1	0	0	2	14	7	24
Spain	**0**	**0**	**0**	**4**	**1**	**0**	**5**
Investment properties in operation	0	0	0	4	1	0	5
Ireland	**0**	**0**	**0**	**2**	**0**	**4**	**6**
Investment properties in operation	0	0	0	2	0	4	6
TOTAL [1]	**2**	**14**	**25**	**26**	**44**	**32**	**143**

(1) As at 31 December 2023, Care Property Invest has 150 effectively acquired projects in its portfolio, of which 143 were completed and 7 projects under development (the care residence 'St. Josephkerk' in Hillegom (NL), the care residence 'Saamborgh Almelo' in Almelo (NL), the care residence 'Wolfsbergen' in 's-Graveland (NL), the residential care centre 'Solimar Tavernes Blanques' in Tavernes Blanques (ES), the residential care centre 'Solimar Elche' in Elche (ES), the residential care centre 'Marina del Port' in Barcelona (ES) and the residential care centre 'Sugarloaf Care Centre' in Kilmacanogue South (IE)).

The first building right (of the initial real estate portfolio) will expire in 2026, i.e., within 2.50 years.

The average remaining term of the contracts is 14.62 years[1]. This period includes the remaining term of the building right which, for the contracts in the initial real estate portfolio, is equal to the remaining leasehold period and the remaining tenancy period. For the new projects, only the rental or leasehold period is taken into account.

(1) The average remaining term of finance leases is 10.74 years and that of investment properties 19.49 years.

2.5 Breakdown of income deriving from leasehold and rental agreements in function of their residual duration

Financial year closed on 31 December 2023	Income to be received for the period						
	0 and 1 years	1 and 5 years	5 and 10 years	10 and 15 years	15 and 20 years	>20 years	Total
Belgium	**34,194,018**	**134,655,216**	**154,209,159**	**140,269,903**	**115,721,971**	**67,878,778**	**646,929,045**
Investment properties in operation	24,408,339	97,633,356	121,571,354	118,896,462	107,426,219	65,099,625	535,035,355
Finance leases	9,785,680	37,021,861	32,637,804	21,373,441	8,295,752	2,779,153	111,893,690
The Netherlands	**16,385,691**	**65,327,356**	**81,659,195**	**81,098,620**	**68,290,756**	**37,188,159**	**349,949,778**
Investment properties in operation	16,385,691	65,327,356	81,659,195	81,098,620	68,290,756	37,188,159	349,949,778
Spain	**4,701,750**	**18,807,000**	**23,508,750**	**19,187,590**	**5,128,767**	**0**	**71,333,858**
Investment properties in operation	4,701,750	18,807,000	23,508,750	19,187,590	5,128,767	0	71,333,858
Ireland	**4,021,500**	**16,086,000**	**20,107,500**	**16,788,596**	**9,607,500**	**6,270,945**	**72,882,041**
Investment properties in operation	4,021,500	16,086,000	20,107,500	16,788,596	9,607,500	6,270,945	72,882,041
TOTAL [1]	**59,302,960**	**234,875,572**	**279,484,604**	**257,344,709**	**198,748,995**	**111,337,882**	**1,141,094,721**

(1) The balance includes the remaining lease and rental income as at 31 December 2023 on the basis of the non-index-linked ground rent, respectively the rental remuneration for the entire remaining term of the contract (due dates not split) and with regard to the project for which the Company bears the risk of voids ('Tilia' in Gullegem), taking into account an occupancy rate of 100%.

2.6 Breakdown of projects by age of the buildings

Financial year closed on 31 December 2023	Number of projects first occupied				
	in 2023	between 1 and 5 years ago	between 5 and 10 years ago	>10 years ago	Total
Belgium	**0**	**7**	**18**	**83**	**108**
Investment properties in operation	0	6	13	10	29
Finance leases	0	1	5	73	79
The Netherlands	**4**	**12**	**2**	**6**	**24**
Investment properties in operation	4	12	2	6	24
Spain	**1**	**3**	**0**	**1**	**5**
Investment properties in operation	1	3	0	1	5
Ireland	**0**	**0**	**2**	**4**	**6**
Investment properties in operation	0	0	2	4	6
TOTAL [1]	**5**	**22**	**22**	**94**	**143**

(1) As at 31 December 2023, Care Property Invest has 150 effectively acquired projects in its portfolio, of which 143 were completed and 7 projects under development (the care residence 'St. Josephkerk' in Hillegom (NL), the care residence 'Saamborgh Almelo' in Almelo (NL), the care residence 'Wolfsbergen' in 's-Graveland (NL), the residential care centre 'Solimar Tavernes Blanques' in Tavernes Blanques (ES), the residential care centre 'Solimar Elche' in Elche (ES, the residential care centre 'Marina del Port' in Barcelona (ES) and the residential care centre 'Sugarloaf Care Centre' in Kilmacanogue South (IE)).

2.7 Occupancy rate

Most of the contracts entered are 'triple net' contracts, as a result of which the ground rent or rental fee is always payable in full regardless of the actual occupancy rate and as a result of which the economic occupancy rate of these projects is always 100%[1]. As a result, vacancy of the residential units has no impact on the income generated by the Company.

The Company can therefore confirm that the overall occupancy rate on the investment properties and finance leases is 100% (EPRA rental vacancy rate 0%) as at 31 December 2023.

Nevertheless, the Company wishes to include reporting on the overall actual occupancy rate in its reporting to meet the information needs of its stakeholders in that regard.

The upward trend in these actual residential care centres' occupancy rates[2], which started as early as 2022 after the COVID-19 pandemic, has persisted in 2023. In all countries where Care Property Invest operates, it is well above 80% for the relevant assets and we see it continuing to rise in its globality.

The table below shows the occupancy rates of investment properties by country as at 31 December 2022 and 31 December 2023. Only mature assets were included in the sample.

(1) Care Property Invest only runs a vacancy risk for the 'Tilia' project in Gullegem. The rental vacancy rate for the 'Tilia' project is therefore negligible in the overall portfolio. Over 2023, the occupancy rate was 94% compared to 77% over 2022. For the projects in the initial portfolio, the risk is placed entirely with the counterparty and the Company receives the canon regardless of the occupancy rate. For the new projects too, the Company seeks to shift all or most of this risk to the counterparty.

(2) In further notes, the portfolio of finance leases, among others, is excluded given the very limited counterparty risk.

Occupancy rate mature portfolio [1]	31 December 2022	31 December 2023	Country weighting [2]	Scope coverage [3]
Belgium	90.90%	92.78%	77.62%	100.00%
The Netherlands	93.85%	87.64%	3.62%	100.00%
Spain	91.97%	97.82%	6.42%	100.00%
Ireland	94.68%	94.32%	12.34%	100.00%
TOTAL	**91.54%**	**93.11%**	**100.00%**	**100.00%**

(1) An asset is considered mature when it has been operational for at least two years and there is no vacancy due to renovation works. The scope is identical for both financial years.

(2) Share of a country's reported mature portfolio in the total reported mature portfolio.

(3) Scope coverage is based on the annualised rental income of the reported mature assets compared to the annualised rental income of the total scope for the 2023 financial year.

Overall, we see an increase in occupancy rates from 91.54% to 93.11%. The slight decrease we notice in 2023 in The Netherlands is due to the rather limited number of rooms in the sample for this country, so in practice it is a reduction in occupancy of only a limited number of rooms. Nevertheless, an occupancy rate of 87.64% is well above the required break-even level for operators.

2.8 Insured value of the real estate

For the buildings that the Company develops or has developed itself, the Company contracts CAR insurance as well as liability insurance during the construction phase. 10-year liability insurance is contracted from the date that the projects are made available.

The lease-, tenancy and provision contracts include an obligation for all leaseholders, tenants and parties to which the property is made available to contract the necessary fire insurance for the new construction value. The leaseholder usually also needs to take out an income loss policy, which covers the company in the event that the property becomes unusable.

The insurance obligation for real estate that is shown in investment properties is also borne by the leaseholder or tenant (operator), in accordance with the requirements included in the lease contracts or tenancy agreements. Care Property Invest therefore pays no insurance premiums for these buildings. The Company exercises control over the compliance of the operators with their insurance obligations.

2.9 Breakdown by building

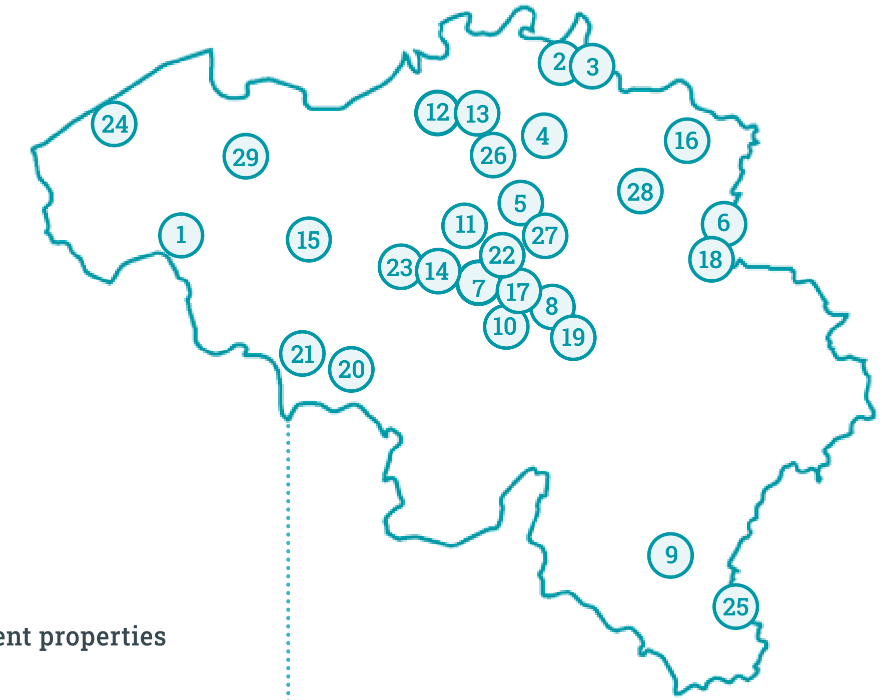
In compliance with Article 30 of the RREC Law, no more than 20% of the consolidated assets may be invested in property that constitutes a single property unit. As at 31 December 2023, Care Property Invest did not exceed the legal limit of 20% laid down in Article 30 of the RREC Law. As at 31 December, the concentration risk for Colisée is 13.77%, for Vulpia 11.10%, for Korian 8.28% and for My-Assist 6.62%.

The Company takes this legal provision into consideration with every acquisition it makes and the order in which these investments are made.

3. Summary tables consolidated real estate portfolio

3.1 Summary table investment properties

Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
Belgium			**213,456**	**2,906**	**30,120,385**	**26,613,321**			
Anima									
Nuance	7	2020	7,239	121	875,424		100%	Schaatsstraat 20, 1190 Vorst	
Colisée									**13.77%**
Les Terrasses du Bois	8	2014	16,568	176	2,248,487		100%	Terhulpsesteenweg 130, 1170 Watermaal-Bosvoorde	
Ter Meeuwen	16	2015	8,628	101	892,350		100%	Torenstraat 15, 3670 Oudsbergen	
Park Kemmelberg	13	2014	2,412	31	428,309		100%	Lange Pastoorstraat 37, 2600 Berchem	
Moretus	12	2011	8,034	139	1,407,301		100%	Grotesteenweg 185, 2600 Berchem	
De Wand	22	2015	10,562	137	1,509,840		100%	Wandstraat 21109/2013, 1020 Brussel	
Keymolen	23	2014	7,245	88	1,012,748		100%	Karel Keymolenstraat 55, 1750 Lennik	
Westduin	24	2014	11,594	135	1,850,556		100%	Badenlaan 62, 8434 Westende	

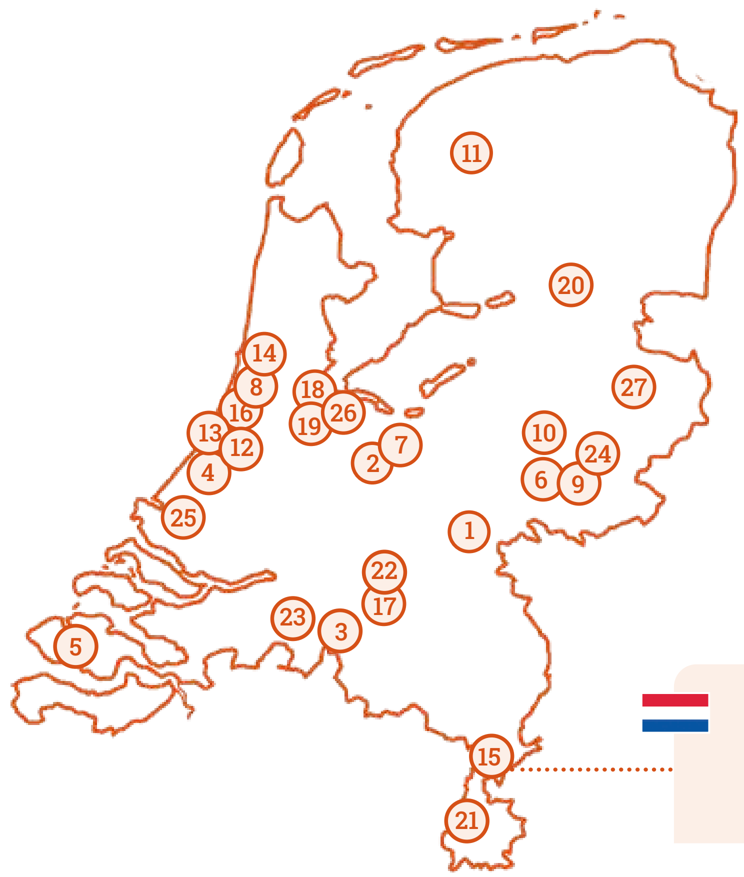


Investment properties Belgium

- 100% Occupancy rate
- €575 million Fair value portfolio

Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
Korian									**4.97%**
3 Eiken	6	2016	7,990	122	1,150,764		100%	Drie Eikenstraat 14, 3620 Lanaken	
Huyse Elckerlyc	18	2008	3,944	73	389,281		100%	Trinellestraat 23, 3770 Riemst	
Ter Bleuk	5	2016	5,593	52	864,598		100%	Bleukstraat 11, 2820 Bonheiden-Rijmenam	
Oase	11	2016	6,730	76	966,885		100%	Tramlaan 14, 1861 Wolvertem	
My Assist									**6.62%**
La Reposée	20	2020	5,643	98	994,627		100%	Rue de Chemin de Fer 1, 7033 Bergen	
New Beaugency	21	2015	4,805	85	973,511		100%	Rue d'Ellezelles 57, 7321 Bernissart	
Residence des Ardennes	25	2021	14,441	200	2,492,915		100%	Rue du Bois de Loo 379, 6717 Attert	
OCMW Wevelgem									
Tilia	1	2015	1,454	15	158,497		94%	Dorpsplein 21, 8560 Gullegem	
Orelia									
Wiart 126	17	2014	6,875	104	1,161,532		100%	Carton de Wiartlaan 126-128, 1090 Jette	
Ter Beuken	10	2016	6,834	92	1,022,186		100%	Beukenbosstraat 9, 1652 Alsemberg	
Résidence du Lac									
La Résidence du Lac	19	2011	5,410	99	1,098,622		100%	Avenue Albert 1er 319, 1332 Genval	
Thuis Leven									
Klapgat	27	2020	7,448	53	609,821		100%	Klapgat 6-8, 3150 Haacht	
Vulpia									**11.10%**
Aan de Kaai	3	2012	7,950	74	1,054,694		100%	Antoine Coppenslaan 33, 2300 Turnhout	
Boeyendaalhof	4	2011	7,139	117	952,532		100%	Itegemsesteenweg 3, 2270 Herenthout	
Bois de Bernihè	9	2013	6,886	114	712,152		100%	Avenue de Houffalize 65, 6800 Libramont-Chevingny	
De Nieuwe Kaai	2	2005	7,806	99	1,103,070		100%	Nieuwe Kaai 5-7, 2300 Turnhout	
Home Aldante	14	2003	2,372	55	213,371		100%	Uytroeverstraat 1, 1081 Koekelberg	
't Neerhof	15	2013	8,236	108	902,947		100%	Nieuwstraat 69, 9660 Brakel	
Dungelhoeff	26	2021	11,535	158	1,452,872		100%	Kazernedreef ZN, 2500 Lier	
BoCasa	28	2013	7,304	98	1,145,511		100%	Vrunstraat 15-17, 3550 Bolderberg (Heusden-Zolder)	
Selys & Kompas									
De Nieuwe Ceder	29	2019	4,779	86	474,980		100%	Parijsestraat 34, 9800 Deinze	

Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
The Netherlands			**61,757**	**725**	**11,579,070**	**11,428,828**			
Aldenborgh Exploitatie									
Aldenborgh	15	2022	2,470	32	531,622		100%	Oudeborgstraat 12-14, 6049 Herten (Roermond)	
De Familie									
Zorgvilla Ome Jan	22	2021	1,500	26	483,489		100%	Ravelijn 1, 5264 PC Vught	
Com4Care									
Huize Elsrijk	18	2022	1,280	15	329,212		100%	Keizer Karelweg 489-491, 181 RH Amstelveen	
De Gouden Leeuw									
De Gouden Leeuw Laag-Keppel	6	1980	2,265	36	378,764		100%	Rijksweg 91, 6998 AG Laag-Keppel	
De Gouden Leeuw Zelhem	9	2007	5,200	40	679,825		100%	Burg. Rijpstrastraat 3-5, 7021 CP Zelhem	
De Gouden Leeuw Zutphen	10	2021	3,708	36	732,385		100%	De Clercqstraat 58, 7201 EC Zutphen	
Golden Years									
Residence Oldenbarnevelt	25	2016	2,004	23	324,000		100%	Delftweg 166, 3046 NC Rotterdam	

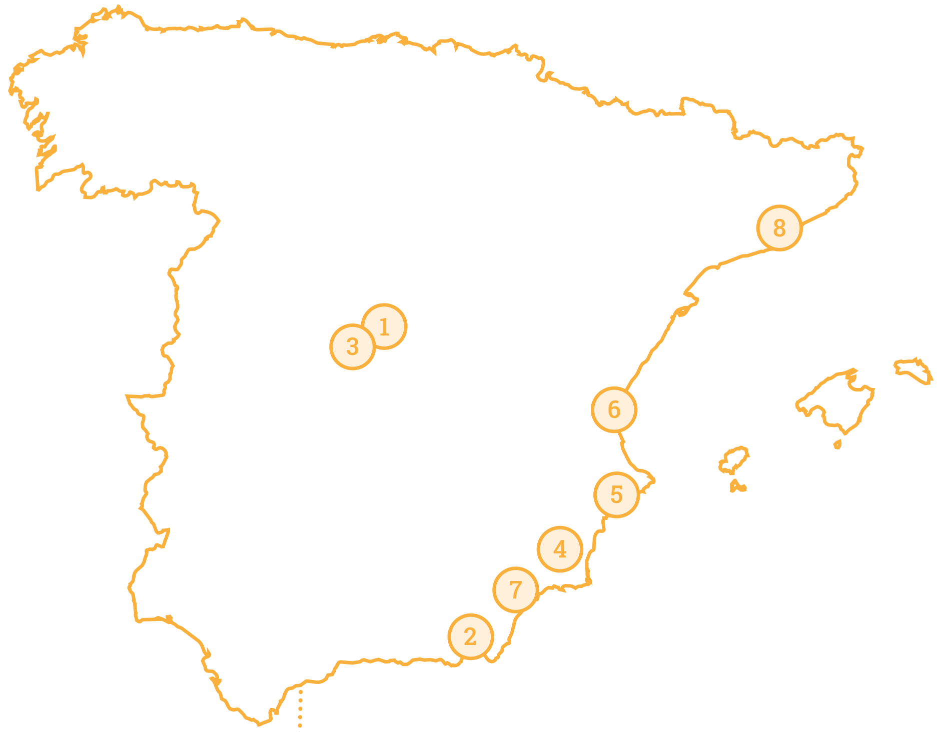


Investment properties
The Netherlands

- 100%
  Occupancy rate
- €229 milion
  Fair value portfolio

Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
Korian									**2.76%**
De Orangerie	1	2021	6,567	64	691,426		100%	Malvert 5002-5004, 6538 DM Nijmegen	
Villa Maria	3	2021	3,547	32	492,424		100%	Ringbaan West 300, 5025 VB Tilburg	
Villa Ouderkerk	19	2022	4,378	32	500,199		100%	Polderweg 3, 1191 JR Ouderkerk aan de Amstel	
Villa Stella	5	2023	1,530	25	327,600		100%	Herengracht 50-52, 4331 PX Middelburg	
Pim Senior									
Pim Senior	23	2021	3,976	56	1,067,000		100%	Geerstraat 1, 4849 PP Dorst	
Gemeente Wassenaar									
Villa Sijthof	4	2015	1,411	19	114,000		100%	Oud Clingendaal 7, 2245 CH Wassenaar	
Domus Valuas									
Villa Pavia	2	2004	1,638	16	348,913		100%	Laan van Beek en Royen 45, 3701 AK Zeist	
Boarnsterhim State	11	2011	1,500	19	195,781		100%	Wjitteringswei 67, 8495 JM Aldeboarn	
De Meerlhorst	14	2016	1,380	17	382,136		100%	Van Merlenlaan 2, 2103 GD Heemstede	
Het Witte Huis	13	2011	1,600	25	601,845		100%	Endegeesterlaan 2-4, 2342 CZ Oegstgeest	
Villa Oranjepark	12	2007	942	14	295,448		100%	Prins Hendriklaan 2, 2341 JB Oegstgeest	
Villa Wulperhorst	7	2021	3,500	44	935,215		100%	Tiendweg 6-8, 3709 JP Zeist	
Villa Vught	17	2022	1,450	21	352,793		100%	Gogelstraat 3, 5262 AB Vught	
Mariënhaven	16	2022	3,610	41	645,766		100%	Mgr. Aengenentlaan 1, 2361 GB Warmond	
Saamborgh									
Huize Willibrordus	24	2023	1,290	22	276,150		100%	Stationsstraat 4, 7261 AD Ruurlo	
Warm Hart									
Warm Hart Zuidwolde	20	2023	3,011	42	553,077		100%	Spinwiefien 15, 7921 JT Zuidwolde	
Warm Hart Ulestraten	21	2023	2,000	28	340,000		100%	Albert Schweitzerstraat 16, 6235 CV Ulestraten	

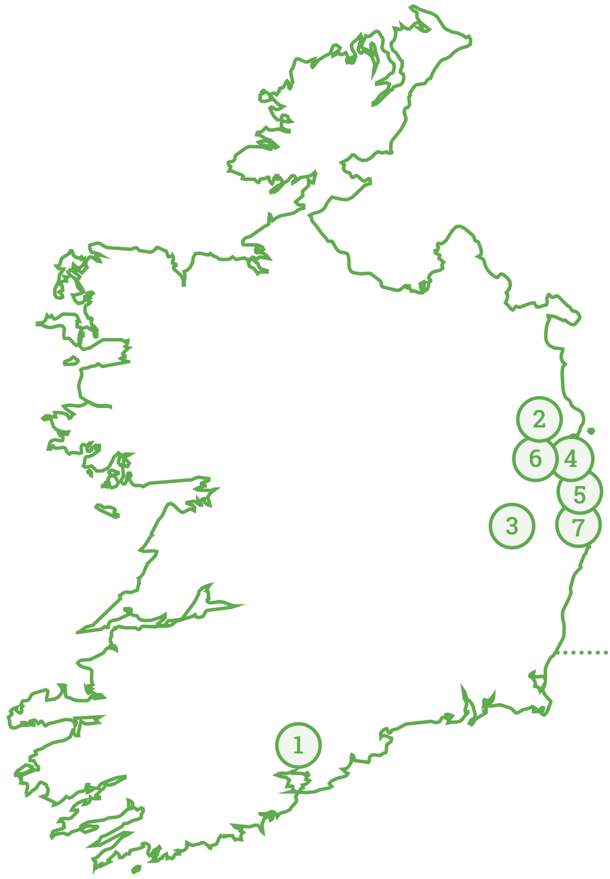
Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
Spain			**69,509**	**790**	**5,056,748**	**5,027,622**			
Emera Group									
Emera Almeria	2	2021	6,689	125	634,212		100%	Calle Severo Ochoa 12, 03015 Almeria	
Emera Carabanchel	1	2022	11,789	160	861,720		100%	Calle Juan Mieg 25, 28054 Carabanchel, Madrid	
Emera Murcia	4	2021	7,370	128	642,206		100%	Calle Avenida De La Justicia, Murcia	
Emera Mostoles	3	2023	6,374	148	713,707		100%	Calle Agustin de Betancourt 37, 28935 Mostoles, Madrid	
Forum de Inversiones Inmobiliarias Mare Nostrum									
Forum Mare Nostrum I	5	2008	37,287	229	2,204,902		100%	Camino del Pintxo 2, 03580 Alicante	



Investment properties

Spain

- 100%
  Occupancy rate
- €110 million
  Fair value portfolio



Investment properties Ireland

- 100% Occupancy rate
- €88 million Fair value portfolio

Operator and projects - 31 December 2023	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Estimated rental value (ERV) (1)	Occupancy rate (3)	Address	Fair value compared to consolidated assets (%) (2)
Ireland			**25,377**	**438**	**4,131,668**	**4,034,050**			
DomusVi									
Cairnhill Nursing Home	5	2013	7,193	88	922,500		100%	Herbert Road, Bray, Co Wicklow A98 VF88	
Elm green Nursing Home	6	2015	9,195	147	1,230,000		100%	Dunsink Lane, Dunsink, Co.Dublin 15 E403	
Silver Stream Healthcare									
Ballincurrig Care Centre	1	2003	1,896	48	320,330		100%	Ballincurrig, Leamlara, Co. Cork, T56 TC04	
Ratoath Manor Nursing Home	2	1995	2,715	54	355,350		100%	Ratoath, Co. Meath, T A85 YW73	
Dunlavin Nursing Home	3	2016	2,845	61	572,175		100%	Dunlavin Lower, Dunlavin, Co. Wicklow, W91 P3C6	
Leeson Park Nursing Home	4	2013	1,533	40	731,313		100%	10 Leeson Park, Ranelagh, Dublin, D06 TC65	
TOTAL			**370,099**	**4,859**	**50,887,870**	**47,103,821**			

(1) For the hypotheses and principles adopted for the estimate of the rental value, reference is made to paragraph '4. Report of the real estate expert' on page 155. For the 'Aan de Kaai' investment property, the real estate expert based the calculation of the rental value on the assumption that the day-care centre will/can be converted into an additional 10 rooms. This estimated rental value is shown segmented by country.

(2) The calculation also takes into account the fair value of the ongoing development projects per operator. The other real estate units do not represent more than 5% of the total assets. The consolidated assets include finance leases at fair value.

(1) For the calculation method of the occupancy rate, we refer to paragraph '1.3 Occupancy rate' on page 302 of Chapter IX. Glossary.

3.2 Table summarising the projects under development

Project Name	Indication on map	Location	Country	Estimated total cost	Current cost price	Estimated future cost	Planned delivery	ERV after completion	Operator	Type
The Netherlands				**29,243,523**	**20,306,370**	**8,937,153**				
Sint Josephkerk	8	Hillegom	NL	9,130,000	7,960,441	1,169,559	Q2 2025		Korian	herontwikkeling
Wolfsbergen	26	's-Gravenland	NL	11,213,523	9,895,981	1,317,542	Q2 2024		Golden Years	herontwikkeling
Saamborgh Almelo	27	Almelo	NL	8,900,000	2,449,949	6,450,051	Q2 2025		Saamborgh	ontwikkeling
Spain				**28,537,253**	**24,933,338**	**3,603,915**				
Solimar Tavernes Blanques	6	Tavernes Blanques	ES	10,633,000	10,472,916	160,084	Q2 2024		Vivalto Group	ontwikkeling
Solimar Elche	7	Elche	ES	10,835,000	8,266,351	2,568,649	Q3 2024		Vivalto Group	ontwikkeling
Marina del Port	8	Barcelona	ES	7,069,253	6,194,071	875,182	Q2 2024		La Vostra Llar	ontwikkeling
Ireland				**23,444,185**	**15,239,209**	**8,204,976**				
Sugarloaf Care Centre	7	Kilmacanogue South	IE	23,444,185	15,239,209	8,204,976	Q2 2024		Silver Stream Healthcare Group	ontwikkeling
TOTAL				**81,224,961**	**60,478,917**	**20,746,044**		**4,242,130**		

> As at 31 December 2023, Care Property Invest has 150 effectively acquired residential care projects in Belgium, The Netherlands, Spain and Ireland. The Company's long-term ambition is to further increase this number and further diversify the operator base.

3.3 Table summarising the projects in the initial real estate portfolio

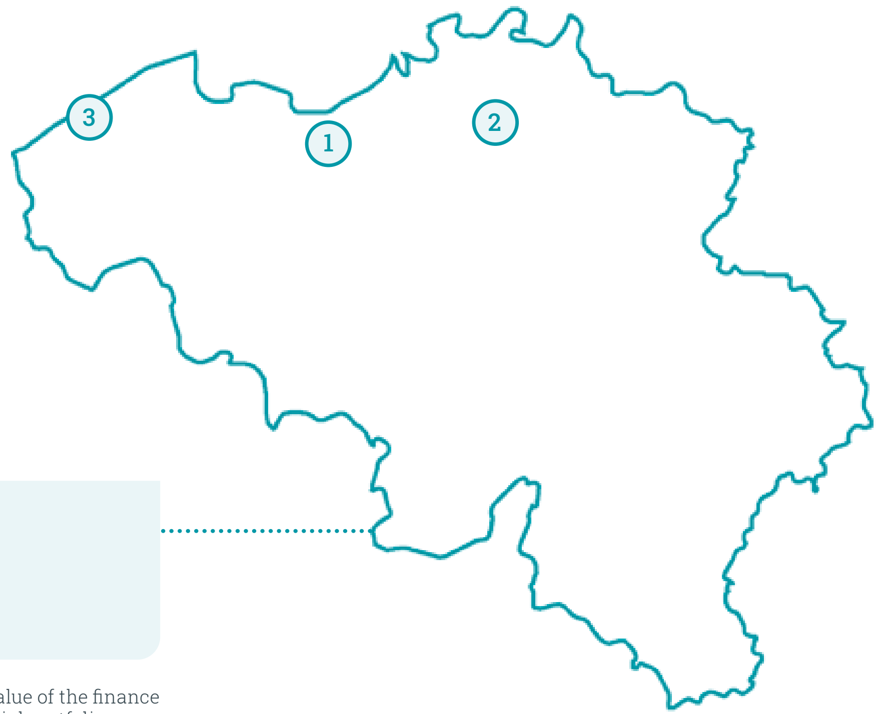
Project Name	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Occupancy rate	Address
OCMW/CPAS		**180,507**	**1,885**	**16,181,090**		
Antwerp						
Residentie ''t Lam'	1997	2,465	26	246,222	100%	Polderstraat 1, 2070 Zwijndrecht
Residentie 'De Loteling'	1998	2,103	24	195,907	100%	Kapellei 109, 2980 Sint-Antonius (Zoersel)
Residentie 'De Linde'	1998	2,348	23	219,315	100%	Jaak Aertslaan 3, 2320 Hoogstraten
Residentie 'De Peulder'	1998	1,722	20	187,626	100%	Bellekens 2, 2370 Arendonk
Residentie 'Papegaaienhof'	1999	2,285	24	244,758	100%	Burgemeester De Boeylaan 2, 2100 Deurne
Residentie 'Altena'	2003	2,480	25	310,433	100%	Antwerpsesteenweg 75, 2550 Kontich
Residentie 'Mastbos'	2000	1,728	20	214,536	100%	Maststraat 2, 2910 Essen
Residentie 'Mastbos' - uitbreiding	2010	866	10	104,830	100%	Maststraat 2, 2910 Essen
Residentie 'Kloosterhof'	2001	1,955	24	249,548	100%	Kloosterhof 1, 2470 Retie
Residentie 'De Brem'	2001	3,512	42	403,481	100%	Zwaantjeslei 87, 2170 Merksem
Residentie ''t Kloosterhof'	2002	1,476	17	181,109	100%	Pastoor Woestenborghslaan 4, 2350 Vosselaar
Residentie 'A. Stappaerts'	2002	2,090	28	365,699	100%	Albert Grisarstraat 17-25, 2018 Antwerpen
Residentie 'Sint-Bernardus'	2004	3,094	24	245,853	100%	Sint-Bernardusabdij 1, 2620 Hemiksem
Residentie 'De Wilders'	2004	2,069	25	267,869	100%	De Wilders 39, 2382 Poppel (Ravels)
Residentie 'Het Sluisken'	2005	2,158	25	233,836	100%	Gasthuisstraat 9, 2960 Brecht
Residentie 'Geestenspoor'	2006	1,660	19	178,359	100%	Geestenspoor 69-75, 2180 Ekeren
Residentie ''t Zand'	2011	3,378	36	160,677	100%	Zandstraat 4, 2960 Sint-Job-in-'t-Goor
Hof van Picardiën'	2012	2,004	22	145,728	100%	Molenstraat 68, 2970 Schilde
Residentie 'De Schittering'	2012	2,537	22	166,281	100%	Nieuwstraat 11-15, 2290 Vorselaar
Residentie 'Nieuwe Molenakkers'	2012	6,125	37	273,232	100%	Boudewijnstraat 7, 2340 Beerse
Residentie 'Ten Hove'	2013	4,771	50	171,251	100%	Jakob Smitslaan 26, 2400 Mol
West Flanders						
Residentie 'Zevekote'	1998	2,059	22	214,233	100%	Kleine Stadenstraat 2, 8830 Hooglede
Residentie 'D'Hooge'	1998	1,469	19	183,365	100%	Statiestraat 80, 8810 Lichtervelde
Residentie 'Roger Windels'	1998	1,766	21	194,776	100%	Karel de Goedelaan 4, 8820 Torhout
Residentie 'Soetschip'	1999	727	10	98,397	100%	Lostraat 3, 8647 Lo-reninge
Residentie 'Zilverschoon'	2000	2,524	30	283,401	100%	Beversesteenweg 51, 8800 Roeselare
Residentie 'Eugenie Soenens'	2001	1,348	14	142,785	100%	Ieperweg 9a, 8211 Loppen (Zedelgem)
Residentie ''t Kouterhuys'	2011	2,991	33	284,417	100%	Hospitaalstraat 31, 8610 Kortemark
Residentie 'De Varent'	2002	5,901	63	723,498	100%	Zuiderlaan 45, 8790 Waregem
Residentie 'Ter Drapiers'	2002	1,553	17	172,968	100%	Gasstraat 4, 8940 Wervik
Residentie 'Meulewech'	2002	3,175	36	365,756	100%	Kosterijstraat 40-42, 8200 Brugge
Residentie 'De Vliedberg'	2010	3,306	35	203,639	100%	Rudderhove 2, 8000 Brugge
Residentie 'Ter Leyen'	2012	2,640	33	131,563	100%	Wiermeers 12, 8310 Brugge
Residentie 'Ten Boomgaarde'	2012	4,839	38	217,796	100%	Ter Beke 31, 8200 Brugge
Residentie 'De Vlasblomme'	2003	1,527	19	206,549	100%	Grote Molenstraat 43, 8930 Menen
Residentie 'Leonie'	2005	1,101	17	133,970	100%	Leonie de Croixstraat 19, 8890 Dadizele (Moorslede)
Residentie 'Ter Linde'	2011	1,863	20	183,768	100%	Gitsbergstraat 40, 8830 Hooglede
Residentie 'Duinenzichterf'	2011	4,135	48	367,995	100%	Duinenzichterf 10-14, 8450 Bredene

Project Name	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Occupancy rate	Address
East Flanders						
Residentie 'De Lavondel'	1997	1,856	20	171,324	100%	Proosdij 15, 9400 Denderwindeke
Residentie 'De Kaalberg'	1998	4,501	47	435,839	100%	Prachting 6, 9310 Moorsel
Residentie 'Denderzicht'	1999	1,561	17	180,742	100%	Burchtstraat 48-54, 9400 Ninove
Residentie 'Aster'	2000	1,358	16	132,432	100%	Koning Albertstraat 7, 9968 Oosteeklo
Residentie 'Herfstdroom'	2000	1,902	20	202,075	100%	Bommelstraat 33, 9840 De Pinte
Residentie 'Den Eendengaerd'	2000	1,756	20	202,985	100%	Marktplein 23, 9920 Hamme
Residentie 'Den Craenevliet'	2004	816	11	143,353	100%	Killestraat 33, 9220 Hamme
Residentie 'Cuesta'	2005	1,872	24	194,647	100%	Molenstraat 41, 9250 Waasmunster
Residentie 'De Lijsterbes'	2006	1,865	20	193,786	100%	Steenvoordestraat 38 bis, 9070 Destelbergen
Residentie 'De Vlierbes'	2014	1,854	20	207,548	100%	Steenvoordestraat 36 bis, 9070 Destelbergen
Residentie 'De Goudbloem'	2009	4,102	36	183,369	100%	Zwijgershoek 10, 9100 Sint-Niklaas
Residentie 'De Priesteragie'	2012	6,072	60	232,521	100%	Azalealaan 6, 9100 Sint-Niklaas
Flemish Brabant						
Residentie 'Den Eikendreef'	1998	1,081	13	121,604	100%	Kloosterstraat 73, 1745 Opwijk
Residentie 'De Vlindertuin'	2014	3,152	32	378,981	100%	Kloosterstraat 77, 1745 Opwijk
Residentie 'Dry Coningen'	2007	2,030	24	216,004	100%	Leuvensesteenweg 190, 3070 Kortenberg
Residentie 'De Sterre'	2008	1,320	15	172,681	100%	Mechelsesteenweg 197, 1933 Sterrebeek (Zaventem)
Residentie 'De Veste'	2010	2,037	18	288,216	100%	Veste 25, 1932 Sint-Stevens-Woluwe (Zaventem)
Seniorie 'Houtemhof'	2008	3,187	31	339,756	100%	Houtemstraat 45, 3300 Tienen
Seniorie 'Houtemhof' - uitbreiding	2010	2,429	31	284,372	100%	Houtemstraat 45, 3300 Tienen
Residentie 'Den Bleek'	2011	1,936	16	159,808	100%	Stationsstraat 35, 1750 Sint-Kwintens-Lennik
Residentie 'Paepenbergh'	2012	4,344	36	154,403	100%	Fabriekstraat 148, 1770 Liedekerke
Residentie 'Ter Wolven'	2012	4,284	43	212,319	100%	Godshuisstraat 33, 1861 Wolvertem (Meise)
Limburg						
Residentie 'De Kempkens II'	2000	1,537	16	160,780	100%	De Kempens 1, 3930 Hamont
Residentie ''t Heppens Hof'	2003	1,622	19	209,437	100%	Heidestraat 1, 3971 Leopoldsburg
Residentie 'De Parel'	2001	2,713	31	321,162	100%	Rozenkransweg 21, 3520 Zonhoven
Residentie 'Chazal'	2004	2,703	31	331,637	100%	De Wittelaan 1, 3970 Leopoldsburg
Residentie 'Kompas'	2005	1,462	18	206,159	100%	Dorpsstraat 82A, 3665 As
Residentie 'De Lier'	2007	2,807	25	166,804	100%	Michielsplein 5, 3930 Achel
Residentie 'Mazedal'	2008	3,346	28	351,679	100%	Langs de Graaf 15, 3650 Dilsen-Stokkem
Residentie 'De Brug'	2009	4,667	40	200,306	100%	Rozenkransweg 25, 3520 Zonhoven
Residentie 'De Klitsberg'	2009	2,800	24	194,926	100%	Klitsbergwijk 28, 3583 Paal (Beringen)
Residentie 'Carpe Diem'	2012	2,538	28	200,213	100%	Hesdinstraat 5, 3550 Heusden-Zolder
De Waterjuffer	2013	3,247	37	153,798	100%	Speelstraat 8, 3945 Ham

Project Name	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Occupancy rate	Address
VZW/ASBL		8,524	103	819,804		
Antwerp						
Residentie 'd' Hoge Bomen'	2000	1,821	22	206,644	100%	Hoogboomsteenweg 124, 2950 Kapellen
Residentie 'Ten Velden'	2010	1,558	21	122,842	100%	Kerkevelden 44-60, 2560 Nijlen
East Flanders						
Residentie 'Noach'	1998	1,254	15	155,967	100%	Nieuw Boekhoutestraat 5A, 9968 Bassevelde
Residentie 'Serviceflats Ten Bosse II'	2002	1,692	19	179,535	100%	Ten Bosse 150, 9800 Deinze
Residentie 'Ponthove'	2005	2,199	26	154,816	100%	Pontstraat 18, 9870 Zulte
76 PROJECTS		189,031	1,988	17,000,894		

3.4 Summary table finance leases new investment program

Project Name	Indication on map	Year of construction/ (latest) renovation	Total lettable floor area in m²	Number of residential units	Contractual rental income	Occupancy rate	Address
OCMW/CPAS							
Hof ter Moere	1	2017	1,937	22	144,419	100%	Herfstvrede 1A, 9180 Moerbeke
Huis Driane	2	2018	1,742	22	134,829	100%	Molenstraat 56, 2270 Herenthout
De Stille Meers	3	2020	5,326	60	204,405	100%	Sluisvaartstraat 56, 8430 Middelkerke
3 PROJECTS			9,005	104	483,652		



Finance leases Belgium(1)

- 100%
  Occupancy rate
- €242 million
  Fair value portfolio

(1) This concerns the fair value of the finance leases, including the initial portfolio.

4. Report of the real estate expert

The total assets of the real estate portfolio amount to €1,236,567,900(1). It consists of investment properties on the one hand and finance leases on the other. In the second quarter of this year, the Company had the finance leases valued for the first time by an independent real estate expert to ensure correctness and objectivity.

(1) Including rights in rem, excluding assets held for sale.

4.1 Investment properties

The real estate portfolio has been valued by Stadim, Cushman & Wakefield and CBRE. The total fair value of the portfolio amounts to €994,464,900 (including rights in rem). The fair value of the portfolio valued by Stadim amounts to €738,067,900 (74%). The fair value of the portfolio valued by Cushman & Wakefield amounts to €168,836,800 (17%). The fair value of the portfolio, valued by CBRE, amounted to €87,560,200 (9%).

4.1.1 Report of the real estate by Stadim

Dear Madam or Sir,

According to the statutory provisions, we have the honour of expressing our view on the value of the real estate portfolio of the public regulated real estate company (public RREC) Care Property Invest as at 31 December 2023.

Both Stadim cvba and the natural persons that represent Stadim confirm that they have acted as independent experts and hold the necessary relevant and recognised qualifications.

The valuation was performed on the basis of the market value, as defined in the 'International Valuation Standards' published by the 'Royal Institution of Chartered Surveyors' (the 'Red Book'). As part of a report that complies with the International Financial Reporting Standards (IFRS), our estimates reflect the fair value. The fair value is defined by the IAS 40 standard as the amount for which the assets would be transferred between two well-informed parties, on a voluntary basis, without special interests, mutual or otherwise. IVSC considers that these conditions have been met if the above definition of market value is respected. The market value must also reflect the current rental agreements, the current gross margin for self-financing (or cash flow), the reasonable assumptions concerning the potential rental income and the expected costs.

The costs of deeds must be adjusted in this context to the current situation in the market. Following an analysis of a large number of transactions, the real estate experts acting in a working group at the request of listed real estate companies reached the conclusion that, as real estate can be transferred in different forms, the impact of the transaction costs on large investment properties in the Belgian market with a value in excess of €2.5 million is limited to 2.5%. The value with no additional costs payable by the buyer therefore corresponds to the fair value plus deed costs of

2.5%. The fair value is therefore calculated by dividing the value with no additional costs payable by the buyer by 1.025. The properties below the threshold of €2.5 million and the foreign properties are subject to the customary registration laws and their fair value therefore corresponds to the value with costs payable by the buyer.

Both the current lease contracts and all rights and obligations arising from these contracts were taken into account in the estimates of the property values. Individual estimates were made for each property. The estimates do not take account of any potential added value that could be realised by offering the portfolio as a whole in the market. Our valuation does not take account of selling costs or taxes payable in relation to a transaction or development of real estate. These could include estate agents' fees or publicity costs, for example.

In addition to an annual inspection of the relevant real estate, our estimates are also based on the information provided by Care Property Invest in relation to the rental situation, the floor areas, the drawings or plans, the rental charges and taxes in connection with the properties concerned, conformity with laws and regulations and environmental pollution. The information provided was deemed to be accurate and complete. Our estimates assume that elements that were not reported are not of a nature that would influence the value of the property. This valuation reflects the value in the market on the valuation date.

Mostoles (ES) I Emera Mostoles

On 31 December 2023, the fair value of the property portfolio amounted to €736,756,700 and the market value with no additional costs payable by the buyer (or the investment value, before deduction of transfer tax) to €771,512,400. The fair value of the outstanding ground rent amounts to €1,311,200.

Antwerp, 31 December 2023

Michiel Van Baelen	Katrien Van Grieken MRICS
Valuation expert-	Partner
Advisor Stadim bv	Stadim bv

4.1.2 Report of the real estate by Cushman & Wakefield

Dear Madam, Sir,

We are pleased to send you our estimate of the fair value of investment properties held by Care property Invest as of 31 December 2023.

The valuations have been carried out taking into account the comments and definitions included in the reports and this according to the guidelines of the International Valuation Standards issued by the 'IVSC'.

We have acted individually as experts for the valuation where we have the necessary and recognised qualifications as well as the necessary expertise for these locations and types of buildings to be assessed. The determination of the fair value of the assessor has been derived primarily by using recent, comparable transactions that have taken place in the market, at arm's length conditions.

The valuation of the properties is assessed on the basis of the current rental contract and all associated rights and obligations. Each property was evaluated individually. This valuation does not take into account the potential value that can be realised by putting the entire portfolio on the market.

The valuations do not take into account the selling costs of a specific transaction such as brokerage or publicity costs. The valuations are based on property visits and information provided by Care Property Invest (such as current rent, area, plans, changes in rent, property taxes and regulations and pollution).

The information provided is assumed to be accurate and complete. The valuation is carried out on the assumption that the unavailable information does not affect the valuation of the property.

The 3 internationally defined valuation methods, as defined in the RICS Red Book, are the market approach, the cost approach and the income approach. These valuation methods are easily recognised by their basic principles:

1. The market approach equates to the comparison method of valuation;
2. The income approach refers to the investment method, either traditional (cap rate) or discounted cash flow (DCF) and is generally used for income generating properties;
3. The Cost Approach is often taken to refer to the Depreciated Replacement Cost method (DRC) and is generally used for non-income generating properties.

The different valuation methodologies are explained in the valuation reports and are based on the RICS Red Book.

Based on the valuations, the consolidated fair value of the portfolio amounted to €168,836,800[1] (after deduction of outstanding construction costs) as at 31 December 2023.

Annechien Veulemans MRICS	Gregory Lamarche MRICS
Senior valuer	Partner
Valuation & Advisory	Head of Valuation & Advisory

(1) Amounts were rounded from the real estate expert's report.

4.1.3 Report of the real estate by CBRE

Dear Madam, Sir,

We are pleased to send you our estimate of the fair value of investment properties held by Care property Invest as of 31 December 2023.

The valuations have been carried out in accordance with the current version of the RICS Valuation – Global Standards incorporating the International Valuation Standards and the UK national supplement (the 'Red Book'), as set out in our Terms of Engagement.

We act as an External valuer as defined in the current version of the RICS Valuation – Global Standards. We have acted individually as experts for the valuation where we have the necessary and recognised qualifications as well as the necessary expertise relevant to the locations and types of buildings being assessed. The determination of the fair value of the assessor has been derived primarily by using recent, comparable transactions that have taken place in the market, at arm's length conditions.

The valuation of the properties is assessed on the basis of the current rental income and all associated rights and obligations. We have valued the Properties individually and no account has been taken of any discount or premium that may be negotiated in the market if all or part of the portfolio was to be marketed simultaneously, either in lots or as a whole.

The valuations do not take into account the selling costs of a specific transaction such as brokerage or publicity costs. The valuations are based on property visits and information provided by Care Property Invest. The information provided is assumed to be accurate and complete. The valuation is carried out on the assumption that the unavailable information does not affect the valuation of the property.

The 3 internationally defined valuation methods, as defined in the RICS Red Book, are the market approach, the cost approach and the income approach. These valuation methods are easily recognised by their basic principles:

1. The market approach equates to the comparison method of valuation;
2. The income approach refers to the investment method, either traditional (cap rate) or discounted cash flow (DCF) and is generally used for income generating properties;
3. The Cost Approach is often taken to refer to the Depreciated Replacement Cost method (DRC) and is generally used for non-income generating properties.

The different valuation methodologies are explained in the valuation report and are based on the RICS Red Book.

Based on the valuations and as outlined in the valuation report, the consolidated fair value of the portfolio amounts to €87,560,200(1) as at 31 December 2023.

Kind regards

Maureen Bayley
Director
RICS Registered Valuer

For and on behalf of CBRE Unlimited

(1) Amounts were rounded from the real estate expert's report.

4.2 Finance leases

The finance leases portfolio was valued by Cushman & Wakefield. The Company had this portfolio valued for the first time in the second quarter of this year to ensure its accuracy and objectivity. The total fair value amounts to €242,103,000.

4.2.1 Report of the finance lease by Cushman & Wakefield

Dear Madam, Sir,

We are pleased to send you our estimate of the fair value of investment properties held by Care property Invest as at 31 December 2023.

The valuation of the finance leases is based on information supplied by Care Property Invest (e.g. rental status and area, rental charges and property taxes associated with the property, and compliance and pollution issues). The information supplied was assumed to be accurate and complete.

The valuations were performed under the assumption that uncommunicated information, is unlikely to affect the valuation.

Finance leases are considered in the context of ongoing rental agreements and all rights and obligations arising from these commitments.

We have valued each finance lease separately and have not taken into account any potential value that could be generated by offering the entire portfolio on the market.

We have not taken into account selling expenses applicable to a specific transaction, such as brokerage fees or advertising.

The valuation of the finance leases has been carried out under the following assumptions:

- The valuations are based on current canons, without taking into account future indexations.
- The current canons or rental streams are based on an average price per apartment.

In addition, the following insights are provided on the portfolio of finance lease:

- The portfolio is divided into an 'old' and 'new' part where there are some differences in the terms of the end-of-lease payment, while in the 'new' finance leases, the capital repayments are already included in the canons and consequently no end-of-lease payment needs to be paid.
- The discount rates consist of a risk premium added to a risk-free interest rate for the respective terms of the finance leases (OLO 1D).
    - The 'old' finance leases have an additional government guarantee, resulting in a lower risk premium.
    - An additional risk premium is included in the discount rate for a non-profit organisation (NPO), which inherently implies a higher risk level.
    - The weighted average of the risk-free interest rates and risk premiums of the total portfolio amounts to 3.85%.

Based on the valuations, the consolidated fair value of the finance leases amounted to €242,103,000 (after deduction of outstanding construction costs) as at 31 December 2023.

Annechien Veulemans MRICS	Gregory Lamarche MRICS
Senior valuer	Partner
Valuation & Advisory	Head of Valuation & Advisory

Gullegem (BE) I Tilia

IV.
Care Property Invest on the stock market

IV. CARE PROPERTY INVEST ON THE STOCK MARKET

1. Stock price and volume

1.1 Number and types of shares

Number of shares on	31/12/2023	31/12/2022
Total number of shares	**36,988,833**	**27,741,625**
of which:		
- Number of shares in circulation	36,988,833	27,741,625
- Number of own shares	0	0

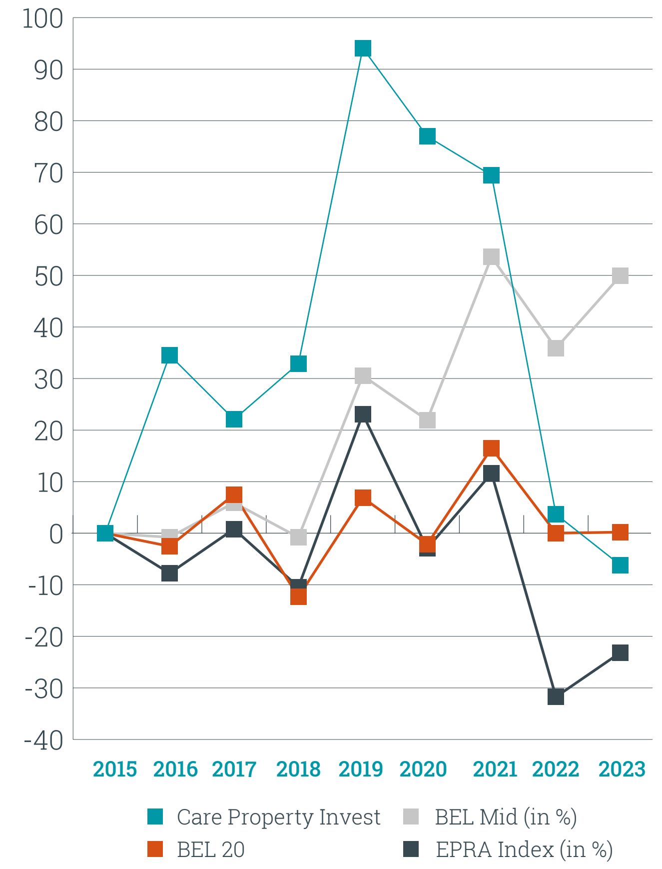
Value of shares on	31/12/2023	31/12/2022
Stock price on closing date	€ 14.26	€ 15.76
Highest closing share price of this period	€ 16.66	€ 26.55
Lowest closing share price of this period	€ 10.72	€ 14.68
Average share price	€ 13.09	€ 21.65
Market capitalisation	€ 527,460,759	€ 437,208,010
Net value per share	€ 17.25	€ 20.31
Premium compared to the net fair value	-17.34%	-22.40%
EPRA NTA per share	€ 18.88	€ 19.82
Premium compared to EPRA NTA	-24.46%	-20.49%
Free float	100.00%	100.00%
Average daily volume	45,283	23,470
Turnover rate	33.07%	22.07%

Dividend per share on	31/12/2023	31/12/2022
Gross dividend per share [1]	€ 1.00	€ 1.00
Net dividend per share	€ 0.85	€ 0.85
Applicable withholding tax rate	15%	15%
Gross dividend per share compared to the share price	7.01%	6.35%
Pay-out ratio (on statutory level)	108.08%	88.37%
Pay-out ratio (on consolidated level)	97.39%	80.78%

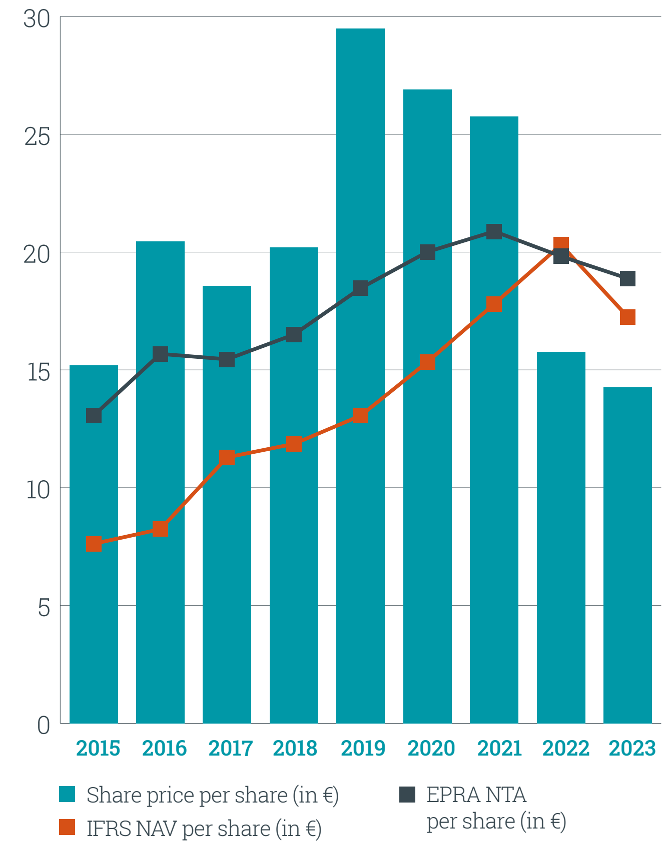
(1) Subject to approval by the Ordinary Annual General Meeting on 29 May 2024.

> For the 2023 financial year, the Company proposes a gross dividend of €1.00 per share. This represents a net dividend of €0.85 per share.

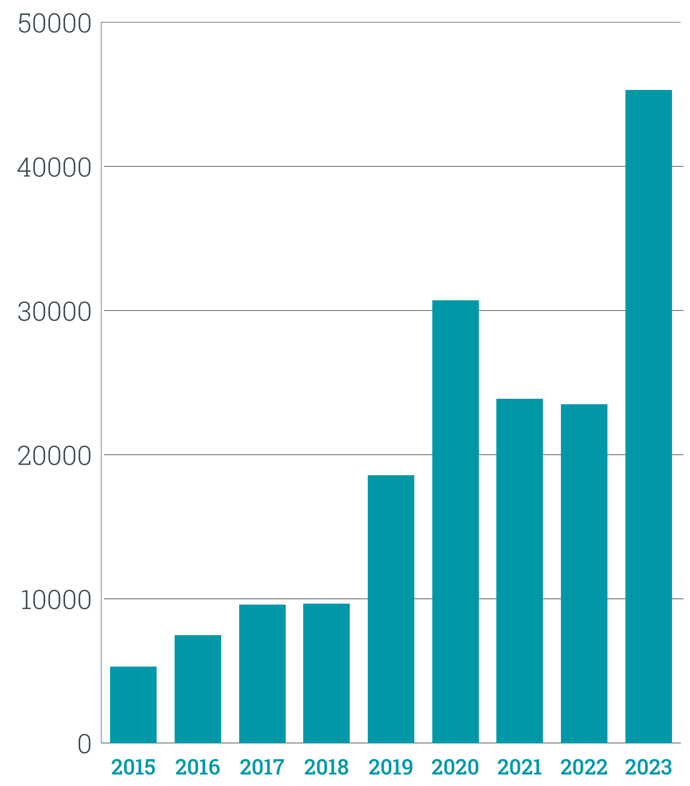
Comparison stock price shares (in %)



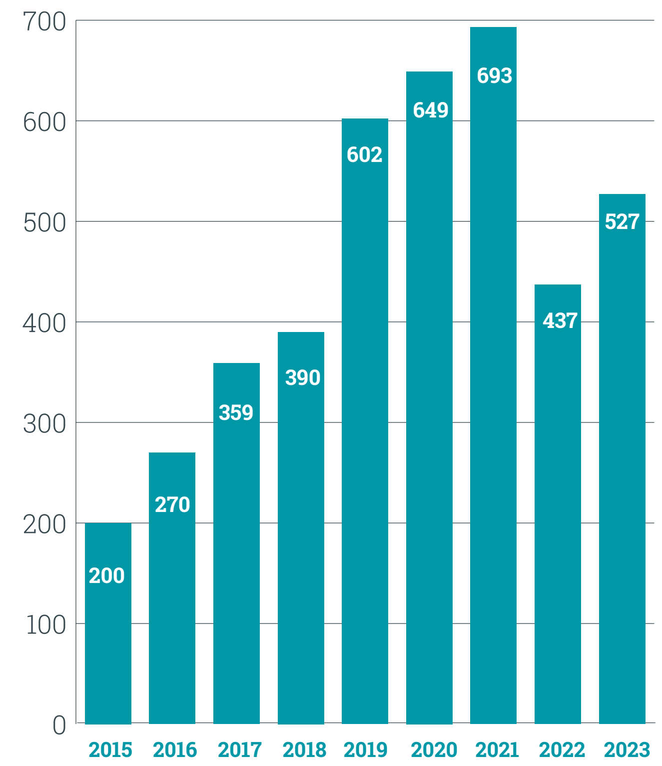
Evolution of the share price in relation to the net value (or net asset value) **of the share**



Liquidity of the shares
(Average number of shares traded per day)



Evolution market capitalisation (in € million)



1.2 Index inclusions of the Care Property Invest share

The Care Property Invest share is included in the following indices on 31 December 2023:

Name of index	Weight as at 31/12/2023
Euronext BEL Mid index (Euronext Brussel)	1,99%
Euronext BEL Real Estate (Euronext Brussel)	1,89%
GPR (Global Property Research) General Europe Index	0,13%
GPR (Global Property Research) General Europe Quoted Index (excl. open-end bank funds)	0,19%

Since December 2016, the Company is also a member of the European Public Real Estate Association (EPRA). Though its share is not included in the EPRA index, it uses this index as a benchmark and applies the EPRA standards in its annual and semi-annual financial reporting.

2. Dividend policy

In accordance with Article 11 §3 of the RREC Law, Article 7: 211 of the Belgian Code of companies and associations (BCCA) – which requires a statutory reserve to be kept - is not applicable. The minimum pay-out requirement is established in accordance with Article 13 of the RREC RD and amounts to 80% of the distributable profit if it exceeds the net decrease in debts. If necessary, and to the extent that there is sufficient profit, part of the profit is reserved and transferred to the following financial years in order to have more own funds for pre-financing and to provide the shareholders, in accordance with the original prospectus[1], a stable dividend for the subsequent financial years. The Company's strategy is to increase the dividend whenever sustainably possible and at least to keep it stable. In addition, it aims for a payout ratio close to the legal minimum of 80% and is considering using an optional dividend to keep profits within the Company to finance its growth strategy.

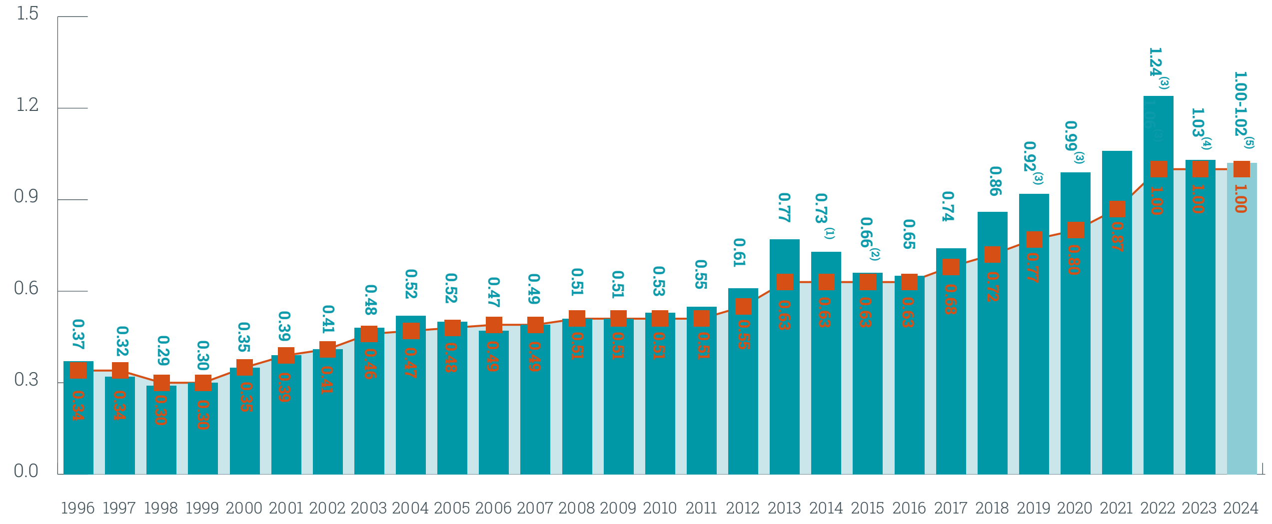
Taking into account the minimum distribution obligation in accordance with Article 13 of the RREC RD, the Board of Directors will propose to the Ordinary General Meeting of 29 May 2024, for the 2023 financial year, the payment of a gross dividend of €1.00 per share (or €0.85 net per share), applying the reduced withholding tax rate of 15%. This represents, despite the increase in the number of shares entitled to dividend by 9,247,208, an equalling of the dividend paid for the 2022 financial year.

Care Property Invest intends to pay an unchanged gross dividend of at least €1.00 per share for the 2024 financial year, which equates to a net dividend of €0.85 per share.

The Company's solvency is supported by the stable value of its real estate projects.

(1) Prospectus of public offering for subscription to 10,000 shares as issued by Serviceflats Invest nv/sa.

Evolution of the gross dividend (in €/share) **since initial public offering**



Adjusted EPRA earnings (in €/share).

Gross dividend (in €/share) - On 24 March 2014 a share split took place (1/1,000).

(1) Decrease in earnings per share, by creation of additional shares by optional dividend.

(2) Decrease in earnings per share, by creation of additional shares through a capital increase in 2015. Although the proceeds of the capital increase were used for new investments in the remaining months of 2015, the result only became apparent in 2016.

(3) Earnings per share on the rise, despite 2 capital increases in 2019 totalling €23 million (capital + share premium), 3 capital increases in 2020 totalling €99 million (capital + share premium), 2 capital increases in 2021 totalling €68 million (capital + share premium) and 2 capital increases in 2022 totalling €18 million (capital + share premium).

(4) Decrease in earnings per share, due to creation of additional shares by capital increase on 24 January 2023 of €108 million (capital + share premium).

(5) Outlook.

3. Bonds and short-term debt securities

3.1 MTN programme

For the financing of its projects, the Company also relies on the capital market by issuing bonds and commercial paper through an MTN programme with Belfius as arranger and Belfius and KBC as dealers (KBC only for the CP part). In March 2021, this programme was increased to €300 million. As at 31 December 2023, this form of financing is composed as follows:

3.1.1 Bonds

Issuer	ISIN code	Nominal amount	Issue date	Expiry date	Remaining term in years	Coupon	Indicative price as at 31/12/2023
Care Property Invest nv	BE6296621608	€ 5,000,000	12/07/2017	12/07/2024	7	1.72%	98.52%
Care Property Invest nv	BE6303016537	€ 7,500,000	28/03/2018	28/03/2029	11	2.08%	92.07%
Care Property Invest nv	BE6311814246	€ 1,500,000	14/02/2019	14/02/2027	8	1.70%	94.69%
Care Property Invest nv	BE6311813230	€ 500,000	14/02/2019	14/02/2030	11	1.99%	90.08%
Care Property Invest nv	BE6318510276	€ 1,500,000	31/01/2020	31/01/2028	8	0.90%	89.52%
Care Property Invest nv	BE6337268641	€ 10,000,000	22/08/2022	22/08/2029	7	4.18%	93.17%
TOTAL		**€ 26,000,000**					

3.2 Short-term debt securities

The MTN programme of €300 million provides for a maximum withdrawal of €200 million in commercial paper. Of this, an amount of €39.0 million was drawn as at 31 December 2023.

Bonheiden-Rijmenam (BE) I Ter Bleuk

3.3 Sustainability bonds

In 2021, the Company issued €32.5 million in sustainability bonds through a private placement with an institutional investor belonging to an international insurance group. The bonds, which were issued on 8 July 2021, have a maturity of 10 years and a coupon of 2.05%. On 10 March 2023 there was an early repayment of these bonds.

4. Shareholding structure

The Company has no knowledge of any shareholders holding more than 5% of the voting rights, as no notifications have been received to this effect within the context of the transparency legislation.

On 24 January 2023, Pensio B notified the Company that as of this date it no longer exceeds the 3% threshold due to a passive fall below the lowest threshold.

On 15 March 2023, Ameriprise Financial Inc notified the Company that it exceeds the 3% threshold as of 10 March 2023 due to the temporary holding of voting rights Care Property Invest by a company within the group.

Care Property Invest refers to its website www.carepropertyinvest.be for the publication of these transparency notifications.

Apart from this new notifications by Pensio B and Ameriprise Financial Inc, the Company received no new notifications for exceeding or falling below the 3% threshold during the 2023 financial year.

Share distribution on	31 December 2023		24 January 2023 (1)		31 December 2022	
	Number of shares (in %)	Number of shares (nominal value)	Number of shares (in %)	Number of shares (nominal value)	Number of shares (in %)	Number of shares (nominal value)
Outstanding shares	100%	36,988,833	100%	36,988,833	100%	27,741,625
Own shares	0%	0	0%	0	0%	0
Registered shares	4.64%	1,714,684	4.69%	1,733,872	6.12%	1,698,713
Dematerialised shares	95.36%	35,274,149	95.31%	35,254,961	93.88%	26,042,912

As at 31 December 2023, all shares are ordinary shares, the vast majority of which are dematerialised.

(1) The number of shares changed following the capital increase in cash which Care Property Invest offered to its shareholders on 11 January 2023 via a public offering for subscription followed by a private placement of the scrips in an 'accelerated bookbuilding' (accelerated private placement with composition of an order book). The subscription period had a success rate of 63.90% after which the unexercised scrips were all sold through the accelerated private placement, leading to an equity strengthening of €110,966,496 and the issue of 9,247,208 new shares on 24 January 2023 at an issue price of €12.00 per share. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up shares with voting rights.

5. Financial calendar

Annual Financial Report 2023	25 April 2024, after trading hours
Sustainability Report 2023	First half of May 2024
Interim Statement 1st Quarter 2024	15 May 2024, after trading hours
Ordinary General Meeting	29 May 2024, 11 a.m. (at the Company's headquarters: Horstebaan 3, 2900 Schoten)
Detachment coupon 17	31 May 2024
Payment of dividend coupon 17	As of 4 June 2024
Half-yearly Financial Report 2024	4 September 2024, after trading hours
Interim Statement 3rd Quarter 2024	6 November 2024, after trading hours
Press release annual results 2024	5 March 2025, after trading hours

Oudsbergen (BE) | Ter Meeuwen

V. EPRA

V. EPRA

1. EPRA (European Public Real Estate Association) - Membership

Care Property Invest is a member of the European Public Real Estate Association (EPRA) since December 2016.

With a joint real estate portfolio that exceeds the mark of €840 billion[1], more than 290 EPRA members (companies, investors, and their suppliers) represent the core of the European listed real estate. The purpose of this non-profit organisation is to promote the European (listed) real estate and its role in society. Its members are listed companies and join forces to improve accounting guidelines, the supply of information and corporate governance within the European real estate sector. Furthermore, EPRA provides high-quality information to investors and publishes standards for financial reporting which as from the financial year 2016 on were included in the half-yearly and annual financial reports of Care Property Invest.

In February 2022 the Board of directors of the European Public Real Estate Association (EPRA) published an update of the report 'EPRA Reporting: Best Practices Recommendations' ('EPRA Best Practices'). The report is available on the EPRA website (www.epra.com). This report contains recommendations for the most important indicators of the financial performance of listed real estate companies. Care Property Invest supports the current tendency to standardise reporting in view of higher quality and comparability of information and provides the investors with most of the indicators recommended by EPRA.

Care Property Invest's efforts in the 2022 financial year to apply the EPRA standards as completely as possible in its yearly and half-yearly financial reports have been rewarded for the seventh consecutive time in September 2023 with an EPRA BPR Gold Award at the annual EPRA conference. The Company is committed to continually improve the transparency and quality of the financial reporting and also wants to earn this recognition in the coming financial years.

In addition, EPRA also publishes principles regarding sustainability reporting and sustainability performance measures, the EPRA Sustainability Best Practices Recommendations (sBPR). The Company has already been publishing a sustainability report since the 2020 financial year (2019 activities), applying the sBPR. Care Property Invest was also awarded an EPRA sBPR Gold Award for its sustainability report in September 2023 and did so for the second consecutive time. The Company is pleased with this recognition of the efforts made in the field of sustainability reporting and intends to continue to make progress in this area in the future.

(1) Exclusively in European real estate

1.1 The EPRA-index

The EPRA index is used worldwide as a benchmark and is the most used investment index to compare performances of listed real estate companies and REITS. Per 31 December 2023, the FTSE EPRA Nareit Developed Europe Index is composed on the basis of a group of 107 companies with a combined market capitalisation of more than €246 billion (full market capitalisation). The Company is currently not included in this index.

1.2 EPRA key performance indicators: detailed overview

The EPRA indicators below are considered to be the Company's APMs, which are recommended by the European Association of listed real estate companies (EPRA) and which have been drawn up in accordance with the APM guidelines issued by ESMA.

The information in this chapter is not compulsory according to the RREC legislation and is not subject to review by the FSMA. The statutory auditor has verified for the EPRA indicators relating to 2023, by means of a limited review, that these data have been calculated in accordance with the definitions of the EPRA Best Practices Recommendations Guidelines and that the financial data used correspond to the figures included in the audited consolidated financial statements.

		31/12/2023	31/12/2022
EPRA Earnings	x € 1,000	**34,717**	**30,837**
Earnings from operational activities.	€/share	0.94	1.11
Adjusted EPRA Earnings	x € 1,000	**37,982**	**34,341**
Earnings from operational activities corrected with company-specific non-cash items (being finance leases - profit or loss margin attributable to the period, depreciation, provisions and other portfolio result).	€/share	1.03	1.24
EPRA Cost ratio (incl. costs of direct vacancy)	%	**17.56%**	**19.43%**
Administrative/operating costs including the direct costs of the vacant buildings, divided by gross rental income.			
EPRA Cost ratio (excl. costs of direct vacancy)	%	**17.56%**	**19.41%**
Administrative/operating costs less the direct costs of the vacant buildings, divided by gross rental income.			

		31/12/2023	31/12/2022
EPRA NRV	x € 1,000	**746,086**	**590,252**
EPRA Net Reinstatement Value, assumes that the Company will never sell its assets and gives an estimate of the amount needed to re-establish the company.	€/share	20.17	21.28
EPRA NTA	x € 1,000	**698,227**	**549,896**
EPRA Net Tangible Assets, assumes that the company acquires and sells assets, which would result in the realization of certain unavoidable deferred taxes.	€/share	18.88	19.82
EPRA NDV	x € 1,000	**695,394**	**570,602**
EPRA Net Disposal Value, represents the value payable to the shareholders of the Company in the event of a sale of its assets, which would result in the settlement of deferred taxes, the liquidation of the financial instruments and the taking into account of other liabilities at their maximum amount, less taxes.	€/share	18.80	20.57
EPRA Net Initial Yield (NIY)	%	**5.44%**	**5.06%**
Annualized gross rental income based on current rents ('passing rents') at the closing date, excluding property charges, divided by the market value of the portfolio and increased by the estimated transfer rights and costs in the event of hypothetical disposal of investment properties.			
EPRA adjusted NIY ('topped-up' NIY)	%	**5.55%**	**5.35%**
This measure incorporates an adjustment to the EPRA NIY in respect of the expiration of rental-free periods and other incentives.			
EPRA vacancy rate (1)	%	**0.00%**	**0.05%**
Estimated rental value (ERV) of vacant space divided by the ERV of the total portfolio.			
EPRA LTV	%	**43.55%**	**51.34%**
The EPRA LTV represents the company's indebtedness compared to the market value of its property.			

(1) Care Property Invest only runs a vacancy risk for the 'Tilia' project in Gullegem. For the other projects, the risk is placed with the counterparty and the Company receives the canon/rent, regardless of the occurrence of a certain vacancy. On 31 December 2023, there are no vacant flats for the 'Tilia' project.

1.2.1 EPRA earnings

Amounts in EUR 1,000		31/12/2023	31/12/2022
Net income as mentioned in the financial statements		**-5,758**	**88,664**
Adjustments to calculate EPRA Earnings:		**40,475**	**-57,828**
(i)	Changes in fair value of investment properties and assets held for sale	25,797	-19,327
(vi)	Changes in fair value of financial assets and liabilities (IFRS 9) and associated close-out costs	17,842	-38,591
(viii)	Deferred tax in respect of EPRA adjustments	-3,164	90
EPRA Earnings		**34,717**	**30,837**
Weighted average number of shares outstanding (1)		36,988,833	27,741,625
EPRA Earnings per share (in €)		**0.94**	**1.11**

(1) The weighted average of outstanding shares are the number of shares on closing date with rights to dividends.

1.2.2 Adjusted EPRA earnings

Amounts in EUR 1,000		31/12/2023	31/12/2022
Net income as mentioned in the financial statements		**-5,758**	**88,664**
Adjustments to calculate adjusted EPRA Earnings:		**43,739**	**-54,323**
(i)	Changes in fair value of investment properties and assets held for sale	25,797	-19,327
(vi)	Changes in fair value of financial assets and liabilities (IFRS 9) and associated close-out costs	17,842	-38,591
(viii)	Deferred tax in respect of EPRA adjustments	-3,164	90
(xi)	Company-specific non-cash elements	3,264	3,505
Adjusted EPRA Earnings		**37,982**	**34,341**
Weighted average number of shares outstanding (1)		36,988,833	27,741,625
Adjusted EPRA Earnings per share (in €)		**1.03**	**1.24**

(1) The weighted average of outstanding shares are the number of shares on closing date with rights to dividends.

1.2.3 Reconciliation of the EPRA earnings to adjusted EPRA earnings

Amounts in EUR 1,000	31/12/2023	31/12/2022
EPRA Earnings	**34,717**	**30,837**
Depreciation, amortization and reversals of impairments	494	433
Profit or loss margin projects allocated to the period	2,770	3,072
ADJUSTED EPRA Earnings	**37,982**	**34,341**

Amounts in EUR/share	31/12/2023	31/12/2022
EPRA Earnings	**0.9386**	**1.1116**
Depreciation, amortization and reversals of impairments	0.0134	0.0156
Profit or loss margin projects allocated to the period	0.0749	0.1107
ADJUSTED EPRA Earnings	**1.0268**	**1.2379**

1.2.4 EPRA Net Reinstatement Value (NRV)

Amounts in EUR 1,000		31/12/2023	31/12/2022
IFRS equity attributable to shareholders		**638,135**	**563,395**
Diluted NAV		**638,135**	**563,395**
To be included:			
(ii)	Revaluation at fair value of finance lease receivables (1)	66,430	8,262
Diluted NAV at fair value		**704,565**	**571,657**
To be excluded:			
(v)	Deferred tax on positive fair value adjustments in real estate investments	2,793	-112
(vi)	Fair value of financial instruments	3,458	21,780
To be included:			
(xi)	Transfer tax on immovable property	47,772	40,264
EPRA NRV		**746,086**	**590,252**
Number of shares (2)		36,988,833	27,741,625
EPRA NRV per share (in €)		**20.17**	**21.28**

(1) As from 30 June 2023, the fair value of the finance leases is determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to chapter 'II. Report of the Board of Directors', under point '3.4 Consolidated balance sheet' on page 72.

(2) The number of shares is the number of shares on closing date with rights to dividends.

1.2.5 EPRA Net Tangible Assets (NTA)

Amounts in EUR 1,000		31/12/2023	31/12/2022
IFRS equity attributable to shareholders		**638,135**	**563,395**
Diluted NAV		**638,135**	**563,395**
To be included:			
(ii)	Revaluation at fair value of finance lease receivables (1)	66,430	8,262
Diluted NAV at fair value		**704,565**	**571,657**
To be excluded:			
(v)	Deferred tax on positive fair value adjustments in real estate investments	2,793	-112
(vi)	Fair value of financial instruments	3,458	21,780
(viii.b)	Intangible assets	87	92
EPRA NTA		**698,227**	**549,896**
Number of shares (2)		36,988,833	27,741,625
EPRA NTA per share (in €)		**18.88**	**19.82**

(1) As from 30 June 2023, the fair value of the finance leases is determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to chapter 'II. Report of the Board of Directors', under point '3.4 Consolidated balance sheet' on page 72.

(2) The number of shares is the number of shares on closing date with rights to dividends.

1.2.6 EPRA Net Disposal Value (NDV)

Amounts in EUR 1,000		31/12/2023	31/12/2022
IFRS equity attributable to shareholders		**638,135**	**563,395**
Diluted NAV		**638,135**	**563,395**
To be included:			
(ii)	Revaluation at fair value of finance lease receivables (1)	66,430	8,262
Diluted NAV at fair value		**704,565**	**571,657**
To be included:			
(ix)	Fair value of debt	-9,172	-1,054
EPRA NDV		**695,394**	**570,602**
Number of shares (2)		36,988,833	27,741,625
EPRA NDV per share (in €)		**18.80**	**20.57**

(1) As from 30 June 2023, the fair value of the finance leases is determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to chapter 'II. Report of the Board of Directors', under point '3.4 Consolidated balance sheet' on page 72.

(2) The number of shares is the number of shares on closing date with rights to dividends.

1.2.7 EPRA Net Initial Yield (NIY) & Topped Up Net Initial Yield (EPRA 'Topped Up' NIY)

Amounts in EUR 1,000	31/12/2023	31/12/2022
Investment properties at fair value	993,154	932,903
Finance lease receivables at fair value (1)	242,103	197,018
Assets held for sale (+)	9,991	0
Development projects (-)	-59,104	-52,485
Investment properties in exploitation at fair value	**1,186,143**	**1,077,436**
Allowance for estimated purchasers' rights and costs in case of hypothetical disposal of investment properties	43,623	36,774
Investment value of investment properties in exploitation	**1,229,766**	**1,114,210**
Annualized gross rental income (+)	66,902	56,429
Real estate costs (-)	-6	-3
Annualised net rental income	**66,896**	**56,426**
Rental discounts expiring within 12 months and other incentives (-)	1,389	3,232
Topped-up and annualized net rental income	**68,285**	**59,658**
EPRA NIY (in %)	**5.44%**	**5.06%**
EPRA TOPPED-UP NIY (in %)	**5.55%**	**5.35%**

(1) As from 30 June 2023, the fair value of the finance leases is determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to chapter 'II. Report of the Board of Directors', under point '3.4 Consolidated balance sheet' on page 72.

1.2.8 EPRA Rental Vacancy

Financial year closed on	31/12/2023	31/12/2022
Rental area (in m²)	568,135	544,622
ERV of vacant surfaces	0	30
ERV of total portfolio	65,070	60,598
EPRA rental vacancy (in %)	**0.00%**	**0.05%**

Care Property Invest only runs a vacancy risk for the 'Tilia' project in Gullegem. For the other projects, the risk is placed with the counterparty and the Company receives the canon/rent, regardless of the occurrence of a certain vacancy. On 31 December 2023, there are no vacant flats for the 'Tilia' project.

1.2.9 Property Portfolio - Like-For-Like Net Rental Income

The like-for-like net rental income compares the net rental income of the portfolio (including capital repayments and rental discounts) coming from the projects that were kept in operation during 2 consecutive years and were therefore not under development. Information regarding the growth of the net rental income, other than through acquisitions or disposals, allows the stakeholders to estimate the organic growth of the portfolio.

The fair value of the like-for-like portfolio used for the comparison below is €913.2 million as at 31 December 2023 compared to €863.3 million as at 31 December 2022. The sharp increase in fair value is due to the new calculation method for valuing financial leases. For additional explanations regarding the different calculation methods, we refer to chapter 'II Report of the Board of Directors' under point '3.4 Consolidated balance sheet' on page 72.

Amounts in EUR 1,000	31/12/2022						31/12/2023
	Net rental income at current perimeter	Acquisitions	Sales	In operation	Net rental income at current perimeter	Net rental income for the period	Evolution of net rental income at current perimeter
Belgium	**40,578**	**776**	**0**	**962**	**44,830**	**46,569**	**10.48%**
Investment properties in operation	24,736	776	0	634	27,342	28,752	
Finance leases	15,842	0	0	329	17,488	17,817	
The Netherlands	**4,806**	**947**	**0**	**4,289**	**5,419**	**10,655**	**12.75%**
Investment properties in operation	4,806	947	0	4,289	5,419	10,655	
Spain	**2,642**	**381**	**0**	**1,390**	**2,801**	**4,572**	**6.02%**
Investment properties in operation	2,642	381	0	1,390	2,801	4,572	
Ireland	**0**	**0**	**0**	**4,110**	**0**	**4,110**	**0.00%**
Investment properties in operation	0	0	0	4,110	0	4,110	
TOTAL INVESTMENT PROPERTIES AND FINANCE LEASES IN OPERATION	**48,027**	**2,104**	**0**	**10,751**	**53,050**	**65,906**	**10.46%**

The change in net rental income with an unchanged portfolio as at 31 December 2023 compared to the same period last year can be fully explained by the indexation of the existing leases, which was passed on in full and amounts to an average of 10.46% over the 2023 financial year, which comes down to an amount of €5.0 million.

1.2.10 EPRA Cost Ratios

Amounts in EUR 1,000	31/12/2023	31/12/2022
Administrative/operating expenses according to IFRS financial statements	**-11,314**	**-10,262**
Rental charges and taxes normally borne by the tenant on rented buildings	-20	-36
Technical costs	-6	-3
Charges and taxes on unlet properties	-3	-6
Overheads	-10,912	-9,763
Other operating income and charges	-373	-454
EPRA costs (including direct vacancy costs) (A)	**-11,314**	**-10,262**
Charges and taxes on unlet properties	3	6
EPRA costs (excluding direct vacancy costs) (B)	**-11,311**	**-10,256**
Gross rental income (C)	**64,415**	**52,826**
EPRA Cost Ratio (including direct vacancy costs) (A/C)	**17.56%**	**19.43%**
EPRA Cost Ratio (excluding direct vacancy costs) (B/C)	**17.56%**	**19.41%**

General and capitalised operating expenses (including share of joint ventures) [1]	3,322	1,982

(1) Due to a change in the calculation method of this item, the 2022 comparative figures have been adjusted to allow for correct comparability.

Care Property Invest capitalises overhead costs and operating expenses that are directly related to the development projects (legal expenses, project management, ...) and acquisitions.

In September 2023, the Company's efforts were rewarded with an EPRA BPR Gold Award for the seventh time.

1.2.11 EPRA LTV

Amounts in EUR 1,000	31/12/2023	31/12/2022
To be included:		
Borrowings from Financial Institutions (1)	474,028	483,023
Commercial paper (1)	39,000	30,500
Bond Loans (1)	26,000	65,500
Owner-occupied property (debt) (1)	3,426	4,189
To be excluded:		
Cash and cash equivalents	2,499	2,371
Net Debt (a)	**539,955**	**580,841**
To be included:		
Owner-occupied property (2)	5,436	5,517
Investment properties at fair value (3)	934,050	880,418
Properties held for sale	9,991	0
Properties under development (3)	59,104	52,485
Intangibles	87	92
Net Receivables (4) (5)	64,472	15,905
Financial assets (6)	166,706	177,019
Total Property Value (b)	**1,239,845**	**1,131,435**
EPRA LTV (a/b)	**43.55%**	**51.34%**

(1) The total of these items amounts to €542,454 thousand and corresponds to the sum of balance sheet items I.B Non-current financial liabilities (€146,408 thousand) and II.B Current financial liabilities (€396,809 thousand), on which an adjustment of €763 thousand relating to rental guarantees received was made.

(2) This refers to the fair value of the Company's headquarters based on the report of the real estate expert Stadim cvba.

(3) The total of these items amounts to €993,154 thousand and corresponds to the balance sheet heading I.C. Investment properties (€994,465 thousand) adjusted by the value of the rights in rem (€1,311 thousand).

(4) Net receivables are the difference between receivables (€84,067 thousand) and liabilities (€19,595 thousand), where receivables consist of guarantees (€4 thousand), trade receivables finance leases (€75,398 thousand), current trade receivables (€7,333 thousand), tax receivables and other current assets (€733 thousand) and accruals (€599 thousand) and liabilities from guarantees received (€763 thousand), exit tax (€1,384 thousand), trade and other current liabilities (€9,272 thousand), other current liabilities (€2,736 thousand) and accruals (€5,440 thousand).

(5) The 'trade receivables finance leases' were included at fair value. As from 30 June 2023, the fair value of the finance leases is determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to chapter 'II. Report of the Board of Directors', under point '3.4 Consolidated balance sheet' on page 72. Using the book value of 'trade receivables finance leases' amounting to €8,868 thousand, the EPRA LTV would amount to 46.11%.

(6) This item corresponds to balance sheet item I.F. Finance lease receivables (€166,705 thousand) plus other financial assets (€1 thousand).

Care Property Invest holds no shares within a joint venture or material associate and has no minority interests. All assets and liabilities are 100% owned by Care Property Invest.

1.2.12 EPRA CAPEX

Amounts in EUR 1,000	31/12/2023	31/12/2022
Capitalized investment costs related to investment properties		
(1) Acquisitions	35,937	142,510
(2) Developments	45,108	50,991
(3) Real estate in operation	2,902	428
No incremental lettable space	*2,326*	*0*
Other material non-allocated types of expenditure	*576*	*428*
Total capitalized investment costs of investment properties	**83,947**	**193,929**
Conversion from accrual to cash basis	0	0
Total Capex investment properties on cash basis	**83,947**	**193,929**

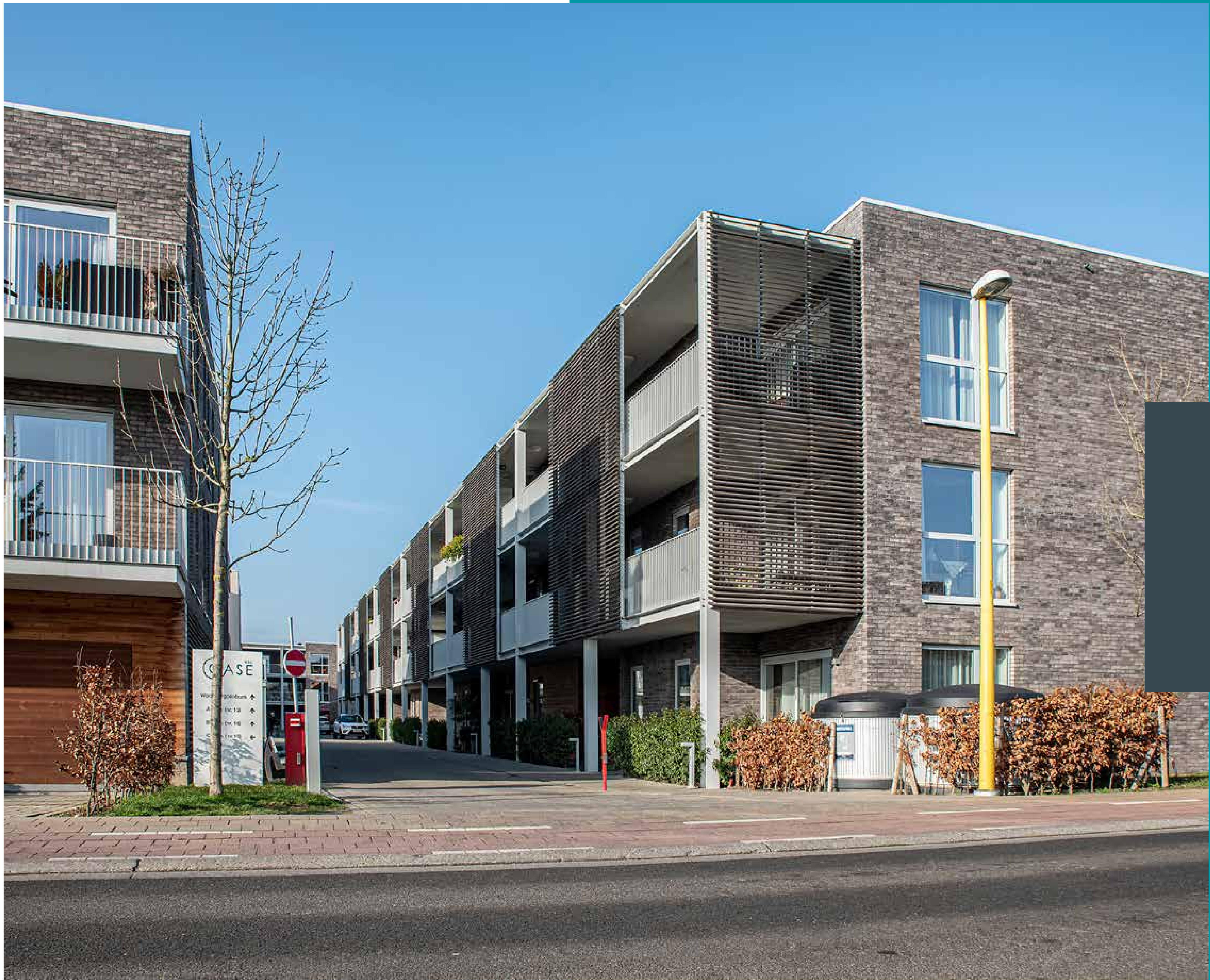
Amounts in EUR 1,000	31/12/2023	31/12/2022
Capitalized investment costs related to finance leases		
(2) Developments	-19	0
Total capitalized investment costs of finance leases	**-19**	**0**
Conversion from accrual to cash basis	0	0
Total Capex finance leases on cash basis	**-19**	**0**

Care Property Invest does not own a share in a joint venture.

(1) **2023:** It concerns the acquisitions of the projects 'BoCasa' in Bolderberg (BE), 'Huize Willibrordus' in Ruurlo (NL) and 'Residence Oldenbarnevelt' in Rotterdam (NL).
2022: It concerns the acquisitions of the projects 'Klapgat' in Haacht (BE), 'Pim Senior' in Dorst (NL), 'Ome Jan' in Vught (NL), "Emera Murcia' in Murcia (ES), 'Ballincurrig Care Centre' in Ballincurrig (IE), 'Cairnhill Nursing Home' in Bray (IE), 'Dunlavin Nursing Home' in Dunlavin (IE), 'Elm Green Nursing Home' in New Dunsink (IE), 'Leeson Park Nursing Home' in Ranelagh (IE) and 'Ratoath Manor Nursing Home' in Ratoath (IE).

(2) **2023:** This relates to the further development of the projects 'Villa Stella' in Middelburg (NL), 'St. Josephkerk' in Hillegom (NL), 'Warm Hart Zuidwolde' in Zuidwolde (NL), 'Warm Hart Ulestraten' in Ulestraten (NL), 'Emera Mostoles' in Madrid (ES), 'Solimar Tavernes Blanques' in Tavernes Blanques (ES), 'Solimar Elche' in Elche (ES), 'Marina Del Port' in Barcelona (ES) and 'Sugarloaf Care Centre' in Kilmacanogue (IE), as well as the acquisition of the development projects 'Residence Oldenbarnevelt' in Rotterdam (NL), 'Wolfsbergen' in 's-Graveland (NL) and 'Saamborgh Almelo' in Almelo (NL).
2022: This relates to the further development of the projects 'Villa Maria' (vicarage) in Tilburg (NL), 'Villa Stella" in Middelburg (NL), St. Josephkerk' in Hillegom (NL), 'Zorgvilla Aldenborgh' in Roermond (NL), 'Mariënhaven' in Warmond (NL), 'Villa Le Monde' in Vught (NL), 'Huize Elsrijk' in Amstelveen (NL), 'Villa Ouderkerk' in Ouderkerk aan de Amstel (NL), 'Emera Carabanchel' in Madrid (ES) and 'Emera Mostoles' in Madrid (ES), as well as the acquisition of the development projects 'Warm Hart Zuidwolde' in Zuidwolde (NL), 'Warm Hart Ulestraten' in Ulestraten (NL), 'Solimar Tavernes Blanques' in Tavernes Blanques (ES), 'Solimar Elche' in Elche (ES), 'Marina Del Port' in Barcelona (ES) and 'Sugarloaf Care Centre' in Kilmacanogue (IE).

(3) These are the limited capitalised costs relating to the real estate in operation.



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VI. FINANCIAL STATEMENTS

1. Consolidated financial statements as at 31 December 2023

The consolidated financial statements as at 31 December 2022 were included in the Annual Financial Report 2022 under item 1 et seq in chapter 'VII. Financial Statements', from page 176. The consolidated financial statements as at 31 December 2021 were included in the Annual Financial Report 2021 under item 1 et seq in chapter 'VII. Financial Statements', from page 156. Both reports are available on the website www.carepropertyinvest.be.

1.1 Consolidated global result statement

Amounts in EUR		Notes	31/12/2023	31/12/2022
I	Rental income (+)	T 5.3	65,905,564	54,378,866
NET RENTAL INCOME			**65,905,564**	**54,378,866**
V	Recovery of rental charges and taxes normally borne by tenants on let properties (+)	T 5.4	992,095	719,938
VII	Charges and taxes normally payable by the tenant on let properties (-)	T 5.5	-1,011,909	-756,018
PROPERTY RESULT			**65,885,750**	**54,342,786**
IX	Technical costs (-)		-5,653	-2,918
PROPERTY CHARGES			**-5,653**	**-2,918**
PROPERTY OPERATING RESULT			**65,880,097**	**54,339,868**
XIV	General expenses of the Company (-)	T 5.6	-10,912,163	-9,762,807
XV	Other operating income and expenses (+/-)	T 5.7	-2,327,627	-2,110,541
OPERATING RESULT BEFORE RESULT ON PORTFOLIO			**52,640,307**	**42,466,520**
XVIII	Changes in fair value of investment properties (+/-)	T 5.8	-25,796,855	19,326,917
OPERATING RESULT			**26,843,452**	**61,793,437**
XX	Financial income (+)		21,458	1,968
XXI	Net interest expenses (-)	T 5.9	-15,295,746	-9,988,634
XXII	Other financial costs (-)	T 5.10	-1,954,915	-929,943
XXIII	Changes in fair value of financial assets and liabilities (+/-)	T 5.11	-17,841,635	38,591,131
FINANCIAL RESULT			**-35,070,838**	**27,674,522**
RESULT BEFORE TAXES			**-8,227,386**	**89,467,959**
XXIV	Corporation tax (-)	T 5.12	2,450,362	-548,258
XXV	Exit tax (-)	T 5.12	19,210	-255,402
TAXES			**2,469,572**	**-803,660**
NET RESULT (group share)			**-5,757,814**	**88,664,299**
Other elements of the global result			0	0
GLOBAL RESULT			**-5,757,814**	**88,664,299**

1.2 Net result per share

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT / GLOBAL RESULT	**-5,757,814**	**88,664,299**
Net result per share based on weighted average shares outstanding	**-€ 0.1557**	**€ 3.1961**

1.3 Consolidated balance sheet

Amounts in EUR		Notes	31/12/2023	31/12/2022
ASSETS				
I. NON-CURRENT ASSETS			**1,198,753,936**	**1,156,205,825**
B.	Intangible assets	T 5.13	87,118	91,656
C.	Investment properties	T 5.14	994,464,892	934,268,830
D.	Other tangible fixed assets	T 5.15	4,775,348	4,981,964
E.	Financial fixed assets	T 5.16	19,464,197	26,781,435
F.	Finance lease receivables	T 5.17	166,705,273	177,018,085
G.	Trade receivables and other non-current assets	T 5.17	8,968,004	11,738,065
H.	Deferred tax - assets	T 5.29	4,289,104	1,325,790
II. CURRENT ASSETS			**21,155,922**	**18,310,151**
A.	Assets held for sale	T 5.18	9,990,756	0
D.	Trade receivables	T 5.19	7,333,240	6,021,636
E.	Tax receivables and other current assets	T 5.20	733,082	8,646,882
F.	Cash and cash equivalents	T 5.21	2,499,420	2,371,183
G.	Deferrals and accruals	T 5.22	599,424	1,270,450
TOTAL ASSETS			**1,219,909,858**	**1,174,515,976**
EQUITY AND LIABILITIES				
EQUITY			**638,135,493**	**563,394,815**
A.	Capital	T 5.23	220,065,062	165,048,798
B.	Share premium	T 5.24	299,352,326	246,128,473
C.	Reserves	T 5.25	124,475,919	63,553,245
D.	Net result for the financial year	T 5.26	-5,757,814	88,664,299
LIABILITIES			**581,774,365**	**611,121,161**
I. Non-current liabilities			**167,517,049**	**214,947,796**
B.	Non-current financial debts	T 5.27	146,407,920	206,541,529
C.	Other non-current financial liabilities	T 5.16	16,002,566	4,998,048
E.	Other non-current liabilities	T 5.28	2,226,558	1,970,685
F.	Deferred tax - liabilities	T 5.29	2,880,005	1,437,534
II. Current liabilities			**414,257,316**	**396,173,365**
B.	Current financial liabilities	T 5.27	396,809,337	376,761,772
D.	Trade payables and other current liabilities	T 5.30	9,271,604	13,694,711
E.	Other current liabilities	T 5.31	2,735,556	1,398,649
F.	Deferrals and accruals	T 5.32	5,440,819	4,318,233
TOTAL EQUITY AND LIABILITIES			**1,219,909,858**	**1,174,515,976**

1.4 Cash-flow statement

Amounts in EUR	Notes	31/12/2023	31/12/2022
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		**2,371,183**	**2,544,873**
1. CASH FLOW FROM OPERATING ACTIVITIES		**58,916,579**	**39,175,635**
Net result for the financial year		**-5,757,814**	**88,664,299**
Taxes	T 5.12	-2,469,572	803,660
Net interest expense	T 5.9	15,295,746	9,988,634
Financial income		-21,458	-1,968
Realised capital gains and losses		489,753	-3,745
Net result for the financial year (excl. interest, taxes and realised capital gains)		**7,536,655**	**99,450,880**
Non-cash elements added to/deducted from the result		**46,902,976**	**-54,413,358**
Changes in fair value of swaps	T 5.11	17,841,635	-38,591,131
Changes in the fair value of investment properties	T 5.8	25,796,855	-19,326,917
Depreciations, impairments and reversal of impairments of tangible fixed assets	T 5.6	494,425	433,058
Real estate leasing profit or loss margin of projects allocated to the period	T 5.7	2,770,061	3,071,632
Change in working capital requirement		**4,476,948**	**-5,861,887**
Movement of assets		5,315,226	-1,983,836
Movement of liabilities		-838,278	-3,878,051
2. CASH FLOW FROM INVESTING ACTIVITIES		**-83,441,120**	**-169,002,485**
Investments in investment properties (including developments)	T 5.14	-55,665,204	-166,109,042
Investments in shares of real estate companies	T 5.14	-27,773,541	-12,261,766
Investments in tangible fixed assets	T 5.15	-39,948	-414,210
Investments in intangible fixed assets	T 5.13	-36,486	-20,929
investments in financial fixed assets	T 5.16	-879	-109
Divestments of finance leases	T 5.17	0	9,803,571
Divestments of tangible fixed assets	T 5.15	74,938	0

Amounts in EUR	Notes	31/12/2023	31/12/2022
3. CASH FLOW FROM FINANCING ACTIVITIES		**24,652,778**	**129,653,160**
Cash elements included in the result		**-15,088,027**	**-9,183,390**
Interest expense paid	T 5.9	-15,109,485	-9,185,358
Interest received		21,458	1,968
Change in financial liabilities and financial debts		**-40,757,687**	**157,279,442**
Increase (+) in financial debts	T 5.27	0	160,500,000
Decrease (-) in financial debts: repayments	T 5.27	-40,757,687	-3,220,558
Change in equity		**80,498,492**	**-18,442,892**
Buy-back / sale of treasury shares	T 5.23	0	174,196
Dividend payments		-27,741,625	-22,588,331
Increase in capital and share premium		108,240,117	-15,805
Increase in optional dividend		0	3,987,048
TOTAL CASH FLOWS (1) + (2) + (3)		**128,237**	**-173,690**
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR		**2,499,420**	**2,371,183**

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1.5 Statement of changes in consolidated equity

	CAPITAL	SHARE PREMIUM	Reserves for the balance of changes in the fair value of real estate		Reserves for impact of swaps (1)	Other reserves	Reserve for treasury shares	Reserves carried forward from previous financial years	RESERVES	RESULT FOR THE FINANCIAL YEAR	TOTAL SHAREHOLDERS' EQUITY
Notes	T 5.23	T 5.24	T 5.25	T 5.25	T 5.25	T 5.25	T 5.25	T 5.25	T 5.25	T 5.26	
			Reserves for the balance of changes in the investment value of real estate	Reserve for the impact on the fair value of estimated transfer taxes and costs from hypothetical disposal of investment properties (-)							
1 January 2022	**160,226,675**	**233,064,630**	**29,600,443**	**-10,768,415**	**-27,975,990**	**11,582,259**	**-296,788**	**24,171,050**	**26,312,559**	**59,654,821**	**479,258,685**
Net appropriation account for the 2021 financial year			29,542,789	-7,399,733	11,165,200	121,944		3,636,288	37,066,488	-37,066,488	0
Dividends									0	-22,588,333	-22,588,333
Treasury shares							296,788	-122,590	174,198	0	174,198
Result of the period (2)									0	88,664,299	88,664,299
Capital increase	4,822,123	13,063,843							0	0	17,885,966
31 December 2022	**165,048,798**	**246,128,473**	**59,143,232**	**-18,168,148**	**-16,810,790**	**11,704,203**	**0**	**27,684,748**	**63,553,245**	**88,664,299**	**563,394,815**
1 January 2023	**165,048,798**	**246,128,473**	**59,143,232**	**-18,168,148**	**-16,810,790**	**11,704,203**	**0**	**27,684,748**	**63,553,245**	**88,664,299**	**563,394,815**
Net appropriation account for the 2022 financial year			34,595,796	-14,916,846	38,591,131			2,652,593	60,922,674	-60,922,674	0
Dividends									0	-27,741,625	-27,741,625
Result of the period (2)									0	-5,757,814	-5,757,814
Capital increase	55,016,264	53,223,853							0	0	108,240,117
31 December 2023	**220,065,062**	**299,352,326**	**93,739,028**	**-33,084,994**	**21,780,341**	**11,704,203**	**0**	**30,337,341**	**124,475,919**	**-5,757,814**	**638,135,493**

(1) Reserve for the balance of changes in the fair value of authorised hedging instruments that are not subject to hedge accounting as defined in the IFRS (+/-).

(2) The Company has no 'other comprehensive income', within the meaning of IAS 1, so that the Company's net income is equal to the overall result.

No distinction is made between capital changes that do and those that do not result from transactions with shareholder-owners, as the Company has no minority interests.

2. Notes to the consolidated financial statements

Note 1: General information on the Company

Care Property Invest (the 'Company') is a public limited liability company that acquired the status of a public regulated real estate company (RREC) under Belgian law on 25 November 2014. The offices of the Company are located at the following address: Horstebaan 3, 2900 Schoten (Telephone: +32 3 222 94 94).

Care Property Invest actively participates as a real estate player and has the objective of making high-quality projects available to care providers as provided for in the Residential Care Decree. These include residential care centres, service centres, groups of assisted-living apartments and all other housing facilities for people with disabilities. Care Property Invest can develop, realise and finance these facilities itself, or can refinance existing buildings, with or without a renovation or expansion.

The Care Property Invest share is listed on Euronext Brussels (regulated market). The consolidated financial statements of the Company as at 31 December 2023 comprise the Company and its subsidiaries. For an overview of the subsidiaries, we refer to note 'T 5.35 Information on subsidiaries' on page 240.

The financial statements were approved for publication by the Board of Directors on 23 April 2024. The financial statements will be submitted to the Ordinary Annual General Meeting of Shareholders to be held on 29 May 2024.

Note 2: Accounting policies

T 2.1 Declaration of conformity

The financial statements of the company were drawn up in compliance with the 'International Financial Reporting Standards (IFRS)', as approved and accepted within the European Union (EU) and in accordance with the provisions of the RREC Legislation and the RREC RD. These standards cover all new and revised standards and interpretations published by the 'International Accounting Standards Board (IASB)' and the 'International Financial Reporting Interpretations Committee (IFRIC)', in as far as applicable to the activities of the group.

The consolidated financial statements are presented in euro, unless stated otherwise, and cover the twelve-month period ending on 31 December 2023.

The consolidated financial statements have been prepared in accordance with the historical cost convention, except for those assets and liabilities that are stated at fair value, i.e., investment properties and financial assets and liabilities.

Standards and interpretations applicable for the financial year commencing on 1 January 2023

The following new standards, new amendments and new interpretations are applicable to the Company for the first time in 2023, but have no impact on the current consolidated financial statements:

- Amendments to IAS 1 *Presentation of Financial Statements* and IFRS Practice Statement 2: *Disclosure of Accounting policies, effective 1 January* 2023
- Amendments to IAS 8 *Accounting policies, Changes in Accounting Estimates and Errors:* Definition of Accounting Estimates, effective 1 January 2023
- Amendments to IAS 12 *Income Taxes*: Deferred Tax related to Assets and Liabilities arising from a Single Transaction, effective 1 January 2023
- Amendments to IAS 12 *International tax reform Pillar 2 Model Rules*
- Amendments to IFRS 17 *Insurance contracts*: Initial Application of IFRS 17 and IFRS 9 Comparative Information, effective 1 January 2023
- IFRS 17 *Insurance Contracts*, effective 1 January 2023

New or amended standards and interpretations that have not yet entered into force

The new and amended standards and interpretations that were issued but not yet effective at the date of publication of the Company's consolidated financial statements are set out below. The Company intends to apply these standards when applicable, if they have an impact on the Company:

- Amendments to IAS 1 *Presentation of Financial Statements* Classification of Liabilities as Current or Non-current, effective 1 January 2024
- Amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures*, effective 1 January 2024
- Amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates*: Lack of Exchangeability, effective 1 January 2025
- Amendments to IFRS 16 *Leases*: Lease Liability in a Sale and Leaseback, effective 1 January 2024

T 2.2 Consolidation principles

The companies included in the Company's consolidated financial statements are subsidiaries over which the Company exerts control. A company exerts control over a subsidiary if, and only if, the parent company:

- has power over the participating interest;
- is exposed to and has rights to variable proceeds based on its involvement in the participating interest and;
- has the possibility of using its power over the participating interest to influence the scale of the investor's yields.

The companies in which the group directly or indirectly holds participating interests of more than 50% or in which it has the power to determine the financial and operating policies so as to obtain benefits from its activities, are included in the consolidated financial statements of the group in full. This means that the assets, liabilities and results of the entire group are fully reflected. Inter-company transactions and profits are entirely eliminated. All transactions between the group companies, balances and unrealised profits and losses on transactions between group companies are eliminated in the preparation of the consolidated financial statements.

The minority interests are the interests in the subsidiaries that are not held directly or indirectly by the group. See also the Notes 'T 5.35 Information on subsidiaries' on page 240.

T 2.3 Intangible fixed assets

The intangible fixed assets are capitalised at their acquisition value and depreciated according to the linear method at an annual percentage of 20%.

T 2.4 Investment properties

General

Real estate (land and buildings) acquired for valuable consideration or through a contribution in kind for the issue of new shares or via a merger through the acquisition of a real estate company or via a partial split, which is held in order to generate rental income in the long term, and which does not serve for personal use, is shown as investment property.

Valuation on initial recognition

On initial recognition, investment properties are shown at acquisition cost, including transaction costs and directly attributable expenditure.

For differences in value between the purchase price and the initial valuation at fair value at the time of recognition (acquisition), the value difference relating to transfer taxes and transfer costs is included through the global result statement.

Valuation after initial recognition

After initial recognition, investment properties are shown at fair value, in accordance with IAS 40. The fair value is equal to the amount for which the building could be exchanged between well-informed parties, consenting and acting in circumstances of normal competition. From the seller's point of view, the valuation must be understood as subject to the deduction of registration fees.

The independent real estate experts who carry out the periodic valuation of the assets of regulated real estate companies believe that, for transactions involving buildings in Belgium with an overall value of less than €2.5 million, account must be taken of registration fees of 12% (Flemish Region) to 12.5% (Brussels Capital Region and Walloon Region), depending on the regions where these assets are located. For transactions concerning properties with an overall value of more than €2.5 million, real estate experts have valued the weighted average of the fees at 2.5%. This is because a range of different property transfer methods is used in Belgium. This percentage will, if necessary, be revised annually and adjusted per bracket of 0.5%. The experts will confirm the agreed percentage to be deducted in their periodic reports to the shareholders. For real estate in The Netherlands this percentage is 10.9%, in Ireland it is 9.96%, while for Spain it is determined regionally.

Profits or losses arising from the change in the fair value of investment properties are included in the global result statement in section 'XVIII. Changes in the fair value of investment properties' in the period in which they arise, and in the profit appropriation in the following year they are allocated to the reserve 'b) Reserve for the balance of changes in the fair value of real estate' and 'c) reserve for the impact on the fair value of estimated mutation rights and costs on hypothetical disposal of investment properties', where the latter item always corresponds to the difference between the investment value and the fair value of the property.

Disposal of investment property

On the sale of an investment property, the profits or losses realised on the sale are shown in section 'XVI. Result sale of investment properties' in the global result statement for the period under review. Commission paid to brokers on the sale of buildings and liabilities contracted as a result of transactions are deducted from the sale price obtained in order to determine the realised profit or loss.

The realised gain or loss on disposal consists of the difference between the net sale value and the latest book value (fair value on the latest valuation), as well as the counter-entry of the estimated transfer taxes that are taken directly to the equity on the balance sheet on the initial assessment of the fair value.

As the real estate is sold, both reserve 'b) Reserve for the balance of changes in the fair value of real estate' and reserve 'c) Reserve for the impact on the fair value of estimated transfer taxes and costs resulting from hypothetical disposal of investment properties' relating to the sold property are transferred to the disposable reserves.

Project developments

- Sites held with a view to an increase in value in the long term instead of sale in the short term in relation to normal business operations.
- Sites held for future use that has not yet been determined.
- Unoccupied buildings held for leasing on the basis of one or more operational leases.
- Real estate under construction or in development for future use as investment property must also be treated as investment property and is shown in the 'Project development' sub-section.

After the initial recognition, projects are shown at their fair value. This fair value takes account of the substantial development risks. The following criteria must be met in this regard:

- There is a clear picture of the project costs to be incurred.
- All necessary permits for the project development have been obtained.
- A substantial part of the project development has been pre-let (final signature of rental contract).

This valuation at fair value is based on the valuation by the independent real estate expert (in accordance with the customary methods and assumptions) and takes account of the costs still to be incurred for the full finishing of the project.

All costs relating directly to the acquisition or development and all further investment expenditure are included in the cost price of the development project. In accordance with IAS 23, the financing costs directly attributable to the construction or acquisition of an investment property are capitalised for the period for making the investment property ready for letting.

The capitalisation of financing costs as part of the cost price of an asset qualifying for this takes place only if:

- Expenditure is made for the asset;
- Financing costs are incurred and;
- Activities are in progress to prepare the asset for its envisaged use. These include not only the physical construction but also technical and administrative work for the commencement of the actual construction in connection with the acquisition of permits.

The capitalisation of financing costs is suspended during long periods in which the active development is interrupted. The capitalisation is not suspended during a period in which extensive technical and administrative work is performed.

Rights in rem

Lease agreements with a term longer than 12 months and for which the underlying asset has a high value must be classified by means of a right of use on the asset in accordance with IFRS 16. On the starting date, the asset corresponding to a right of use is valued at cost price. After the starting date, the asset is valued on the basis of the fair value model in accordance with IAS 40.

T 2.5 Other fixed assets

T 2.5.1 Tangible fixed assets for own use

General

Assets that are held for the Company's own use in the production or delivery of goods or services, for rental to third parties or for administrative purposes and which are expected to be used for longer than a single period, are shown as tangible fixed assets, in accordance with IAS 16.

Valuation on initial recognition

Property, plant and equipment must be shown at cost if it is probable that the future economic benefits from the asset will accrue to the Company and if the cost of the asset can be determined reliably.

The cost price of an asset is the equivalent of the discounted price on the recognition date (the cost price) and all directly attributable costs for making the asset ready for use. Later costs for day-to-day maintenance of tangible fixed assets are not included in the book value of the asset. This expenditure is shown in the income statement at the time at which it is incurred. Future expenditure for maintenance and repairs is capitalised only if this can be clearly shown to result in an increase in the future economic benefits from the use of the asset.

Valuation after initial recognition

All tangible fixed assets are shown at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation and amortisation

The different categories of tangible fixed assets are depreciated using the straight-line method of depreciation over the estimated service life of the asset. The residual value and the service life must be reviewed at least at the end of each reporting period. An asset is depreciated from the date on which it is ready for the envisaged use. Depreciation of an asset is discontinued on the date on which the asset is held for sale or is no longer used.

Depreciation takes place even if the fair value of the asset exceeds its book value, until the residual value is reached. From the date on which the residual value is equal to or higher than the book value, the depreciation cost is zero, until such time as the residual value is again less than the book value of the asset.

Tangible fixed assets for the Company's own use are depreciated in accordance with the following depreciation rates according to the straight-line method:

Building (for the Company's own use)	3,33%
Equipment of building	10%
Furniture	10%
Computers	33,33%
Office machinery	25%
Rolling stock	20%
Office fittings and furnishings	10%

Disposal of property, plant and equipment

At the time when an asset is disposed of or at the time when no future economic benefits are expected any longer from the use or disposal of an asset, the property, plant or equipment can no longer be shown in the balance sheet of the Company.

The gain or loss arising through the disposal or retirement of an asset is the difference between any net proceeds on disposal and the book value of the asset. This capital gain or loss is shown in the global result statement.

T 2.5.2 Other tangible fixed assets - development costs for projects in preparation/under construction, which are subsequently recorded as a finance lease (IFRS 16).

The construction costs for projects in preparation and projects under construction are shown at the cost price (nominal value) in the other operating expenses and are capitalised via the other operating revenues in other tangible fixed assets. On provisional acceptance of the building, the leasing activities commence, and the amount of the net investment is classified in the balance sheet item 'I.F. Finance lease receivables'.

IFRS 16 requires that a lease receivable is valued on commencement at the discounted value of the future income flows. The difference between the construction costs and this discounted value is then the result of the development of the leased object. This must be recognised in the result in proportion to the construction period as the result of the construction activities in 'Other operational revenues/costs'.

T 2.6 Impairments

At each reporting date, the Company assesses whether there are indications that a non-financial asset may be subject to impairment. If any such indication exists, an estimate is made of the realisable value of the asset.

If an asset's book value exceeds its realisable value, an impairment is recognised in order to reduce the book value of the asset to the realisable amount. The realisable value of an asset is defined as the higher of the fair value less selling costs (assuming a non-forced sale) or the value in use (based on the present value of the estimated future cash flows). The resulting impairments are charged to the global result statement.

Previously recognised impairments are reversed via the global result statement if a change has occurred in the estimate used to determine the realisable value of the asset since the recognition of the last impairment loss.

T 2.7 Financial fixed assets

The financial assets are classified in one of the categories provided for according to IFRS 9 'Financial instruments: recognition and valuation', depending on the purpose for which the financial asset is acquired, which are determined on their initial recognition of the assets. This classification determines the valuation of the financial asset on future balance sheet dates: at the amortised cost price or based on the equity method (in accordance with IAS 28).

Financial instruments

Derivative products or financial interest rate derivatives (including Interest Rate Swaps) can be used for hedging interest rate risks arising from operational, financial and investment activities. The derivative financial instruments which the Company uses do not meet the criteria of IFRS 9 for the application of hedge accounting (are not held for trading purposes and are not acquired for sale in the near future) and are recognised in the balance sheet at their fair value. Changes in their fair value are taken directly to the global result statement.

The fair value of financial instruments is based on the market value calculations of the counterparty and the respective fair values are regarded as 'Level 2', as defined under IFRS 13 (see also note 'T 5.11 Changes in the fair value of financial assets and liabilities' on page 221).

The fair value of the hedging instruments is the estimated amount of the fees that the Company must pay or should receive in order to settle its positions on the balance sheet date, taking account of the interest curve, the creditworthiness of the counterparties and any option value applying at that time. The fair value of hedging instruments is estimated monthly by the issuing financial institution. In accordance with IFRS 13, an adjustment is made to the fair value to reflect the counterparty's own credit risk ('Debt Valuation Adjustment' or 'DVA') and the counterparty's credit rating ('Credit Valuation Adjustment' or 'CVA').

Participating interests

The acquisitions of the shares of subsidiaries of Care Property Invest take place in the context of an 'asset deal' to which IFRS 3 'Business Combinations' does not apply. The participating interests are valued based on the equity method (in accordance with IAS 28).

Other financial fixed assets

Loans and receivables (including guarantees) are non-derivative financial instruments with fixed or determinable payments that are not listed in an active market and are valued at the amortised cost price.

T 2.8 Finance lease receivables & trade receivables

Care Property Invest as lessor

A lease contract is classified as a financial lease if it transfers virtually all the risks and benefits associated with ownership to the lessee. All other forms of lease are treated as operational leases. If a lease contract complies with the terms of a financial lease (according to International Accounting Standards IFRS 16), Care Property Invest, as the lessor-owner, recognises the lease agreement at its inception in the balance sheet as a receivable at an amount equal to the net investment in the lease agreement. The difference between the latter amount and the book value of the leased property will be recognised in the global result statement for the period.

Any periodic payment made by the lessee will be recognised as income under rental income in the global result statement (see 'T 5.3 Rental income' on page 217) and/ or as a repayment of the investments in the balance sheet (see 'T 5.17 Finance lease receivables and trade receivables and other non-current assets' on page 229), based on a constant periodic return for Care Property Invest.

The item 'I.F. Finance lease receivables 'shows the investment cost of the transferred projects and therefore assigned in leasehold, less the contractual prepayments received, and reimbursements already made.

Care Property Invest as lessee

At the start of the lease period, lease agreements (with the exception of lease agreements with a maximum term of 12 months and lease agreements in which the underlying asset has a low value) are included in the balance sheet as asset (right of use) and lease obligation at the present value of the future lease payments. Subsequently, all rights of use, which classify as investment properties, are measured at fair value in accordance with IAS 40. We refer to 'T 2.4 Investment properties' on page 192 for the accounting policies relating to investment properties. Minimum lease payments are included partly as financing costs and partly as repayments of the outstanding liability in such a way that this results in a constant periodic interest rate for the remaining balance of the liability.

Financial charges are included directly in the global result statement.

Trade receivables

The item 'I.G. Trade receivable and other fixed assets' regarding the projects included in the finance leases contains the profit or loss margin allocated to the construction phase of a project. The profit or loss margin is the difference between the nominal value of the fee due at the end of the right of superficie (included in the item 'I.F. Finance lease receivables') and the fair value at the time of provision, determined by discounting the future cash flows (being the leasehold and rental fees and the fee due at the end of the right of superficie) at a rate equal to the IRS rate plus a margin that would apply on the date on which the lease contract was contracted. The increase by a margin depends on the margin that the Company pays the bank as a cost of funding. For the bank, the margin depends on the underlying surety and is therefore different for a PCSW or a non-profit association. This item also contains a provision for discounted costs of service provision, as the Company remains involved in the maintenance of the property following delivery of the building, in connection with advice or intervention in the event of any construction damage or adjustments imposed, following up lease payments, etc.

During the term of the contract, the receivable is phased out, as the added value and provision for costs of services is written down each year and is charged to the global result statement in 'Other operating income and expenses'.

If the discount rate (i.e., the IRS interest rate plus a margin) on the date of the contracting of the lease agreement is higher or virtually equal to the interest rate implicit in the leasehold payments stipulated on commencement of the leasehold, this calculation leads to the recognition of a mathematical loss during the construction phase (e.g., in the event of falling interest rates). Over the entire duration of the contract, however, the projects are profitable, since the leasehold payment is always higher than the actual cost of financing.

There is an estimation uncertainty as regards the profit margin on the projects; this is partly due to altered operating expenses, the impact of which is reviewed annually and adjusted if necessary, but the profit or loss margin also depends on rising or falling interest rates.

T 2.9 Current assets

Trade receivable and other receivables at a maximum of one year

Receivables at a maximum of one year are shown at their nominal value less impairments due to dubious or irrecoverable receivables, which are recognised as impairment losses in the global result statement.

Tax receivables

Tax receivables are shown at the tax rate applying in the period to which they relate.

Cash and cash equivalents

Cash and cash equivalents (bank accounts, cash and short-term investments) are shown at the amortised cost price. The additional costs are processed directly in the global result statement.

Accruals and deferrals

The costs incurred during the financial year that are wholly or partially attributable to the following financial year are shown in accruals and deferrals on the basis of a proportionality rule. The income and fractions of income received in the course of one or more subsequent financial years, but relating to the financial year concerned, are entered for the amount relating to the financial year in question.

T 2.10 Equity

Equity instruments issued by the Company are shown at the amount of the sums received (after deduction of directly attributable issuing costs).

The treasury shares in the Company's possession, if any, are deducted from equity at the initial acquisition cost. The increase and/or decrease in value realised on the sale of treasury shares is recognised directly as equity and has no impact on the adjusted EPRA earnings.

Dividends form part of the transferred result and are recognised as a liability only in the period in which they are formally awarded, i.e., approved by the general meeting of shareholders.

T 2.11 Provisions

A provision is formed when:

- the Company has an existing liability -legally enforceable or actual - as a result of an incident in the past;
- it is probable that an outflow of resources will be required in order to settle the liability and;
- the amount of the liability can be reliably estimated.

The amount of the provision is based on the best estimate of the expenditure required to settle the existing obligation as at the balance sheet date, taking account of the risks and uncertainties associated with the liability. If the effect of the time value of money is significant, provisions are discounted using a discount rate that takes account of the current market assessments of the time value of money and the inherent risks of the liability.

T 2.12 Financial liabilities

Financial payables and trade debts

Financial payables at the amortised cost price, including debts, are initially valued at fair value, net of transaction costs. After initial recognition, they are valued at the amortised cost price. The group's financial payables are shown in 'Other current liabilities' at the amortised cost price, comprising non-current financial liabilities, other non-current liabilities, current financial liabilities, trade debts and dividends payable.

Derivative financial instruments

Derivative products or financial interest rate derivatives (including Interest Rate Swaps) can be used for hedging interest rate risks arising from operational, financial and investment activities. The derivative financial instruments which the Company uses do not meet the criteria of IFRS 9 for the application of hedge accounting (are not held for trading purposes and are not acquired for sale in the near future) and are recognised in the balance sheet at their fair value; changes in their fair value are taken directly to the global result statement.

The fair value of financial instruments is based on the market value calculations of the counterparty and the respective fair values are regarded as 'Level 2', as defined under IFRS 13 (see also the notes to 'T 5.11 Changes in the fair value of financial assets and liabilities' on page 221)

The fair value of the hedging instruments is the estimated amount of the fees that the Company must pay or shall receive in order to settle its positions on the balance sheet date, taking account of the interest curve, the creditworthiness of the counterparties and any option value applying at that time. The fair value of hedging instruments is estimated on a monthly basis by the issuing financial institutions. In accordance with IFRS 13, an adjustment is made to the fair value to reflect the counterparty's own credit risk ('Debt Valuation Adjustment' or 'DVA') and the counterparty's credit rating ('Credit Valuation Adjustment' or 'CVA').

Lease liabilities

Lease agreements with a term longer than 12 months and for which the underlying asset has a high value must be recognised by way of a lease payment on the balance sheet in accordance with IFRS 16. The lease payment is equal to the current value of the lease payments outstanding on the reporting date.

Tax liabilities

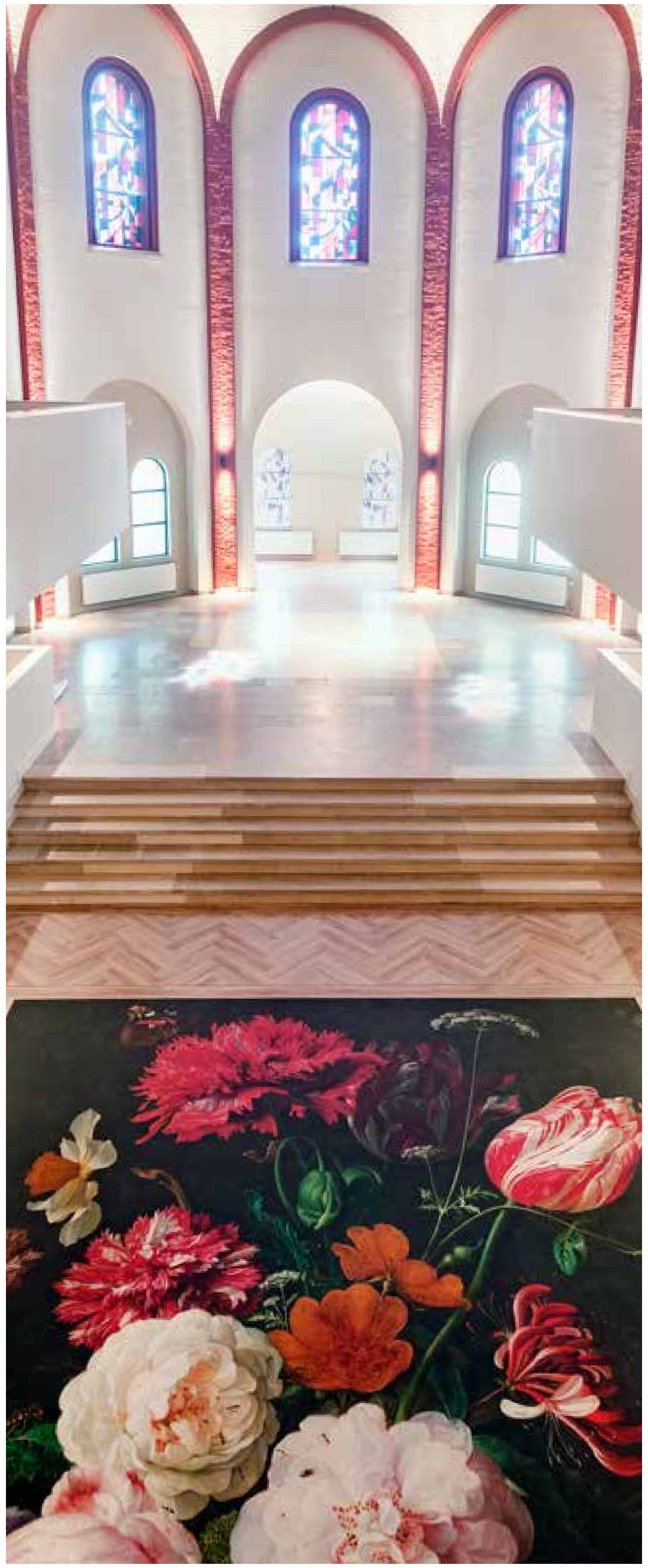
Tax liabilities are shown at the tax rate applying in the period to which they relate.

Accruals and deferrals

The costs incurred during the following financial year that relate wholly or partially to the financial year concerned are shown in the current financial year as attributable costs for the amount relating to the financial year concerned. Income received during the financial year that is wholly or partially attributable to the following financial year is shown in accruals and deferrals on the basis of a proportionality rule.

T 2.13 Staff remuneration

The contracts Care Property Invest has concluded in relation to group insurance are of the 'defined contribution' type. This defined contribution pension plan has been entrusted to Belfius Bank. These pension plans are regarded as 'defined contribution' plans with fixed costs for the employer and are shown under 'group insurance contributions'. Employees make no personal contribution. Premiums are recognised in the financial year in which they were paid or scheduled. However, under the 'Vandenbroucke Law' these group insurance policies would be regarded as 'defined benefit' plans within the meaning of IAS 19, and the Company would be required to guarantee an average minimum rate of return of 1.75% (currently) on the employer's contributions. In principle, the Company would have additional obligations if the statutory minimum return could not be achieved. Moreover, the impact on the Company's results would be limited, since it has only a small number of employees.



T 2.14 Income and expenses

Rental income

The net rental result comprises the rents, operational lease instalments and other related income, less the costs associated with leases, such as the costs of voids, rent benefits and impairments of trade receivables.

The rent benefits consist of temporary rental discounts or rent-free periods for the operator of the property.

Revenues are shown at the fair value of the fee received or to which rights were acquired and are shown on a proportional basis in the global result statement in the period to which they relate.

Real estate costs

In view of the triple net nature[1] of the contracts, the Company is not liable for the costs of maintenance and repair, utilities, insurance and taxes for the building. With double net contracts, the Company does bear the risk of the maintenance and repair costs. With single net contracts, in addition to maintenance and repair costs, the lessor also bears the vacancy risk.

General expenses and other operating income and expenses

The Company's general expenses cover the fixed operating costs of Care Property Invest, which is active as a listed company and enjoys RREC status.

(1) With the exception of the 'Les Terrasses du Bois' project in Watermaal-Bosvoorde, for which a long-term double net agreement has been concluded, and the 'Tilia' project in Gullegem for which a long-term single net agreement has been concluded.

Revenues and costs are shown on a proportional basis in the global result statement in the period to which they relate.

T 2.15 Taxes

All information of a fiscal nature is provided on the basis of laws, decrees and administrative guidelines in effect at the time of the preparation of the financial statements.

Corporate tax

The status of a RREC provides for a fiscally transparent status, as RRECs are only still liable to corporate tax for specific elements of the result, such as rejected expenditure, abnormal and benevolent benefits and secret commissions. Generally, rental income, financial income and the gain realised on the disposal of assets are exempt from tax.

The corporate tax is recorded directly to the income statement unless the tax relates to elements that are included directly in equity. In that case, the tax is also shown directly in equity. The current tax burden consists of the expected tax on the taxable income for the year and corrections to previous financial years.

Deferred tax receivables and liabilities are included for all temporary deductible and taxable differences between the taxable base and the book value. Such receivables and liabilities are not shown if the temporary differences arise from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets or liabilities.

Deferred tax liabilities are generally included for all taxable temporary differences. Deferred tax receivables are recognised as far as it is probable that sufficient fiscal profit will be available, against which the temporary differences can be offset.

Deferred tax receivables are reduced if it is no longer probable that the realised tax benefit will be realised.

Pursuant to Article 161(1°) of the Inheritance Tax Code, the Company must pay tax each year as a RREC, based on the total net amounts outstanding in Belgium as at 31 December of the preceding year.

Withholding tax

Pursuant to the Law regulating the recognition and definition of crowd funding and containing various provisions concerning financing, public RRECs of which at least 80% of the real estate consists of real estate located in the European Economic Area (EEA) and which is used or intended solely or primarily for residential care or residential units adapted for residential care or health care can enjoy a reduced withholding tax rate of 15% (as amended from time to time).

In addition, pursuant to Articles 116 and 118, §1(6th) of the RD /Income Tax Code 92, the Company is exempt from withholding tax on income allocated to Belgian public regulated real estate companies.

Inheritance tax

Subject to compliance with certain conditions, the heirs of shareholders enjoy an exemption from inheritance tax (formerly 'succession tax' in the Inheritance Tax Code, Article 55bis Order of the Flemish Government of 3 May 1995, replaced by Article 11 of the 'Decree containing various provisions on finances and budgets' of 9 November 2012 (Official Gazette of 26 November 2012) - Circular No. 2 of 27 March 1997 and now Article 2.7.6.0.1. of the Flemish Codex Taxation (VCF)).

- The shares must have been in the possession of the holder for at least five years on the date of decease.
- In addition, the shareholder must have acquired the shares no later than the year 2005, excluding acquisition among spouses and heirs in the first degree, for which no exemption from inheritance tax has yet been granted.
- To obtain the exemption, the shares must be recorded in the estate declaration and the exemption must be explicitly requested.
- A valid certificate must be attached to the declaration, issued by the credit institutions that provide financial services for Care Property Invest.

The maximum exemption for the stock market value of the share amounts to its issue price of €5.95 (= value of the issue price/1,000 due to the share split of 24 March 2014). Likewise, the sum of the net dividends paid during the period in which the deceased or his or her spouse was the holder of the shares may also be exempt, in as far as the shares form part of the estate. The conditions for exemption from inheritance tax can also be viewed on the website at www.carepropertyinvest.be.

Exit tax

The exit tax is a tax on the added value determined on a taxed merger, split or equated transaction of a RREC with a Belgian company that is not a RREC.

If this company is included in the consolidated group statements for the first time, the exit tax is charged to the equity of that company. If the company is not immediately merged with the RREC, adjustments to the exit tax liabilities that would prove to be necessary at the time of the merger in relation to the amount provided for are recognised in the global result statement.

The exit tax rate as at 31 December 2023 was 15%.

The exit tax is calculated on the basis of the deferred added value and the exempted reserves of the real estate company that makes the contribution through a merger, split or equated action. The deferred added value is the positive difference between the actual fiscal value of the equity of the relevant real estate company (that has been split off) less the previously assumed fiscal depreciation, amortisation and impairments. Existing tax deferrals (deductible losses, transferred notional interest deductions, etc.) can be deducted from the taxable base. The actual fiscal value is the value with costs paid by the buyer, i.e., after deduction of registration rights or VAT, and may differ from the fair value of the real estate shown in the RREC's balance sheet in accordance with IAS 40.

De Orangerie (NL) I Nijmegen

Note 3: Segment information

In accordance with IFRS 8, the Company makes a distinction between the 4 geographical segments in which it operates: Belgium, The Netherlands, Spain and Ireland.

In addition, the Company also makes a distinction between the investment properties on the one hand and the finance leases on the other, as a result of which it now prepares segment reporting per business model.

The segmented information has been prepared taking into account the operating segments and the information used internally to take decisions. The operating results are regularly assessed by the Chief Operating Decision Maker (senior officers of the Company) or CODM in order to take decisions regarding the distribution of available resources and to determine the performance of the segment. Within Care Property Invest nv the Executive Committee acts as CODM.

For the accounting policies we refer to Notes 2 — Accounting policies. Every group of companies under a joint control is considered to be the same customer. The revenue from transactions with these customers must be stated if it exceeds 10% of the turnover. For Care Property Invest nv, for the 2023 financial year, this concerns the following customers:

- Colisée with a share of 13.77% of the total revenue spread over 7 properties in Belgium;
- Vulpia with a share of 11.1% of the total revenue spread over 8 buildings in Belgium.

The segmented information includes the results, assets and liabilities that can be attributed to a specific segment either directly or on a reasonable basis.

T 3.1 Segmented information – result per country

Amounts in EUR			31/12/2023			
	Belgium	The Netherlands	Spain	Ireland	Non allocated amounts	TOTAL
Net rental income	**46,568,854**	**10,654,953**	**4,571,707**	**4,110,050**	**0**	**65,905,564**
Property operating result	**46,558,547**	**10,654,396**	**4,557,104**	**4,110,050**	**0**	**65,880,097**
General expenses of the Company	-9,765,666	-571,171	-189,455	-385,870	0	-10,912,163
Other operating income and expenses	-2,884,513	468,807	88,079	0	0	-2,327,627
Operating result before result on portfolio	**33,908,368**	**10,552,032**	**4,455,728**	**3,724,180**	**0**	**52,640,307**
Changes in the fair value of investment properties	-6,746,865	-7,708,409	-2,619,684	-8,721,897	0	-25,796,855
Operating result	**27,161,503**	**2,843,623**	**1,836,044**	**-4,997,717**	**0**	**26,843,452**
Financial result					-35,070,838	-35,070,838
Result before taxes						**-8,227,386**
Taxes					2,469,572	2,469,572
NET RESULT						**-5,757,814**
GLOBAL RESULT						**-5,757,814**

Amounts in EUR			31/12/2022			
	Belgium	The Netherlands	Spain	Ireland	Non allocated amounts	TOTAL
Net rental income	**41,507,715**	**6,697,871**	**3,512,928**	**2,660,351**	**0**	**54,378,866**
Property operating result	**41,504,797**	**6,677,639**	**3,497,081**	**2,660,351**	**0**	**54,339,868**
General expenses of the Company	-8,790,469	-646,200	-190,797	-135,342	0	-9,762,808
Other operating income and expenses	-2,628,491	518,244	-294	0	0	-2,110,541
Operating result before result on portfolio	**30,085,837**	**6,549,683**	**3,305,990**	**2,525,010**	**0**	**42,466,519**
Changes in the fair value of investment properties	19,319,626	3,178,038	2,165,416	-5,336,163	0	19,326,917
Operating result	**49,405,462**	**9,727,721**	**5,471,406**	**-2,811,153**	**0**	**61,793,436**
Financial result					27,674,523	27,674,523
Result before taxes						**89,467,959**
Taxes					-803,660	-803,660
NET RESULT						**88,664,299**
GLOBAL RESULT						**88,664,299**

T 3.2 Segmented information- balance sheet per country

Amounts in EUR	31/12/2023					
	Belgium	The Netherlands	Spain	Ireland	Non allocated amounts	TOTAL
TOTAL ASSETS	**566,246,838**	**230,635,971**	**110,021,881**	**87,560,202**	**225,444,965**	**1,219,909,857**
Investment properties	566,246,838	230,635,971	110,021,881	87,560,202	0	994,464,892
Investment properties	*565,502,567*	*208,872,052*	*86,326,881*	*73,348,129*	*0*	*934,049,628*
Investment properties - project developments	*0*	*21,196,965*	*23,695,000*	*14,212,073*		*59,104,038*
Investment properties - rights in rem	*744,272*	*566,954*	*0*	*0*	*0*	*1,311,226*
Other assets					225,444,965	225,444,965
TOTAL EQUITY AND LIABILITIES					**1,219,909,857**	**1,219,909,857**
Shareholders Equity					638,135,493	638,135,493
Liabilities					581,774,364	581,774,364

Amounts in EUR	31/12/2022					
	Belgium	The Netherlands	Spain	Ireland	Non allocated amounts	TOTAL
TOTAL ASSETS	**547,439,512**	**204,386,105**	**95,882,307**	**86,560,906**	**240,247,145**	**1,174,515,975**
Investment properties	547,439,512	204,386,105	95,882,307	86,560,906	0	934,268,830
Investment properties	*546,690,832*	*177,607,890*	*74,783,279*	*81,336,260*	*0*	*880,418,261*
Investment properties - project developments	*0*	*26,160,893*	*21,099,028*	*5,224,646*	*0*	*52,484,567*
Investment properties - rights in rem	*748,680*	*617,322*	*0*	*0*	*0*	*1,366,002*
Other assets					240,247,145	240,247,145
TOTAL EQUITY AND LIABILITIES					**1,174,515,975**	**1,174,515,975**
Shareholders Equity					563,394,815	563,394,815
Liabilities					611,121,160	611,121,160

T 3.3 Segmented information – result per business model

Amounts in EUR	31/12/2023			
	Investment properties	Finance leases	Non allocated amounts	TOTAL
Net rental income	**48,088,996**	**17,816,568**	**0**	**65,905,564**
Property operating result	**48,067,922**	**17,812,175**	**0**	**65,880,097**
General expenses of the Company	-6,137,232	-4,774,931	0	-10,912,163
Other operating income and expenses (1)	525,149	-2,852,776	0	-2,327,627
Operating result before result on portfolio	**42,455,839**	**10,184,468**	**0**	**52,640,307**
Changes in the fair value of investment properties	-25,796,855	0	0	-25,796,855
Operating result	**16,658,984**	**10,184,468**	**0**	**26,843,452**
Financial result			-35,070,838	-35,070,838
Result before taxes				**-8,227,386**
Taxes			2,469,572	2,469,572
NET RESULT				**-5,757,814**
GLOBAL RESULT				**-5,757,814**
Reconciliation EBITDA:				
Operating result before result on portfolio	**42,455,839**	**10,184,468**	**0**	**52,640,307**
Corrections:				
Depreciations, impairments and reversal of impairments	234,028	260,397	0	494,425
Projects' profit or loss margin attributed to the period	0	2,770,061	0	2,770,061
EBITDA	**42,689,866**	**13,214,926**	**0**	**55,904,793**
EBITDA SHARE BY SEGMENT in %	**76.36%**	**23.64%**		**100.00%**

(1) Other operating income and expenses include an amount of €551,389 in project management fees related to the recovery of pre-financing costs of ongoing Dutch investment property projects.

Amounts in EUR	31/12/2022			
	Investment properties	Finance leases	Non allocated amounts	TOTAL
Net rental income	**37,887,735**	**16,491,130**	**0**	**54,378,866**
Property operating result	**37,849,467**	**16,490,401**	**0**	**54,339,868**
General expenses of the Company	-5,028,787	-4,734,021	0	-9,762,808
Other operating income and expenses	465,216	-2,575,757	0	-2,110,541
OPERATING RESULT BEFORE RESULT ON PORTFOLIO	**33,285,896**	**9,180,624**	**0**	**42,466,519**
Changes in the fair value of investment properties	19,326,917	0	0	19,326,917
Operating result	**52,612,813**	**9,180,624**	**0**	**61,793,436**
Financial result			27,674,523	27,674,523
Result before taxes				**89,467,959**
Taxes			-803,660	-803,660
NET RESULT				**88,664,299**
GLOBAL RESULT				**88,664,299**
Reconciliation EBITDA:				
Operating result before result on portfolio	**33,285,896**	**9,180,624**	**0**	**42,466,519**
Corrections:				
Depreciations, impairments and reversal of impairments	194,129	238,928	0	433,058
Projects' profit or loss margin attributed to the period	0	3,071,632	0	3,071,632
EBITDA	**33,480,025**	**12,491,184**	**0**	**45,971,209**
EBITDA SHARE BY SEGMENT in %	**72.83%**	**27.17%**		**100.00%**

For the allocation of 'General expenses of the Company' and 'Other operating income and expenses', for those expenses and income that cannot be allocated exclusively, an allocation key based on the number of projects within each business model was used. For the 2023 financial year, the portfolio of 150 projects consists of 79 finance leases and 71 investment properties compared to 145 projects in 2022 of which 80 finance leases and 65 investment properties.

The profit or loss margin attributed to the period which is adjusted to reach the EBITDA concerns the amortisation of capital gains and provision for service costs. For further explanation, please refer to 'T 2.8 Finance lease receivables & trade receivables' on page 197. These items are non-cash items that are adjusted as part of the calculation of adjusted EPRA earnings and the EBITDA.

T 3.4 Segmented information - balance sheet per business model

Amounts in EUR	31/12/2023			
	Investment properties	Finance leases	Non allocated amounts	TOTAL
TOTAL ASSETS	**994,464,892**	**175,673,276**	**49,771,688**	**1,219,909,857**
Investment properties	994,464,892	0	0	994,464,892
Finance leases	0	175,673,276	0	175,673,276
Other assets	0	0	49,771,688	49,771,688
TOTAL EQUITY AND LIABILITIES			**1,219,909,857**	**1,219,909,857**
Shareholders Equity			638,135,493	638,135,493
Liabilities			581,774,364	581,774,364

Amounts in EUR	31/12/2022			
	Investment properties	Finance leases	Non allocated amounts	TOTAL
TOTAL ASSETS	**934,268,830**	**188,756,149**	**51,490,996**	**1,174,515,975**
Investment properties	934,268,830	0	0	934,268,830
Finance leases	0	188,756,149	0	188,756,149
Other assets	0	0	51,490,996	51,490,996
TOTAL EQUITY AND LIABILITIES			**1,174,515,974**	**1,174,515,974**
Shareholders Equity			563,394,815	563,394,815
Liabilities			611,121,159	611,121,159

Note 4: Financial risk management

The list of risks described in this chapter is not exhaustive. Within the framework of the Prospectus Regulation, the Company has limited itself to the financial risks that apply specifically to it and therefore not to the overall real estate sector, RREC sector or all listed companies and those that are also material. The market risks, operational risks, regulatory risks and other risks were described in chapter 'I. Risk factors' on page 28 et seq. of the annual financial report.

T 4.1 Risks associated with liquidity due to non-compliance with covenants and statutory financial parameters

T 4.1.1 Description of the risk

This risk can be described as the risk of non-compliance with statutory or contractual requirements to comply with certain financial parameters under the credit agreements, which could lead to their cancellation or renegotiation.

The main covenants cover the following:

- **A maximum debt ratio of 60%**. As at 31 December 2023, the consolidated debt ratio of the Company was 46.65%, resulting in an available space of €399.3 million. The limitation of the debt ratio to 60% is included in the credit agreements for a total amount of €541,498,273 (of which, as at 31 December 2023, an amount of €395,998,273 was drawn or 73.0% of the total financial debts liabilities drawn). For more information on the debt ratio, reference is made to 'T 4.2 Risks associated with the evolution of the debt ratio' on page 212.
- **An interest coverage ratio (being the operating result before the result on the portfolio, divided by the interest charges paid) of at least 2.5.**
  As at 31 December 2023 the interest coverage ratio was 3.44 compared to 4.25 as at 31 December 2022. The Company's interest charges must increase by €5,760,377 or from €15,295,746 to €21,056,123 in order to reach the required minimum of 2.5. However, severe and abrupt pressure on the operating result could jeopardise compliance with the interest coverage ratio parameter. The operating result before result on portfolio must fall by 27.4% from €52,640,307 to €38,239,365 before the limit of 2.5 is reached.
- **A minimum consolidated portfolio size of €650 million.**

In addition, the risk of early termination exists in the event of a change of control of the Company, in the event of a breach of 'negative pledge' or other covenants and obligations of the Company and, more generally, in the event of default as defined in these financing agreements. A default (it should be noted that certain instances of 'default' or breach of covenants, such as a change of control, included in all financing agreements, are outside the control of the Company) under one financing agreement may, pursuant to so-called 'cross acceleration' or 'cross default' provisions, additionally lead to defaults under other financing agreements (irrespective of the grant of any 'waivers' by other credit providers, in the case of a 'cross default' provision) and may thus lead to the mandatory early repayment by the Company of all such lines of credit.

T 4.1.2 Potential impact for the company

The potential impact concerns any cancellation of loans and damaged trust between investors and bankers on non-compliance with contractual covenants. It is possible that the Company would no longer be able to raise the external financing necessary for its growth strategy on favourable terms or that the market conditions are of a nature that necessary external financing can no longer be found for the activities of the Company.

The Company runs the risk of the termination, renegotiation or cancellation of financing agreements or that these contain an obligation to make early repayment if certain undertakings, such as compliance with financial ratios, are not met. This could lead to liquidity problems, in view of the similar character in the covenants of the financial institutions of the maximum debt ratio or interest coverage ratio of a cumulative nature and could force the Company to liquidate fixed assets (e.g., sale of real estate) or to implement a capital increase or other measures in order to bring the debt level below the required threshold. There is also a possibility that the regulator will impose sanctions or tighter supervision in the event of failure to comply with certain statutory financial parameters (e.g., compliance with the statutory debt ratio, as laid down in Article 13 of the RREC RD).

The consequences for the shareholders could include (i) a reduction in the equity and, therefore, the net asset value (NAV), because a sale must take place at a price below that book value and (ii) a dilution can take place because a capital increase will have to be organised and this will have an impact on the value of the shares and the future dividend prospects.

The Company intrinsically estimates the probability of this risk factor as average. The impact of the intrinsic risk is also estimated as average to high.

T 4.1.3 Restrictive measures and management of the risk

To mitigate these risks, the Company pursues a prudent financial policy with constant monitoring to meet the financial parameters of the covenants.

The Company estimates the residual risk, i.e. taking into account the limiting factors of the risk and its control as described above, as average in terms of probability and average to high in terms of impact.

T 4.2 Risks associated with the evolution of the debt ratio

T 4.2.1 Description of the risk

The Company's borrowing capacity is limited by the statutory maximum debt ratio of 65% which is permitted by the RREC Law. At the same time, thresholds have been set in the financing contracts concluded with financial institutions. The maximum debt ratio imposed by the financial institutions is 60% (see also 'T 4.1 Risks associated with liquidity due to non-compliance with covenants and statutory financial parameters' on page 210).

The Company runs the risk of the termination, renegotiation or cancellation of financing agreements or that these contain an obligation to make early repayment if certain undertakings, such as compliance with financial ratios included in covenants, are not met. On exceeding the statutory maximum threshold of 65%, the Company runs the risk of losing its RREC certificate through withdrawal by the FSMA.

In general, it is possible that the Company would no longer be able to raise the external financing necessary for its growth strategy on favourable terms or that the market conditions are of a nature that necessary external financing can no longer be found for activities of the Company.

As at 31 December 2023, the consolidated debt ratio amounted to 46.65%, compared to 52.37% as at 31 December 2022. As at 31 December 2023, the Company has an additional debt capacity of €627.0 million before reaching a debt ratio of 65% and of €399.3 million before reaching a debt ratio of 60%.

The value of the real estate portfolio also has an impact on the debt ratio.

Taking account of the capital base as at 31 December 2023, the maximum debt ratio of 65% would be exceeded only with a potential fall in the value of the real estate portfolio of about €377.7 million, or 34.0% of the real estate portfolio of €994.5 million as at 31 December 2023. With a fall in the value of about €266.2 million, or 26.8% of the real estate portfolio, the debt ratio of 60% would be exceeded.

The Company does wish to note that it has contracted payment obligations for the unrealised part of the developments that it has already included in its balance sheet, representing €22.5 million. As a result, as at 31 December 2023, the available capacity on the debt ratio amounts to €376.8 million before reaching a debt ratio of 60% and €604.5 million before reaching a debt ratio of 65%.

T 4.2.2 Potential impact for the Company

The potential impact concerns the risk that statutory sanctions may be imposed if certain thresholds are exceeded (including a prohibition of payment of a dividend) or that a breach of certain conditions of the financing contracts is committed.

Like all public RRECS, Care Property Invest is subject to tighter supervision by the supervisory authority of compliance with these maximum debt levels.

The Company intrinsically assesses the probability of the debt ratio exceeding 60% as low and the impact of the intrinsic risk as high.

T 4.2.3 Restrictive measures and management of the risk

In this case too, it pursues a prudent financial policy with continual monitoring of all planned investments and earnings forecasts, and the coordination of the possibility of a capital increase under the forms permitted by the RREC legislation in order to avoid any statutory sanctions for exceeding this maximum limit at all times.

The Company estimates the residual risk, i.e. taking into account the limiting factors of the risk as described above, related to the risk of the debt ratio exceeding 60% as low in terms of probability and high in terms of impact.

T 4.3 Risks associated with the cost of the capital

T 4.3.1 Description of the risk

This risk can be described as the risk of unfavourable fluctuations in interest rates, an increased risk premium in the stock markets and/or an increase in the cost of the debts.

T 4.3.2 Potential impact for the Company

The potential impact concerns a material increase in the weighted average cost of the Company's capital (equity and debts) and an impact on the profitability of the business as a whole and of new investments.

As at 31 December 2023, the fixed-interest and floating rate loans accounted for 25.07% and 74.93% of the total financial liabilities respectively. The percentage of floating-rate debt contracted that was converted into a fixed-rate instrument through a derivative instrument (relative to total financial liabilities) amounted to 69.25% as at 31 December 2023. The total hedge ratio thus amounted to 94.32%. As at 31 December 2022, it amounted to 69.42%.

Based on the outstanding credits as at 31 December 2023, if interest rates were to increase by 1%, the weighted average interest cost, including interest rate swaps, would increase from 3.15% to 3.21%. This would result in an increase in the cost of capital of 0.03%, assuming the cost of debt is included for 50% in the cost of capital and assuming no change in the cost of equity.

A change in the interest curve of 1% (upward) would have an impact on the fair value of the credit portfolio of approximately €5.9 million. The conclusion relating to the impact of the change in the interest curve can be continued on a linear basis.

A 1% increase/decrease in interest rates would have a positive/negative impact on the global result statement via the variations in the fair value of financial assets/liabilities amounting to €0.675/ €-0.743 per share but a negative/positive impact on the distributable result and also on the global result due to the increase/ decrease of a part of the net interest costs exposed to the fluctuations in interest rates.

The increase in the required risk premium on the stock markets could result in a fall in the price of the share and make financing of new acquisitions more costly for the Company.

The Company intrinsically assesses the probability of this risk factor as well as the impact of this risk as average.

T 4.3.3 Restrictive measures and management of the risk

With regard to the initial portfolio, Care Property Invest protects itself against interest rate rises through the use of fixed-interest contracts or swaps. For the initial portfolio [1], only the renewable loans at Belfius, amounting to €6,890,000, are subject to a limited interest risk, as these loans are subject to review every three years. For the new portfolio [2], the outstanding commercial paper of €39.0 million and various roll-over credits with various financial institutions with an outstanding amount of €329.5 million as at 31 December 2023 are subject to changes in interest rates on the financial markets. Care Property Invest aims to hedge itself against fixed interest rates for at least 80% via swaps. In this way the Company wishes to anticipate the risk that the increase in interest rates will be primarily attributable to an increase in real interest rates.

There are also 8 loans with revisable interest for the new portfolio. Care Property Invest monitors movements in interest rates with close attention and will hedge itself against timely any excessively high increase in interest rates.

Further explanation on the credit lines are provided in this chapter, with 'Note 5: Notes to the consolidated financial statements' on page 216, 'T 5.9 Net interest expense' on page 220, 'T 5.27 Financial liabilities' on page 235 and 'T 5.16 Financial fixed assets and other non-current financial liabilities' on page 227. If the increase in interest rates results from an increase in the level of inflation, the indexation of the rental income also serves as a tempering factor, albeit only after the indexation of the lease agreements can be implemented, so that there is a delaying effect here.

In general, Care Property Invest aims to build up a relationship of trust with its bank partners and investors and maintains a continual dialogue with them in order to develop a solid long-term relationship.

Nevertheless, the Company continues to regard this risk as material.

(1) The initial portfolio relates to the finance leases (with as at 31/12/2023 a balance sheet value (finance lease receivables) of €156,518,610 and a generated rental flow of €17,000,894) that the Company entered into until 2014.

(2) The new portfolio as referred to here refers to the finance leases (with a balance sheet value as at 31/12/2023 of €10,186,663 and a generated rental flow of €815,674) and the investment properties, including assets held for sale (with a balance sheet value as at 31/12/2023 of €1,004,455,648 and a generated rental flow of €48,088,996), that the Company acquired after 2014.

T 4.4 Risks associated with the use of derivative financial products

T 4.4.1 Description of the risk

This risk can be described as the risk of the use of derivatives to hedge the interest rate risk. The fair value of the derivative products is influenced by fluctuations in interest rates in the financial markets. The fair value of the derivative financial products amounted to €4,002,391 as at 31 December 2023, compared to €21,780,342 as at 31 December 2022. The variation in their fair value amounted to €17,777,951 as at 31 December 2023.

T 4.4.2 Potential impact for the Company

The potential impact concerns the complexity and volatility of the fair value of the hedging instruments and consequently, also the net asset value (NAV), as published under the IFRS standards and also the counter-party risk in relation to partners with which we contract derivative financial products. The decrease in the fair value of the authorised hedging instruments amounting to €17,777,951 represents a decrease in the net result and in the net asset value (NAV) of €0.48, without having an impact on the adjusted EPRA Earnings and, therefore, the capacity of the Company to pay its proposed dividend. An increase in market interest rates by 1% results in an increase in the fair value of the derivative financial products amounting to €24,972,194 or €0.675 per share and an increase in the net asset value (NAV) also amounting to €0.675 per share. A fall in market interest rates by 1% results in a diminution in the fair value amounting to €-27,472,320 or €-0.743 per share and a fall in the net asset value (NAV) per share amounting to the same amount.

The Company assesses the probability of this risk factor as well as the impact intrinsically as average.

T 4.4.3 Restrictive measures and management of the risk

All derivative financial products are held solely for hedging purposes. No speculative instruments are held. All derivative financial products are interest rate swaps. Care Property Invest also works only with reputable financial institutions (Belfius Bank, KBC Bank, BNP Paribas Fortis, ABN AMRO and ING).

The Company conducts frequent talks with these financial institutions on the evolution of the interest rates and the impact on the existing derivative financial products. The Company also monitors the relevant interest rates itself.

However, the current economic situation is causing increased volatility and pressure on interest rates so this monitoring becomes all the more important to counter volatility. In addition, it will not be certain that the Company will find the hedging instruments it wishes to enter into in the future, nor that the terms associated with the hedging instruments will be acceptable.

The Company estimates the residual risk, i.e. taking into account the mitigating factors and controlling the risk, as low in terms of probability and average in terms of impact.

Note 5: Notes to the consolidated financial statements

T 5.1 Net result per share

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT / GLOBAL RESULT	**-5,757,814**	**88,664,299**
Net result per share based on weighted average shares outstanding	**-€ 0.1557**	**€ 3.1961**
Gross yield compared to the initial issuing price in 1996	-2.62%	53.72%
Gross yield compared to stock market price on closing date	-1.09%	20.28%

T 5.2 Components of the net result

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT / GLOBAL RESULT	**-5,757,814**	**88,664,299**
NON-CASH ELEMENTS INCLUDED IN THE NET RESULT	**43,739,445**	**-54,323,064**
Depreciations, impairments and reversal of impairments	494,425	433,058
Changes in fair value of investment properties	25,796,855	-19,326,917
Changes in fair value of derivatives	17,841,635	-38,591,131
Projects' profit or loss margin attributed to the period	2,770,061	3,071,632
Deferred taxes	-3,163,531	90,295
ADJUSTED EPRA EARNINGS	**37,981,630**	**34,341,235**
Adjusted EPRA earnings per share based on weighted average number of outstanding shares	**€ 1.0268**	**€ 1.2379**
Gross yield compared to the initial issuing price in 1996	*17.26%*	*20.81%*
Gross yield compared to stock market price on closing date	*7.20%*	*7.85%*

Both the weighted average number of outstanding shares and the number of shares amounted to 27,741,625 as at 31 December 2022 and increased to 36,988,833 as at 31 December 2023. At neither date did the Company hold any treasury shares.

The number of shares changed following the realisation of a capital increase in cash on 24 January 2023, as a result of which 9,247,208 new shares were issued. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up shares.

The gross return is calculated in table 'T.5.1 Net result per share on a consolidated basis' by dividing the net result per share by the initial issue price in 1996 (i.e., €5.9495) on the one hand and the market value on the closing date on the other hand. In table 'T.5.2 Components of the net result', the gross yield is calculated by dividing the adjusted EPRA earnings per share by the initial issue price in 1996 (i.e., €5.9495), on the one hand, and the market capitalisation on the closing date, on the other. The share price was €14.26 as at 31 December 2023 and €15.76 as at 31 December 2022. There are no instruments that have a potentially dilutive effect on the net result per share.

T 5.3 Rental income

Amounts in EUR	31/12/2023	31/12/2022
Rental income and rental discounts for investment properties	**48,088,996**	**37,887,735**
Rent	46,279,419	35,809,749
Rental discounts	1,809,578	2,077,986
Income from financial leases and other similar leases	**17,816,568**	**16,491,130**
Ground rent	17,816,568	16,491,130
TOTAL	**65,905,564**	**54,378,866**

The item 'Rental income and rental discounts for investment properties' concerns the income from I.C. Investment properties, accounted for in accordance with IAS 40. As at 31 December 2023, these accounted for 72.97% of the Company's total rental income.

The item "Rental income from finance leases and similar' concerns the rental income from buildings, which the Company owns and which it receives as lessor and were recorded as rental income in the global result statement, as they relate to recurring income that the Company receives from its buildings[1]. This rental income relates on the one hand to the portfolio built up until 2014 with local PCSWs (public centre for social welfare -local governments) and non-profit organisations (initial portfolio[2]) and on the other hand to new leases entered into after 2014 (new portfolio[3]), all of which are generated by I.F. Finance lease receivables in the consolidated balance sheet. For the finance leases from the new portfolio, the ground rent payments are split between 'investment value' and 'income': the investment part is booked under I.F. Finance lease receivables in the balance sheet, the income part is booked under I. Rental income in the global result statement. As at 31 December 2023, the ground rent received by the Company from its finance leases represents 27.03% of the total rental income of the Company.

The 21.20% increase in rental income stems from (i) the indexation of the already existing leases (unchanged portfolio), which has been fully passed on and amounts to an average of 10.42% as at 31 December 2023, representing an amount of €5.0 million, (ii) the acquisition of new investment properties and (iii) the completion of development projects in 2023. Similarly, the acquired and completed investment properties during 2022 contribute to the increased rental income in 2023.

Future ground rent receipts (in accordance with IFRS 16)

Amounts in EUR	31/12/2023	31/12/2022
Future ground rent and rent payments	**111,893,690**	**137,601,054**
Expiring < 1 year	9,785,680	10,374,953
Expiring between 1 year and 5 years	37,021,861	40,581,607
Expiring > 5 years	65,086,150	86,644,494

Future ground rents are at least equal to the contractually agreed ground rents for the entire duration of the project and do not take into account annual index adjustments. For the finance leases from the new portfolio, these also include the repayment of the investment, which at the time of receipt will be written off from I.F. Finance lease receivables in the balance sheet.

(1) For a comprehensive legal analysis, see chapter 'II. Report of the Board of Directors' under '1. Strategy: Care building in complete confidence' on page 54.

(2) As at 31/12/2023, the initial portfolio has a balance sheet value of €156,518,610 and a generated rental flow of €17,000,894.

(3) As at 31/12/2023, the new portfolio has a balance sheet value of €10,186,663 and a generated rental flow of €815,674.

T 5.4 Recovery of rental charges and taxes normally borne by the tenant on let properties

Amounts in EUR	31/12/2023	31/12/2022
Recuperated withholding tax and other taxes	751,452	550,597
Recuperated other costs	240,643	169,341
TOTAL	**992,095**	**719,938**

T 5.5 Rental charges and taxes normally payable by the tenant on let properties

Amounts in EUR	31/12/2023	31/12/2022
Rental charges borne by the owner	-19,813	-39,144
Withholding tax and other taxes to recover	-751,452	-550,597
Other costs to recuperate	-240,643	-166,277
TOTAL	**-1,011,909**	**-756,018**

T 5.6 General expenses of the Company

Amounts in EUR	31/12/2023	31/12/2022
Auditor's fee	-180,552	-116,854
Fees for notary, lawyers and architects	-343,148	-235,640
External advice	-554,146	-605,131
Public relations, communications & marketing	-189,912	-226,740
IT	-248,343	-233,914
Costs linked to the status of the RREC	-404,934	-647,633
Costs of real estate expert	-371,035	-302,410
Remuneration of directors, CEO and Executive Committee members	-2,916,385	-2,599,449
Remuneration	-3,146,270	-2,860,751
Depreciations and impairments	-480,012	-433,058
Other general operating expenses	-2,077,425	-1,501,226
TOTAL	**-10,912,162**	**-9,762,807**

Costs relating to acquisitions are activated in accordance with IAS 40.

For additional explanations on the remuneration of the Directors and the Executive Committee, we refer to chapter 'II. Report of the Board of Directors' under point '11.11 Remuneration report 2023' on page 118.

The increase in the Company's general expenses can be largely attributed to the increase in remuneration and personnel-related costs due to the indexation as at 1 January 2023 and the increase in average workforce from 24.2 FTEs as at 31 December 2022 to 26.3 FTEs as at 31 December 2023. The remuneration of the CEO, CFO and COO under the item 'remuneration to directors, CEO and Executive Committee' was also subject to the indexation.

Furthermore, the increase is also explained by a higher amount of prospecting costs related to investment projects that definitively will not go ahead and were recorded in the result. In addition, the Company's growth also contributed to the increase in the Company's general expenses.

Care Property Invest has taken out a defined contribution type group insurance policy ('Defined Contribution Plan') for its permanent staff with Belfius Bank & Insurance. The contributions to this plan are entirely at the expense of Care Property Invest. In particular, no own contributions are paid by the employee. Belfius Bank has confirmed that as at 31 December 2023 the minimum return, including profit participation, has been achieved. In other words, no provision needs to be made.

T 5.7 Other operating costs and income of the Company

Amounts in EUR	31/12/2023	31/12/2022
Costs	**-3,580,921**	**-3,475,194**
Taxes	-204,682	-135,840
Costs to be charged on	-8,607	-6,072
Real estate leases - loss margin attributed to the period	-3,242,977	-3,309,603
Cost of projects under construction	-10,069	0
Other operating expenses	-114,586	-23,679
Income	**1,253,294**	**1,364,653**
Costs charged on	23,686	12,763
Project management fees	551,389	603,065
Real estate leases - profit margin attributed to the period	472,916	237,971
Other operating income	205,303	510,853
TOTAL	**-2,327,627**	**-2,110,541**

Other operating costs consist mainly of the loss margin for projects allocated to the period. Of this, €2,266,632 can be attributed to the write-off of the outstanding trade receivable (unrealised capital gain) of a Belgian project (finance lease), after the Company was notified of the bankruptcy of the operator concerned. This is a non-cash item adjusted for the calculation of the adjusted EPRA earnings.

Other operating income consists of: (i) the project management fees, which relates to the recovery of the pre-financing costs of ongoing Dutch projects, (ii) the profit margin for the projects allocated to the period, of which €312,351 relates to the write-off of the outstanding trade receivable (reversal of commission cost) of a Belgian project ('finance lease'), after the Company was notified of the bankruptcy of the operator concerned and (iii) the other operating income which mainly relates to various project-related revenues.

T 5.8 Changes in the fair value of investment properties

Amounts in EUR	31/12/2023	31/12/2022
Positive variations in the fair value of investment properties	8,094,495	40,187,885
Negative variations in the fair value of investment properties	-33,891,349	-20,860,968
TOTAL	**-25,796,855**	**19,326,917**

The real estate experts value the Company's investment properties on its balance sheet on a quarterly basis in accordance with IAS 40. An administrative correction was made for rent-free periods awarded to operators of the real estate, as the real estate expert already takes account of the future cash flows (including rent discounts) and double counting would otherwise occur.

Although the Company has been very successful in passing on inflation to its tenants, variations in the fair value of investment properties amount to €-25,796,855 as at 31 December 2023 due to upward pressure on yields. Again, these are unrealised variations that are corrected in the adjusted EPRA earnings.

T 5.9 Net interest expense

Amounts in EUR	31/12/2023	31/12/2022
Nominal interest charges on loans	**-18,623,073**	**-7,673,246**
Bonds - fixed interest rate	-900,634	-1,194,823
Commercial paper - floating interest rate	-1,102,577	-338,881
Investment loans - fixed interest rate	-3,702,907	-3,810,231
Investment loans - floating interest rate	-12,916,955	-2,329,311
Cost of authorised hedging instruments	**3,436,809**	**-2,181,773**
Authorised hedging instruments that are not subject to hedge accounting as defined in IFRS	3,436,809	-2,181,773
Other interest charges	**-109,482**	**-133,615**
TOTAL	**-15,295,746**	**-9,988,634**

Interest costs have mainly increased as a result of sharply rising interest rates on the market. This is therefore reflected in the increase of the weighted average interest rate (including IRSs), which amounts to 3.15% as at 31 December 2023 compared to 2.14% as at 31 December 2022.

The average remaining duration of the loans is 5.42 years as at 31 December 2023.

The costs and revenues of financial instruments used for hedging purposes are interest flows paid or received by the Company in relation to derivatives that are presented and analysed in the notes to the liabilities in item 'T 5.16 Financial fixed assets and other non-current financial liabilities' on page 227.

T 5.10 Other financial costs

Amounts in EUR	31/12/2023	31/12/2022
Bank charges and other commissions	-1,954,915	-929,943
TOTAL	**-1,954,915**	**-929,943**

As at 31 December 2023, other financial costs included a one-off cost of approximately €1.1 million. These relate to issuance costs and hedging costs which were fully included in results following the repayment for opportunity reasons of the outstanding Sustainability Bonds amounting to €32.5 million on 10 March 2023.

T 5.11 Changes in the fair value of financial assets and liabilities

Amounts in EUR	31/12/2023	31/12/2022
Changes in the fair value : derivatives (positive)	497,991	38,591,131
Changes in the fair value : derivatives (negative)	-18,339,626	0
TOTAL	**-17,841,635**	**38,591,131**

T 5.12 Taxes

Amounts in EUR	31/12/2023	31/12/2022
Parent company	**-206,565**	**-280,476**
Result before taks [1]	-5,551,249	88,951,798
Result exempt from tax thanks to the RREC regime [1]	5,551,249	-88,951,798
Taxable result in Belgium related to non-deductible expenses	646,427	338,122
Belgian taxes due and deductible	-161,607	-84,531
Other	-44,958	-195,946
Subsidiaries	**2,656,927**	**-267,782**
Belgian taxes due and deductible	0	-83,881
Foreign taxes due and deductible	2,656,927	-183,901
Corporate income taks	2,450,362	-548,258
Exit tax	19,210	-255,402
TOTAL	**2,469,572**	**-803,660**

(1) To allow for correct comparability, the figures as at 31 December 2022 have been adjusted.

Corporate income tax consists of the taxes payable on Care Property Invest's rejected expenses (as a RREC, it is taxed only on its rejected expenses, abnormally gratuitous benefits and secret commissions) and the tax on the profits of its consolidated subsidiaries in Belgium and abroad. Also in The Netherlands (FBI, except for Care Property Invest.NL10 BV (application filed but not yet formally confirmed and Care Property Invest.NL11 BV (no application filed)) and Spain (Socimi), the subsidiaries are subject to a favourable tax status (similar to the Belgian GVV/RREC status) which result in a tax rate of 0%.

The applicable Belgian corporate income tax rate is 25% for the 2022 and 2023 financial years.

The exit tax in 2022 mainly related to the exit tax payable following the silent merger of Apollo Lier nv with Care Property Invest, which took place on 29 November 2022.

T 5.13 Intangible fixed assets

Amounts in EUR	31/12/2023	31/12/2022
Book value at the beginning of the financial year	**91,656**	**122,671**
Gross amount	294,059	273,052
Accumulated depreciation	-202,403	-150,381
Investments	36,486	21,007
Depreciation	-41,024	-52,022
Book value at the end of the financial year	**87,118**	**91,656**
Gross amount	330,545	294,059
Accumulated depreciation	-243,427	-202,403

The intangible fixed assets relate to licences.

T 5.14 Investment properties

Amounts in EUR	Real estate in operation	Project Developments	Rights in rem	Real estate in operation	Project Developments	Rights in rem
Book value on 1 January	**880,418,260**	**52,484,567**	**1,366,002**	**653,967,470**	**62,597,730**	**1,466,600**
Acquisitions through purchase or contribution	38,940,493	45,006,239	176,241	143,417,182	51,590,105	36,746
Change in fair value excl. rental discount	-21,995,604	-1,700,290	-231,016	22,012,247	-681,908	36,075
Transfer to/from other items (1)	36,686,478	-36,686,478		61,021,360	-61,021,360	
Sales and transfers (2)						-173,419
Book value on 31 December	**934,049,629**	**59,104,038**	**1,311,226**	**880,418,260**	**52,484,567**	**1,366,002**

(1) 2023: Completion of the projects 'Villa Stella' in Middelburg (NL), 'Warm Hart Zuidwolde' in Zuidwolde (NL), 'Warm Hart Ulestraten' in Ulestraten (NL), and 'Emera Mostoles' in Mostoles (ES).
2022: Completion of the projects 'Villa Maria Pastorie' in Tilburg (NL), 'Aldenborgh' in Roermond (NL), 'Villa Vught' in Vught (NL), 'Mariënhaven' in Warmond (NL), 'Huize Elsrijk' in Amstelveen (NL), 'Villa Ouderkerk' in Ouderkerk aan de Amstel (NL), and 'Emera Carabanchel' in Carabanchel (ES).

(2) The amount concerns the write-off of the right in rem on the land of the 'Residentie De Anjers' project in Balen (BE) following the sale of this project in the course of 2022.

Investment properties are recorded at fair value, using the fair value model, in accordance with the IAS 40 Standard. The fair value is supported by market data and is based on the valuation performed by an independent real estate expert with a relevant and recognised professional qualification who has recent experience in the location and nature of similar investment properties.

The portfolio was valued by Stadim, Cushman & Wakefield and CBRE as at 31 December 2023 for a fair value of €994.5 million (including the rights in rem which are also classified as investment properties in accordance with IFRS 16). The capitalisation rate applied to the contractual rents is on average 5.26% for 2023 compared to 5.03% for 2022.

The negative variation in the valuation of investment properties, is mainly due to the upward pressure on yields, notwithstanding the Company has been very successful in passing on inflation to its tenants.

The acquisitions and investments of the financial year are discussed in chapter 'II. Report of the Board of Directors' under '2. Important events' on page 62. For further explanation of the project developments, we also refer to chapter 'III. Real estate report' at point '3.2 Table summarising the projects under development' on page 151.

The investment property rights in rem concern leasehold agreements of the Company that are capitalised under the investment properties in accordance with IFRS 16. A leasehold obligation is also linked to this on the liabilities side of the balance sheet.

The fair value is determined using unobservable inputs, as a result of which the assets within the investment properties are considered to be 'level 3' on the fair value scale defined by IFRS 13. During the 2023 financial year there were no shifts between levels 1, 2 and 3. The evaluation methods are mentioned in chapter 'VII. Permanent document' under the point 'Valuation method' on page 265 of this annual financial report.

The main quantitative information on the valuation of the fair value of the investment properties based on unobservable data (level 3) and of those presented below are data from the reports of the independent real estate experts.

Financial year as closed on 31 December 2023						
Type of asset	**Fair value on 31 Dec 2023 (x €1,000)**	**Evaluation method**	**Unobservable data**	**Min**	**Max**	**Weighted average**
Housing for seniors - Investment properties	934,050	DCF (1)	ERV/m²	29.3	426.7	125.2
			m²	942	37,287	6,119
			Inflation	1.90%	3.03%	2.20%
			Discounting level	4.62%	6.15%	5.27%
			Remaining duration (years)	0.6	28.5	21.1
Housing for seniors - Project developments	59,104	DCF (1)	ERV/m²	41.0	351.6	124.8
			m²	1,700	7,521	4,418
			Inflation	1.90%	2.25%	2.07%
			Discounting level	4.76%	5.59%	5.15%

(1) Discounting of estimated cash flows

Financial year as closed on 31 December 2022						
Type of asset	**Fair value on 31 Dec 2022 (x €1,000)**	**Evaluation method**	**Unobservable data**	**Min**	**Max**	**Weighted average**
Housing for seniors - Investment properties	880,418	DCF (1)	ERV/m²	52.2	426.7	123.8
			m²	942	37,287	6,221
			Inflation	1.75%	3.03%	2.29%
			Discounting level	3.98%	5.76%	5.04%
			Remaining duration (years)	7.4	29.5	22.5
Housing for seniors - Project developments	52,485	DCF (1)	ERV/m²	75.8	213.7	128.6
			m²	1,530	7,521	4,400
			Inflation	1.95%	2.25%	2.09%
			Discounting level	4.61%	5.44%	5.00%

(1) Discounting of estimated cash flows

An occupancy rate of 100% is taken into account for the valuation of the buildings.

The differences between the minimum and maximum values are explained by the fact that the different parameters applied in the discounted cash flow method depend on the location of the assets, the quality of the building and the operator, the duration of the lease agreement, etc. Moreover, these unobservable data may be linked because they are partly determined by market conditions.

In accordance with the legal provisions, the buildings are valued at fair value on a quarterly basis by independent real estate experts appointed by the Company. These reports are based on information provided by the Company, such as contractual rents, tenancy contracts, investment budgets, etc. These data are derived from the Company's information system and are therefore subject to its internal control environment. Furthermore, the reports were based on assumptions and evaluation models developed by the independent experts based on their professional judgment and market knowledge.

The reports of the independent experts are checked by the Company's Executive Committee. If the Committee takes the view that the reports of the independent expert are coherent, they are submitted to the Board of Directors.

The sensitivity of the fair value to a variation in the principal unobservable data disclosed is generally presented (if all parameters remain the same) as the effect on decrease or increase, as shown below.

Unobservable data	Fair value impact on decrease	Fair value impact on increase
ERV (Estimated Rental Value) m²	Negative	Positive
Inflation	Negative	Positive
Discount rate	Positive	Negative
Remaining duration (year)	Negative	Positive

A 1% fluctuation in the value of the real estate portfolio (positive or negative) would have an impact of approximately 0.38% on the debt ratio. A 1% increase in the financial return would have a negative impact of 14.85% on the value of the investment properties.

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T 5.15 Other tangible fixed assets

Amounts in EUR	31/12/2023	31/12/2022
Tangible fixed assets for own use		
Book value at the beginning of the financial year	**4,647,075**	**4,517,345**
Gross amount	5,651,888	5,272,868
Accumulated depreciation	-1,004,813	-755,523
Investments	63,664	449,045
Divestments	-250,429	-70,026
Depreciation	-285,294	-288,225
Reversal of depreciations for divestments	209,998	38,936
Book value at the end of the financial year	**4,385,016**	**4,647,075**
Gross amount	5,465,123	5,651,888
Accumulated depreciation	-1,080,108	-1,004,813
Leasing		
Book value at the beginning of the financial year	**311,173**	**198,616**
Gross amount	431,714	226,345
Accumulated depreciation	-120,540	-27,730
Investments	238,448	205,368
Divestments	-26,387	0
Depreciation	-148,128	-92,811
Reversal of depreciations for divestments	15,226	0
Book value at the end of the financial year	**390,333**	**311,173**
Gross amount	643,775	431,714
Accumulated depreciation	-253,442	-120,540
Project developments		
Book value at the beginning of the financial year	**23,716**	**23,716**
Completions	-23,716	0
Book value at the end of the financial year	**0**	**23,716**

T 5.16 Financial fixed assets and other non-current financial liabilities

Amounts in EUR	31/12/2023	31/12/2022
Loans and receivables	**3,925**	**3,046**
Deposits	3,315	2,436
Other financial fixed assets	610	610
Assets at fair value through result	**19,460,272**	**26,778,389**
Hedging instruments	19,460,272	26,778,389
TOTAL FINANCIAL FIXED ASSETS	**19,464,197**	**26,781,435**
Liablities at fair value liabilities through result	**16,002,566**	**4,998,048**
Hedging instruments	15,457,881	4,998,048
Other	544,684	0
TOTAL OTHER NON-CURRENT FINANCIAL LIABILITIES	**16,002,566**	**4,998,048**

The assets and liabilities at fair value through the result consist of hedging instruments that are not accounted for in accordance with hedging accounting in application of IFRS 9. The purpose of these instruments is to hedge the Company against interest rate risks. In order to hedge the risk of rising interest rates, the Company has opted for hedging instruments in which the debt at a variable interest rate is converted into a debt at a fixed interest rate ('cash flow hedge').

In accordance with IFRS 9, the fair value of financial instruments is included under the item financial assets (in case of a positive valuation) or under the item long-term financial liabilities (in case of a negative valuation). Changes in these fair values are accounted for via the changes in fair value of financial assets and liabilities in the global result statement (see note 'T 5.11 Changes in the fair value of financial assets and liabilities' on page 221).

The financial instruments are considered to be 'level 2' on the fair value scale as defined by IFRS 13. All hedges are entered into within the framework of financial risk management as described under 'Note 4: Financial risk management' on page 210. The fair value of the instruments is calculated by the banks on the basis of the present value of the estimated future cash flows. In accordance with IFRS 13, an adjustment is made to the fair value to reflect the bank's own credit risk ('debit valuation adjustment' or 'DVA') and the counterparty's credit rating ('credit valuation adjustment' or 'CVA').

The following is an overview of the hedging instruments held by the Company as at 31 December 2023.

IRS payer	Notional amount	Expiration date	Interest rate payable	Interest receivable	Remaining term - number of years	Valuation on 31/12/2023
Belfius	1,187,486	1/02/2033	5.100%	EURIBOR 1M + 25 bp	9.10	-279,008.77
Belfius	1,213,165	3/08/2026	5.190%	EURIBOR 1M + 110 bp	2.59	-68,185.70
Belfius	1,511,366	2/10/2034	4.850%	EURIBOR 1M + 25 bp	10.76	-306,199.26
Belfius	1,618,799	2/05/2033	4.620%	EURIBOR 1M + 25 bp	9.34	-299,118.15
Belfius	1,667,307	2/05/2035	4.315%	EURIBOR 1M + 12 bp	11.34	-312,090.61
Belfius	1,736,652	2/01/2036	5.050%	EURIBOR 1M + 12 bp	12.01	-496,430.19
Belfius	1,885,159	3/10/2033	4.300%	EURIBOR 1M + 25 bp	9.76	-270,451.06
Belfius	2,067,360	2/11/2032	4.040%	EURIBOR 1M + 25 bp	8.85	-230,872.52
Belfius	2,147,305	3/04/2034	4.065%	EURIBOR 1M + 25 bp	10.26	-313,801.68
Belfius	2,283,967	1/10/2036	5.010%	EURIBOR 1M + 12 bp	12.76	-582,042.25
Belfius	2,406,537	1/08/2036	4.930%	EURIBOR 1M + 12 bp	12.59	-607,162.72
Belfius	2,993,024	1/03/2035	4.650%	EURIBOR 1M + 25 bp	11.17	-641,775.51
Belfius	3,003,108	1/12/2034	4.940%	EURIBOR 1M + 25 bp	10.93	-616,547.94
Belfius	3,061,479	1/02/2027	5.260%	EURIBOR 1M + 110 bp	3.09	-289,770.98
Belfius	3,222,433	31/12/2036	4.710%	EURIBOR 1M + 15.4 bp	13.01	-690,250.45
Belfius	3,786,791	31/12/2036	4.350%	EURIBOR 1M + 12 bp	13.01	-681,131.22
Belfius	5,000,000	23/10/2034	0.255%	EURIBOR 3M	10.82	1,064,953.99
Belfius	5,000,000	23/10/2034	0.310%	EURIBOR 6M	10.82	1,049,852.27
Belfius	5,000,000	4/12/2034	0.310%	EURIBOR 3M	10.93	1,027,889.12
Belfius	20,000,000	14/12/2032	3.030%	EURIBOR 3M	8.96	-1,019,989.19
Belfius	70,000,000	1/10/2032	2.900%	EURIBOR 3M	8.76	-2,670,786.85
ABN-AMRO	20,000,000	22/07/2030	2.999%	EURIBOR 3M	6.56	-776,953.77
BNP Paribas Fortis	3,685,000	31/03/2026	2.460%	EURIBOR 1M	2.25	3,430.54
BNP Paribas Fortis (1)	1,019,500	31/03/2026	2.060%	EURIBOR 1M	2.25	9,613.98
BNP Paribas Fortis	2,156,104	30/06/2029	2.530%	EURIBOR 1M	5.50	-30,585.09
KBC	12,000,000	17/07/2029	0.653%	EURIBOR 3M	5.55	1,143,613.12
KBC	8,000,000	29/03/2029	0.488%	EURIBOR 3M	5.25	721,334.59
KBC	8,000,000	11/12/2029	0.050%	EURIBOR 3M	5.95	1,014,312.99
KBC	10,000,000	19/02/2030	-0.083%	EURIBOR 3M	6.14	1,405,793.51
KBC	5,000,000	4/03/2030	-0.204%	EURIBOR 3M	6.18	733,598.58
KBC	40,000,000	18/06/2035	0.090%	EURIBOR 3M	11.47	9,174,659.00
KBC	60,000,000	14/12/2031	2.999%	EURIBOR 3M	7.96	-2,789,831.59
KBC	30,000,000	28/03/2029	2.774%	EURIBOR 3M	5.24	-685,858.53
KBC	10,000,000	29/06/2030	2.955%	EURIBOR 3M	6.50	-380,663.87
KBC	10,000,000	21/07/2031	2.976%	EURIBOR 3M	7.56	-418,373.58
ING	5,000,000	30/09/2029	-0.160%	EURIBOR 3M	5.75	666,253.23
ING	10,000,000	28/02/2030	-0.141%	EURIBOR 3M	6.17	1,444,967.54
TOTAL	**375,652,542**					**4,002,391**

(1) Write-down reference amount over the life of the swap.

The fair value of the hedging instruments is subject to the evolution of interest rates on the financial markets. A change in the yield curve of 0.25% (more positive or negative) would have an impact on the fair value of the IRS's of approximately €6.5 million.

T 5.17 Finance lease receivables and trade receivables and other non-current assets

Amounts in EUR	31/12/2023	31/12/2022
Finance lease receivables	166,705,273	177,018,085
Trade receivables and other non-curent assets	8,968,004	11,738,065
TOTAL	**175,673,276**	**188,756,149**

The balance of finance lease receivables and trade receivables consists of the investment cost of the building, included under the item 'Finance lease receivables', the profit or loss margin generated during the construction phase and its write-off in relation to the ground rent payments already received, included under the item 'Trade receivables and other non-current assets'.

These buildings, which are owned by the Company, generate rental income, as discussed under 'T 5.3 Rental income' on page 217[1].

Due to the bankruptcy of the operator of one of the lease projects, the Company is currently in full discussion with various parties to obtain a structural solution for this building. The book value of this building was therefore transferred to the item 'assets held for sale'.

Finance lease receivables

Amounts in EUR	31/12/2023	31/12/2022
Initial portfolio	156,518,610	156,518,610
New portfolio	10,186,663	20,499,475
TOTAL	**166,705,273**	**177,018,085**

In the total amount 'Finance lease receivables' at 31 December 2023, the amount of contractual prepayments of €36,090,772 relating to the initial portfolio has already been deducted.

The amounts mentioned correspond to the repayable nominal final building rights (i.e., the total investment cost less the contractual prepayments received).

Contrary to the projects in the initial portfolio[2], for the projects in the new portfolio[3] the ground rent, in addition to a return, also consists of a repayment of the investment value, as a result of which the amount of the receivable will gradually decrease over the duration of the leasehold agreement. For the initial portfolio, the final building right fees must be repaid after the 30-year building period. The average remaining term of the building rights of the projects was 10.74 years as at 31 December 2023.

(1) For a comprehensive legal analysis, see chapter 'II. Report of the Board of Directors' under '1. Strategy: Care building in complete confidence' on page 54.

(2) The initial portfolio concerns the finance leases (with as at 31/12/2023 a balance sheet value of €156,518,610 and a generated rental flow of €17,000,894) that the Company entered into until 2014.

(3) The new portfolio concerns the finance leases (with as at 31/12/2023 a balance sheet value of €10,186,663 and a generated rental flow of €815,674) that the Company entered into after 2014.

Amounts in EUR	31/12/2023	31/12/2022
Gross investment (end of building rights, ground rent and rent)	**268,274,447**	**293,981,811**
Expiring < 1 year	9,785,680	10,374,953
Expiring between 1 year and 5 years	37,021,861	40,581,607
Expiring > 5 years	221,466,907	243,025,251

The gross investment in the lease is the aggregate of the minimum lease payments to be received, in this case the nominal value of the final building rights fee, the ground rent and the rent (excluding indexations).

Amounts in EUR	31/12/2023	31/12/2022
Fair value of finance lease receivables	242,103,000	197,017,859

The fair value of finance leases has been calculated using an adjusted method since the second quarter of 2023.

The 'old' calculation method, in which the future cash flows were discounted using IRS interest rates prevailing on the closing date, depending on the remaining term of the underlying contract, plus a margin, used the initial cash flows (i.e. the contractual rent at the start of the contract without taking into account the indexations already passed on). Given the current macroeconomic environment of increased inflation, this led to an unjustifiably large decrease in the fair value of the finance leases. Consequently, if this method is retained, this no longer gives a true and fair view of the fair value of the finance leases, resulting in a too conservative representation of the EPRA NTA and EPRA LTV, among others.

For the above reasons, the Company had opted to use a reputable independent party, namely Cushman & Wakefield, to calculate the fair value from the second quarter of 2023 onwards, in order to obtain a market- based valuation of this portfolio. The fair value is calculated by discounting the future cash flows, taking into account historical indexations for the cash flows. As discount rate they exercise OLO interest rates prevailing on the closing date, depending on the remaining maturity of the underlying contract, increased by a margin. As at 31 December 2023, the weighted average OLO interest rate amounted to 2.68% and the weighted average risk margin was 1.04%. This results in an average value of €115,728 per assisted living apartment, which can still be considered conservative given that future indexations are not taken into account.

The fair value at 31 December 2023 calculated using the 'old' calculation method would amount to €191,754,926 or €91,661 per assisted living apartment taking into account a weighted average IRS interest rate of 2.48% and a weighted average risk margin of 1.04%.

A 1% increase in the OLO interest rate would have a negative impact of 7.19% on the fair value of finance leases.

Trade receivables and other non-current assets

Amounts in EUR	31/12/2023	31/12/2022
Initial portfolio	7,501,521	8,139,749
New portfolio	1,466,483	3,598,316
TOTAL	**8,968,004**	**11,738,065**

T 5.18 Assets held for sale

Amounts in EUR	31/12/2023	31/12/2022
Assets held for sale	9,990,756	0
TOTAL	**9,990,756**	**0**

It concerns the transfer of the book value of a former lease project due to the bankruptcy of the operator, for which a structural solution is being sought. See above under 'T 5.17 Finance lease receivables and trade receivables and other non-current assets'.

T 5.19 Trade receivables

Amounts in EUR	31/12/2023	31/12/2022
Customers	6,863,455	6,015,079
Revenue to be collected	472,286	9,057
Provision for doubtful debtors	-2,500	-2,500
TOTAL	**7,333,240**	**6,021,636**

The provision for doubtful debtors relates to a provision made in accordance with IFRS 9 in the context of future credit losses. This provision is based on a thorough analysis carried out on Care Property Invest's client portfolio, splitting it into three categories: the initial portfolio[1] made up of contracts with local authorities and the new portfolio[2] which can be split between SMEs and large companies. The entire portfolio of Care Property Invest falls under stage 1 whereby a provision has to be made for the expected loss in the next 12 months. Given the quality of the tenants on the one hand, and the low credit risk associated with finance lease receivables (due to the guarantees provided by the local authorities) on the other hand, the model of expected credit losses under IFRS 9 has no material impact on the Company. The very limited provision that has been made stems from the limited risk that can be attributed to the 3 categories of the portfolio.

The Board of Directors therefore assumes that the book value of the trade receivables approximates the fair value.

(1) The initial portfolio concerns the finance leases (with as at 31/12/2023 a balance sheet value of €156,518,610 and a generated rental flow of €17,000,894) that the Company entered into until 2014.

(2) The new portfolio relates to the finance leases (with a balance sheet value of €10,186,663 and a generated rental flow of €815,674 as at 31/12/2023) and the investment properties (with a balance sheet value of €994,464,892 and a generated rental flow of €48,088,996 as at 31/12/2022) that the Company acquired after 2014.

T 5.20 Tax receivables and other current assets

Amounts in EUR	31/12/2023	31/12/2022
Taxes	**268,138**	**7,748,319**
VAT current account	235,713	7,430,210
Taxes recoverable	32,425	318,110
Other miscellaneous receivables	**464,945**	**898,563**
Other miscellaneous receivables	464,945	898,563
TOTAL	**733,082**	**8,646,882**

As at 31 December 2022, €6.9 million of this item related to recoverable VAT in Spain, as a result of the silent mergers of the Spanish subsidiaries with Care Property Invest Spain Socimi S.L.U. This amount was received in August 2023.

T 5.21 Cash and cash equivalents

Amounts in EUR	31/12/2023	31/12/2022
Current accounts with financial institutions	2,497,440	2,369,211
Cash	1,980	1,972
TOTAL	**2,499,420**	**2,371,183**

Cash and cash equivalents comprise cash assets and the balances of current accounts and are recognised in the balance sheet at nominal value.

T 5.22 Prepayments and accrued income

Amounts in EUR	31/12/2023	31/12/2022
Prepaid real estate costs	213,333	502,833
Prepaid interest and other financial costs	128,754	192,076
Other deferred charges and accrued income	257,338	575,541
TOTAL	**599,424**	**1,270,450**

T 5.23 Capital

Evolution of capital		Capital movement	Accumulated number of shares
Date and operation			
30/10/1995	- Incorporation	1,249,383	210
07/02/1996	- Capital increase in cash	59,494,446	10,210
16/05/2001	- Capital increase conversion to euro	566	10,210
24/03/2014	- Share split through division by 1,000	0	10,210,000
20/06/2014	- Optional dividend financial year 2013	889,004	10,359,425
22/06/2015	- Capital increase in cash	16,809,093	13,184,720
15/03/2017	- Capital increase in kind (Watermael-Bosvoorde)	10,971,830	15,028,880
27/10/2017	- Capital increase in cash	25,546,945	19,322,845
03/04/2019	- Capital increase in kind (Immo du Lac)	4,545,602	20,086,876
26/06/2019	- Optional dividend financial year 2018	1,831,673	20,394,746
15/01/2020	- Capital increase in kind (Bergen & Bernissart)	7,439,112	21,645,122
19/06/2020	- Optional dividend financial year 2019	1,624,755	21,918,213
25/06/2020	- Capital increase in cash	13,040,239	24,110,034
20/01/2021	- Capital increase in kind (Attert)	10,091,030	25,806,148
17/11/2021	- Capital increase in kind (Lier)	6,692,997	26,931,116
20/06/2022	- Optional dividend financial year 2021	1,022,088	27,102,910
07/07/2022	- Capital increase in kind (Haacht)	3,800,035	27,741,625
24/01/2023	- Capital increase in cash	55,016,264	36,988,833
TOTAL		**220,065,062**	**36,988,833**

On 24 January 2023, a cash capital increase with gross proceeds of €110,966,496 by the issuance of 9,247,208 new shares at an issue price of €12.00 was successfully completed. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up voting shares.

All shares are ordinary shares, fully paid up and held in registered or dematerialised form. They have no par value. Each share entitles the holder to one vote at the general meeting of shareholders in accordance with Article 38 of the Articles of Association.

	31/12/2023	31/12/2022
Registered shares	1,714,684	1,698,713
Dematerialised shares	35,274,149	26,042,912
Total number of shares	**36,988,833**	**27,741,625**

Neither the Company nor its subsidiaries hold any of the Company's own shares on either date. No shares were also transferred to the executive management during the 2023 financial year.

The following relevant articles of the articles of association were included in full in the coordinated Articles of Association presented in Chapter 'VII. Permanent document', item '6. Coordinated Articles of Association' on page 278 and available on www.carepropertyinvest.be.

ARTICLE 6 of the coordinated articles of association as at 24/06/2023 - CAPITAL

ARTICLE 7 of the coordinated articles of association as at 24/06/2023 - AUTHORISED CAPITAL

ARTICLE 8 of the coordinated articles of association as at 24/06/2023 - CHANGE IN THE CAPITAL

ARTICLE 9 of the coordinated articles of association as at 24/06/2023 - NATURE OF THE SHARES

As at 31 December 2023, no shareholder owns more than 5% of the capital.

On 24 January 2023, Pensio B notified the Company that it no longer exceeds the 3% threshold as of this date due to a passive undershoot.

On 15 March 2023, Ameriprise Financial Inc notified the Company that it exceeds the 3% threshold as of 10 March 2023 due to the temporary holding of voting rights Care Property Invest by a company within the group.

Apart from this new notifications by Pensio B and Ameriprise Financial Inc, the Company received no new notifications for exceeding or falling below the 3% threshold during the 2023 financial year.

T 5.24 Share premium

Amounts in EUR	31/12/2023	31/12/2022
Share premium - optional dividend	14,402,780	14,402,780
Share premium - contribution in kind	122,524,086	122,524,086
Share premium - capital increase	170,419,908	114,469,676
Share premium - costs	-7,994,447	-5,268,068
TOTAL	**299,352,326**	**246,128,473**

T 5.25 Reserves

Amounts in EUR		31/12/2023	31/12/2022
B.	Reserve for the balance of variations in the fair value of real estate (+/-)	93,739,028	59,143,232
C.	Reserve for the impact on the fair value of estimated transfer taxes and costs resulting from hypothetical disposal of investment properties (-)	-33,084,994	-18,168,148
E.	Reserve for net changes in the fair value of authorised hedging instruments that are not subject to a hedge accounting as defined in IFRS(+/-)	21,780,342	-16,810,790
M.	Other reserves (+/-)	11,704,204	11,704,204
N.	Retained earnings from previous financial years (+/-)	30,337,340	27,684,747
TOTAL		**124,475,919**	**63,553,245**

T 5.26 Result for the financial year

Amounts in EUR	31/12/2023	31/12/2022
Result of the financial year	-5,757,814	88,664,299
TOTAL	**-5,757,814**	**88,664,299**

Appropriation of the result

It will be proposed to the Company's Ordinary General Meeting of shareholders on 29 May 2024 to pay out a total gross dividend for the 2023 financial year of €36,988,833 or €1.00 per share. After deduction of the 15% withholding tax, this represents a net dividend of €0.85 per share.

This equals the dividend paid out for the 2022 financial year, despite the increase in the number of shares entitled to dividend by 9,247,208. The payout ratio amounted to 97.39% at consolidated level, based on the adjusted EPRA earnings.

T 5.27 Financial liabilities

Amounts in EUR	31/12/2023	31/12/2022
Non-current financial debts	**146,407,920**	**206,541,529**
Credit institutions	124,644,850	147,950,101
Other	21,763,070	58,591,428
Current financial liabilities	**396,809,337**	**376,761,772**
Credit institutions	352,809,337	339,261,772
Other	44,000,000	37,500,000
TOTAL	**543,217,256**	**583,303,301**

As at 31 December 2023, Care Property Invest has €477.5 million in loans taken out divided between non-current and current financial liabilities and which belong to the category 'financial liabilities measured at amortised cost' in accordance with the IFRS 9 standard. The loans were granted by 8 banks, being Belfius Bank, ING Bank, KBC Bank, BNP Paribas Fortis, Argenta, VDK Bank, CBC Banque and ABN-AMRO. These financial liabilities were fixed with a fixed interest rate or converted to a fixed interest rate by means of a swap transaction or with a revisable interest rate (every three or five years).

Current financial liabilities with credit institutions amounting to €352.8 million relate for €329.5 million to rollover credits, which can be rolled over upon the Company's unilateral request. The expiry dates of the relevant available lines are between 2025 and 2029. As at 31 December 2023, the Company had €145.5 million of undrawn credit lines. Taking into account 100% coverage of the outstanding amount of commercial paper (see below), the available amount of this amounted to € 106.5 million.

Financial Institution	Fixed 1 to 1 hedging	Fixed excl hedging	Variable	Total
Belfius Bank	35,791,938	45,146,460	109,500,000	190,438,397
ING Bank	0	2,954,068	0	2,954,068
KBC Bank	0	10,110,000	115,000,000	125,110,000
BNP Paribas Fortis Bank	2,156,104	18,573,921	30,000,000	50,730,025
CBC Banque	0	1,221,696	0	1,221,696
Argenta	0	20,000,000	0	20,000,000
VDK Bank	0	12,000,000	0	12,000,000
ABN-AMRO	0	0	75,000,000	75,000,000
TOTAL	**37,948,042**	**110,006,145**	**329,500,000**	**477,454,186**

In addition to these credits, the Company also has an MTN programme (classified under 'Other') of €300 million as at 31 December 2023 with Belfius Bank and KBC Bank as dealers. This programme allows the Company to raise money in both the long (through the issuance of bonds) and short (through commercial paper) term. As required by the covenants, 100% of the outstanding commercial paper is covered by back-up lines and unused credit lines (see above). As at 31 December 2023, the amount already drawn consists of €39.0 million in commercial paper and €26.0 million in bonds. For an overview of the bonds under this MTN programme we refer to chapter 'IV. Care Property Invest on the Stock Market' point '3. Bonds and short-term debt securities' on page 165.

In 2021, €32.5 million of sustainability bonds were issued by the Company and this through a private placement with an institutional investor that is part of an international insurance group. The bonds, which were issued on 8 July 2021, have a term of 10 years and a coupon of 2.05%. On 10 March 2023, these bonds were repaid early. As compensation, an additional €30.5 million was drawn on the sustainable rollover credit with ABN-AMRO of €75 million, making full use of this line from then on. Withdrawals from this credit are only used to (re)finance eligible sustainable assets as included in the Care Property Invest Sustainable Finance Framework.

Both the Sustainable Finance Framework and the allocation of funds of the sustainable rollover credit to eligible sustainable assets can be consulted on the website of the Company www.carepropertyinvest.be. This allocation will also be included in the Company's 2023 Sustainability Report, which will also be published on the above website in the course of May 2024

Financing with maturity date	Number	Nominal funding amount	Average remaining term (year)
0-1 years	8	64,000,000	0.15
1-5 years	56	360,088,863	3.15
5-10 years	32	84,216,834	7.42
10-15 years	12	34,148,490	11.68
TOTAL	**108**	**542,454,186**	**5.14**

The weighted average interest rate (incl. IRS) for the entire portfolio of financial debts amounts to 3.15% as at 31 December 2023. This is an increase compared to the weighted average interest rate of 2.14% as at 31 December 2022, which is due to a higher marginal interest rate that the Company has to pay on new debts it enters into given the current state of the financial markets.

Table of changes in liabilities in accordance with IAS 7:

	31/12/2022	Cash elements	Non-cash elements				31/12/2023
			Acquisitions	Exchange rate movements	Changes in fair value	Other changes	
Long-term financial liabilities	205,917,066	-32,500,000	0	0	0	-27,772,216	145,644,850
Current financial liabilities	376,761,772	-8,257,687	0	0	0	28,305,251	396,809,337
Authorised hedging instruments	-21,780,342	0	0	0	18,263,360	-485,410	-4,002,391
TOTAL	**560,898,496**	**-40,757,687**	**0**	**0**	**18,263,360**	**47,625**	**538,451,795**

T 5.28 Other non-current financial liabilities

Amounts in EUR	31/12/2023	31/12/2022
Book value at the beginning of the financial year	**1,970,685**	**1,993,405**
Additions	357,234	346
Interest charges	107,058	91,602
Payments	-208,419	-114,669
Book value at the end of the financial year	**2,226,558**	**1,970,685**

For a number of investments, Care Property Invest does not maintain bare ownership of the land, but only usufruct through a long-term leasehold agreement. In practice, a liability has been created for this in accordance with IFRS 16. This obligation is included in the other non-current liabilities. The liability concerns the present value of all future lease payments. The discount rate used to determine this liability was based on a combination of the interest curve plus a spread based on the credit risk of Care Property Invest, both in line with the remaining term of the underlying right of use.

Lease commitments entered into with respect to company vehicles and bicycles are also reported under this heading.

T 5.29 Deferred taxes

Amounts in EUR	31/12/2023	31/12/2022
Deferred taxes	4,289,103	1,325,790
Deferred tax - assets	**4,289,103**	**1,325,790**
Exit tax	1,383,948	0
Deferred taxes	1,496,057	1,437,534
Deferred tax - liabilities	**2,880,005**	**1,437,534**

Deferred tax assets relate to the difference between the higher tax value and the book value of the investment properties, mainly in our Irish subsidiaries.

For the Spanish subsidiaries, the Socimi statute (equivalent to the Belgian RREC statute) has been applied since the 2022 financial year. However, if real estate is sold, the portfolio result realised before 2022 can still be taxed according to the generally applicable tax system, as a result of which a deferred tax liability of €1,261,051 was provided for as a precaution. This will therefore only change in the future as a result of the sale of real estate and the realisation of a capital gain.

The provision for exit tax was created within the subsidiary Het Gehucht nv, following its acquisition by the group on 26 April 2023. It will become payable at the time of the merger with Care Property Invest.

T 5.30 Trade payables and other current liabilities

Amounts in EUR	31/12/2023	31/12/2022
Suppliers	6,080,250	11,193,888
Taxes, remuneration and social insurance charges	3,191,354	2,500,823
TOTAL	**9,271,604**	**13,694,711**

The item Suppliers mainly includes invoices relating to ongoing development projects.

T 5.31 Other current liabilities

Amounts in EUR	31/12/2023	31/12/2022
Miscellaneous debts	2,735,556	1,398,649
TOTAL	**2,735,556**	**1,398,649**

The miscellaneous debts relate to short-term liabilities related to development projects.

T 5.32 Accruals and deferred income on the liabilities side

Amounts in EUR	31/12/2023	31/12/2022
Prepayments of property revenue	2,649,570	1,716,069
Accrued Interests	2,102,334	1,979,396
Other accrued costs	688,915	622,768
TOTAL	**5,440,819**	**4,318,233**

T 5.33 Notes on fair value

In accordance with IFRS 13, the items in the balance sheet for which the fair value can be calculated are presented below, divided into levels as defined by IFRS 13. This scale consists of three levels: Level 1: quoted prices in the asset markets; Level 2: observable data other than quoted prices included in Level 1; Level 3: unobservable data.

		31/12/2023		31/12/2022	
Balance sheet items	**Level**	**Book value**	**Fair value**	**Book value**	**Fair value**
Investment properties	3	994,464,892	994,464,892	934,268,830	934,268,830
Finance lease receivables and trade receivables and other non-current assets (1)	2	175,673,276	242,103,000	188,756,149	197,017,859
Financial fixed assets	2	19,464,197	19,464,197	26,781,435	26,781,435
Trade receivables	2	7,333,240	7,333,240	6,021,636	6,021,636
Cash and cash equivalents	1	2,499,420	2,499,420	2,371,183	2,371,183
Non-current and current financial liabilities	2	543,217,256	552,388,846	583,303,301	584,357,433
Other non-current financial liabilities	2	16,002,566	16,002,566	4,998,048	4,998,048
Other non-current liabilities	2	2,226,558	2,226,558	1,970,685	1,970,685
Trade payables and other current liabilities	2	9,271,604	9,271,604	13,694,711	13,694,711
Other current liabilities	2	2,735,556	2,735,556	1,398,649	1,398,649

(1) As from 30 June 2023, the fair value of finance leases will be determined by the real estate expert Cushman & Wakefield. However, the comparative figures were not adjusted based on this new calculation. For additional explanations regarding the different calculation methods, we refer to item 'T 5.17 Finance lease receivables and trade receivables and other non-current assets' on page 229 earlier in this chapter.

T 5.34 Related party transactions

Transactions with related parties (within the meaning of IAS 24 and the Belgian Code for Companies and Associations (BCCA)) concern the costs included in the 'Remuneration of Directors and the Executive Committee' paid to the members of the Board of Directors and the Executive Committee of the Company, for a total amount of €2,533,943.

For additional explanations on the remuneration of the Directors and Executive Committee, we refer to chapter 'II. Report of the Board of Directors' at point '11.11 Remuneration report 2023' on page 118.

The Company has no further transactions to report for the 2023 financial year.

T 5.35 Information on subsidiaries

The following companies were fully consolidated and are deemed to be related companies in view of the fact that on 31 December 2023 they were direct or indirect 100% subsidiaries of Care Property Invest:

Name	Category	Company number or Chamber of Commerce	Acquisition Date	% shares owned by CPI
Care Property Invest nv (GVV)	**Parent company**	**0456.3780.70**		
Belgian subsidiaries				
Het Gehucht nv	Subsidiary	0808.840.636	26/04/2023	100%
Dutch subsidiaries				
Care Property Invest NL B.V.	Subsidiary	Kvk 72865687	17/10/2018	100%
Care Property Invest NL2 B.V.	Subsidiary	Kvk 73271470	05/12/2108	100%
Care Property Invest NL3 B.V.	Subsidiary	Kvk 74201298	05/03/2019	100%
Care Property Invest NL4 B.V.	Subsidiary	Kvk 74580000	15/04/2019	100%
Care Property Invest NL5 B.V.	Subsidiary	Kvk 74918516	23/05/2019	100%
Care Property Invest NL6 B.V.	Subsidiary	Kvk 75549808	08/08/2019	100%
Care Property Invest NL7 B.V.	Subsidiary	Kvk 77849922	16/04/2020	100%
Care Property Invest NL8 B.V.	Subsidiary	Kvk 80636357	19/10/2020	100%
Care Property Invest NL9 B.V.	Subsidiary	KvK 68707479	29/12/2020	100%
Care Property Invest NL10 B.V.	Subsidiary	KvK 86895818	04/07/2022	100%
Care Property Invest NL11 B.V. (ex-Gaudium Ruurlo I B.V.)	Subsidiary	KvK 81007760	17/05/2023	100%
Spanish subsidiaries				
Care Property Invest Spain Socimi S.L.U.	Subsidiary	B-01618677	21/07/2020	100%
Irish subsidiaries				
Care Property Invest Emerald LTD.	Subsidiary	CRO 712356	25/01/2022	100%
Care Property Invest Diamond LTD.	Subsidiary	CRO 703434	16/12/2022	100%

The acquisitions of the above-mentioned subsidiaries were made in the context of an 'asset deal' to which IFRS 3 Business Combinations does not apply. The participating interests are valued based on the equity method in the statutory accounts.

For more information on the mergers that took place during the 2023 financial year, we refer to chapter 'II. Report of the Board of Directors', point '2.1.5.1 Mergers' on page 63.

Brakel (BE) I Neerhof

T 5.36 Remuneration of the Statutory Auditor

Amounts in EUR	31/12/2023	31/12/2022
Mandate	99,144	100,067
Other audit assignments	7,000	11,671
Other non-audit assignments	14,600	76,703

The other assignments outside the auditing assignments were always approved in advance by the Company's Audit Committee.

T 5.37 Events after the end of the 2023 financial year

T 5.37.1 Projects Completed

As already announced in a separate press release, Care Property Invest is proud to announce that after the closing of the financial year, it completed the following projects:

T 5.37.1.1 Projects completed in The Netherlands

Name	Operator	Acquisition date	Location	Year of construction / renovation or expected completion	Contract	Conv. Value (in € million)
Completed projects						
Wolfsbergen	Golden Years	08/08/2023	's-Graveland	Q1 2024	25 years (triple net)	€11.2
Residence Oldenbarnevelt	Golden Years	16/06/2023	Rotterdam	Q2 2024	20 years (triple net)	building: €5.8 development: €1.6

T 5.38 Alternative performance measures

An Alternative Performance Measures (APM) is a financial indicator, historical or forward-looking, of the performance, financial situation or cash flows of a company other than financial indicators defined or described by the applicable accounting standards in its financial reporting

Care Property Invest uses APMs in its financial communication within the meaning of the guidelines issued by the ESMA (European Securities and Markets Authority) on 5 October 2015. A number of these APMs have been recommended by the European Public Real Estate Association (EPRA) and are discussed in the chapter 'V. EPRA' starting on 'V. EPRA' on page 170 of this Annual Financial Report. The APMs below have been determined by the Company itself in order to provide the reader with a better understanding of its results and performance.

Performance measures established by IFRS standards or by law are not considered as APMs, nor are they measures based on items in the global result statement or the balance sheet.

T 5.38.1 Operating margin

Definition: This is the operating result before the result on portfolio divided by the net rental result, whereby the operating result before the result on portfolio and the net rental result can be reconciled with global result statement.

Use: This indicator measures the profitability of the Company's leasing activities.

Amounts in EUR		31/12/2023	31/12/2022
Operating result before portfolio income	= A	52,640,307	42,466,520
Net rental result	= B	65,905,564	54,378,866
Operating margin	**= A/B**	**79.87%**	**78.09%**

T 5.38.2 Financial result before changes in fair value of financial assets and liabilities

Definition: This is the financial result excluding changes in fair value of financial assets and liabilities, being the sum of the items 'XX. Financial income', 'XXI. Net interest cost' and 'XXII. Other financial costs' of the global result statement.

Use: This indicator does not take into account the impact of financial assets and liabilities in the global result statement, thus reflecting the result from strategic operating activities.

Amounts in EUR		31/12/2023	31/12/2022
Financial result	= A	-35,070,838	27,674,522
Changes in fair value of financial assets /liabilities	= B	-17,841,635	38,591,131
Financial result before changes in fair value of financial assets/ liabilities	**= A-B**	**-17,229,203**	**-10,916,609**

T 5.38.3 Equity before the reserve for the balance of changes in fair value of authorised hedging instruments and excluding the variation in fair value of financial assets/liabilities

Definition: This is equity excluding the accumulated reserve for the balance of changes in fair value of authorised hedging instruments (not subject to hedge accounting as defined under IFRS) and the changes in fair value of financial assets and liabilities, where the reserve for the balance of changes in fair value of authorised hedging instruments is included in item 'C'. Reserves' of the consolidated balance sheet and changes in fair value of financial assets and liabilities can be reconciled with item 'XXIII. Changes in fair value of financial assets/ liabilities in the global result statement.

Use: This indicator reflects equity without taking into account the hypothetical market value of the derivative instruments.

Amounts in EUR		31/12/2023	31/12/2022
Equity	= A	638,135,493	563,394,815
Reserve for the balance of changes in fair value of authorised hedging instruments	= B	-21,780,342	16,810,790
Changes in fair value of financial assets/liabilities	= C	17,841,635	-38,591,131
Equity before changes in fair value of financial products	**= A-B-C**	**642,074,199**	**585,175,157**

T 5.38.4 Interest coverage ratio

Definition: This is the operating result before the result on portfolio divided by the interest charges paid, whereby the operating result before the result on portfolio and the interest charges paid can be reconciled with the global result statement.

Use: This indicator measures how many times a company earns its interest charges and gives an indication of the extent to which the operating profit can fall back without the company getting into financial difficulties. In accordance with covenants entered into by the Company, this value must be at least 2.5.

Amounts in EUR		31/12/2023	31/12/2022
Operating result before portfolio income	= A	52,640,307	42,466,520
Total amount of interest charges paid	= B	15,295,746	9,988,634
Interest coverage ratio	**= A/B**	**3.44**	**4.25**

3. Auditor's report

Independent auditor's report to the general meeting of Care Property Invest nv for the year ended 31 December 2023
In the context of the statutory audit of the Consolidated Financial Statements) of Care Property Invest nv (the "Company") and its subsidiaries (together the "Group"), we report to you as statutory auditor. This report includes our opinion on the consolidated balance sheet as at 31 December 2023, the consolidated statement of overall result, the statement of changes in consolidated equity and the cash flow table for the year ended 31 December 2023 and the disclosures including material accounting policy information (all elements together the "Consolidated Financial Statements") as well as our report on other legal and regulatory requirements. These two reports are considered one report and are inseparable.

We have been appointed as statutory auditor by the shareholders' meeting of 25 May 2022, in accordance with the proposition by the Board of Directors following recommendation of the Audit Committee. Our mandate expires at the shareholders' meeting that will deliberate on the Consolidated Financial Statements for the year ending 31 December 2024. We

performed the audit of the Consolidated Financial Statements of the Group during 5 consecutive years.

Report on the audit of the Consolidated Financial Statements

Unqualified opinion
We have audited the Consolidated Financial Statements of Care Property Invest nv, that comprise of the consolidated balance sheet as at 31 December 2023, the consolidated statement of overall result, the statement of changes in consolidated equity and the cash flow table for the year ended 31 December 2023 and the disclosures, including material accounting policy information, which show a consolidated balance sheet total of € 1.219.909.858 and of which the consolidated income statement shows a loss for the year of € 5.757.814.

In our opinion, the Consolidated Financial Statements give a true and fair view of the consolidated net equity and financial position as at 31 December 2023, and of its consolidated results for the year then ended, prepared in accordance with the International Financial Reporting Standards as adopted by the European Union ('IFRS') and with applicable legal and regulatory requirements in Belgium.

Basis for the unqualified opinion

We conducted our audit in accordance with International Standards on Auditing ('ISA's') applicable in Belgium. In addition, we have applied the ISA's approved by the International Auditing and Assurance Standards Board ('IAASB') that apply at the current year-end date and have not yet been approved at national level. Our responsibilities under those standards are further described in the "Our responsibilities for the audit of the Consolidated Financial Statements" section of our report.

We have complied with all ethical requirements that are relevant to our audit of the Consolidated Financial Statements in Belgium, including those with respect to independence.

We have obtained from the Board of Directors and the officials of the Company the explanations and information necessary for the performance of our audit and we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters
Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current reporting period.

These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole and in forming our opinion thereon, and consequently we do not provide a separate opinion on these matters.

Valuation of the investment properties

Description of the key audit matter
Investment property represents 80% of the assets of the Group. As at 31 December 2023, the investment properties on the assets of the balance sheet amount to € 994.464.892.

In accordance with the accounting policies and IAS 40 standard "Investment property", investment property is valued at fair value, and the changes in the fair value of investment property are recognized in the income statement.

The fair value of investment properties belongs to the level 3 of the fair value hierarchy defined within the IFRS 13 standard "Fair Value Measurement" since some parameters used for valuation purposes are based on only limited observable data (discount rate, future occupancy rate, …).

The audit risk appears in the valuation of these investment properties.

Summary of the procedures performed

The Group uses external experts to make an estimate of the fair value of its buildings. We have assessed the valuation reports of the external experts (with the support of our internal valuation experts).

More precisely, we have

- assessed the objectivity, the independence and the competence of the external experts;
- tested the integrity of the most important source data (contractual rentals, maturities of the rental contracts, …) used in their calculations and reconciled with underlying contracts for a sample;
- and assessed the models and assumptions used in their reports (discount rates, future occupancy rates, …) for a sample.

Finally, we have assessed the appropriateness of the information on the fair value of the investment properties disclosed in note 5.14 of the Consolidated Financial Statements.

Responsibilities of the Board of Directors for the preparation of the Consolidated Financial Statements
The Board of Directors is responsible for the preparation of the Consolidated Financial Statements that give a true and fair view in accordance with IFRS and with applicable legal and regulatory requirements in Belgium and for such internal controls relevant to the preparation of the Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of Consolidated Financial Statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, and provide, if applicable, information on matters impacting going concern. The Board of Directors should prepare the financial statements using the going concern basis of accounting, unless the Board of Directors either intends to liquidate the Company or to cease business operations, or has no realistic alternative but to do so.

Our responsibilities for the audit of the Consolidated Financial Statements
Our objectives are to obtain reasonable assurance whether the Consolidated Financial Statements are free from material misstatement, whether due to fraud or error, and to express an opinion on these Consolidated Financial Statements based on our audit. Reasonable assurance is a high level of assurance, but not a guarantee that an audit conducted in accordance with the ISA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

In performing our audit, we comply with the legal, regulatory and normative framework that applies to the audit of the Consolidated Financial Statements in Belgium. However, a statutory audit does not provide assurance about the future viability of the Company and the Group, nor about the efficiency or effectiveness with which the board of directors has taken or will undertake the Company's and the Group's business operations. Our responsibilities with regards to the going concern assumption used by the board of directors are described below.

As part of an audit in accordance with ISA's, we exercise professional judgment and we maintain professional skepticism throughout the audit. We also perform the following tasks:

- identification and assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, the planning and execution of audit procedures to respond to these risks and obtain audit evidence which is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting material misstatements resulting from fraud is higher than when such misstatements result from errors, since fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtaining insight in the system of internal controls that are relevant for the audit and with the objective to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- evaluating the selected and applied accounting policies, and evaluating the reasonability of the accounting estimates and related disclosures made by the Board of Directors as well as the underlying information given by the Board of Directors;
- conclude on the appropriateness of the Board of Directors' use of the going-concern basis of accounting, and based on the audit evidence obtained, whether or not a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's or Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Company to cease to continue as a going-concern;
- evaluating the overall presentation, structure and content of the Consolidated Financial Statements, and evaluating whether the Consolidated Financial Statements reflect a true and fair view of the underlying transactions and events.

We communicate with the Audit Committee within the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Because we are ultimately responsible for the opinion, we are also responsible for directing, supervising and performing the audits of the subsidiaries. In this respect we have determined the nature and extent of the audit procedures to be carried out for group entities.

We provide the Audit Committee within the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Audit Committee within the Board of Directors, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our report, unless the law or regulations prohibit this.

Report on other legal and regulatory requirements

Responsibilities of the Board of Directors
The Board of Directors is responsible for the preparation and the content of the Board of Directors' report on the Consolidated Financial Statements, and other information included in the annual report.

Responsibilities of the auditor
In the context of our mandate and in accordance with the additional standard to the ISA's applicable in Belgium, it is our responsibility to verify, in all material respects, the Board of Directors' report on the Consolidated Financial Statements, and other information included in the annual report, as well as to report on these matters.

Aspects relating to Board of Directors' report and other information included in the annual report
In our opinion, after carrying out specific procedures on the Board of Directors' report, the Board of Directors' report is consistent with the Consolidated Financial Statements and has been prepared in accordance with article 3:32 of the Code of companies and associations.

In the context of our audit of the Consolidated Financial Statements, we are also responsible to consider whether, based on the information that we became aware of during the performance of our audit, the Board of Directors' report and other information included in the annual report, being:

- EPRA (chapter 5)

contain any material inconsistencies or contains information that is inaccurate or otherwise misleading. In light of the work performed, there are no material inconsistencies to be reported.

Independence matters
Our audit firm and our network have not performed any services that are not compatible with the audit of the Consolidated Financial Statements and have remained independent of the Company during the course of our mandate.

The fees related to additional services which are compatible with the audit of the Consolidated Financial Statements as referred to in article 3:65 of the Code of companies and associations were duly itemized and valued in the notes to the Consolidated Financial Statements.

European single electronic format ('ESEF')
In accordance with the standard on the audit of the conformity of the financial statements with the European single electronic format (hereinafter 'ESEF'), we have carried out the audit of the compliance of the ESEF format with the regulatory technical standards set by the European Delegated Regulation No 2019/815 of 17 December 2018 (hereinafter: "Delegated Regulation").

The board of directors is responsible for the preparation, in accordance with the ESEF requirements, of the consolidated financial statements in the form of an electronic file in ESEF format (hereinafter 'the digital consolidated financial statements') included in the annual financial report available on the portal of the FSMA (https://www.fsma.be/en/data-portal).

It is our responsibility to obtain sufficient and appropriate supporting evidence to conclude that the format and markup language of the digital consolidated financial statements comply in all material respects with the ESEF requirements under the Delegated Regulation.

Based on the work performed by us, we conclude that the format and tagging of information in the digital consolidated financial statements of Care Property Invest nv per 31 December 2023 included in the annual financial report available on the portal of the FSMA (https://www.fsma.be/en/data-portal) are, in all material respects, in accordance with the ESEF requirements under the Delegated Regulation.

Due to the technical limitations inherent in the tagging of consolidated financial statements using the ESEF format, it is possible that the content of certain tags in the accompanying notes is not reproduced in an identical manner as in the consolidated financial statements attached to this report.

Other communications.
This report is consistent with our supplementary declaration to the Audit Committee as specified in article 11 of the regulation (EU) nr. 537/2014.

Diegem, 23 April 2024

EY Bedrijfsrevisoren BV

Statutory auditor
Represented by

Christel Weymeersch *
Partner

* Acting on behalf of a BV/SRL

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4. Abridged statutory financial statements as at 31 December 2023

4.1 Abridged statutory global result statement

The Abridged Statutory Financial Statements of Care Property Invest, prepared under IFRS, are summarised below in accordance with article 3:17 BCCA. The unabridged Statutory Financial Statements of Care Property Invest, its Board of Directors' Report and its Auditors' Report will be registered at the National Bank of Belgium within the legal deadlines and can be consulted via the website www.carepropertyinvest.be.

The abridged statutory financial statements as at 31 December 2022 were inserted in the Annual Financial Report 2022 under item 4 et seq in section 'VII. Financial Statements', from page 242 and the statements as at 31 December 2021 were inserted in the Annual Financial Report 2020 under item 4 et seq in section 'VII. Financial Statements', from page 220. Both reports are available on the website www.carepropertyinvest.be.

The auditors issued an unqualified opinion on the Statutory Financial Statements.

	Amounts in EUR	31/12/2023	31/12/2022
I	Rental income (+)	45,792,452	39,056,421
Net rental income		**45,792,452**	**39,056,421**
V	Recovery of rental charges and taxes normally borne by tenants on let properties (+)	416,052	193,014
VII	Rental charges and taxes normally borne by tenants on let properties (-)	-420,706	-193,014
Real estate result		**45,787,798**	**39,056,421**
IX	Technical costs (-)	-5,653	-2,918
Real estate costs		**-5,653**	**-2,918**
Real estate operating result		**45,782,145**	**39,053,502**
XIV	General expenses of the company (-)	-9,712,915	-8,664,753
XV	Other operating income and expenses (+/-)	1,788,126	1,254,282
Operating result before the result on portfolio		**37,857,356**	**31,643,031**
XVIII	Changes in the fair value of investment properties (+/-)	-6,462,200	18,765,737
XIX	Other portfolio result (+/-)	-1,808	0
OperatiNG result		**31,393,348**	**50,408,768**
XX	Financial income (+)	10,045,754	6,582,645
XXI	Net interest expense (-)	-15,605,753	-9,812,749
XXII	Other financial costs (-)	-1,939,358	-912,347
XXIII	Changes in the fair value of financial assets and liabilities	-29,445,241	42,685,480
Financial result		**-36,944,598**	**38,543,030**
Result before taxes		**-5,551,249**	**88,951,798**
XXIV	Corporate tax (-)	-206,565	-280,476
XXV	Exit tax (-)	0	-7,023
Taxes		**-206,565**	**-287,499**
Net result (share of the group)		**-5,757,814**	**88,664,299**
Other elements of the global result		0	0
Net result/global result		**-5,757,814**	**88,664,299**

4.2 Abridged statutory statement of realised and unrealised results

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT/GLOBAL RESULT	**-5,757,814**	**88,664,299**
Net result per share based on weighted average shares outstanding	**-€ 0.1557**	**€ 3.1961**
Gross yield compared to the initial issuing price in 1996	-2.62%	53.72%
Gross yield compared to stock market price on closing date	-1.09%	20.28%

Amounts in EUR	31/12/2023	31/12/2022
NET RESULT/GLOBAL RESULT	**-5,757,814**	**88,664,299**
Non-cash elements included in the net result	**39,979,880**	**-57,271,902**
Depreciations and amortizations, impairments and reversal of write-downs	482,268	427,614
Changes in the fair value of investment properties	6,462,200	-18,765,737
Changes in the fair value of authorised hedging instruments	17,841,635	-38,591,131
Changes in the fair value of financial assets and liabilities	11,603,606	-4,094,349
Dividends from subsidiaries	820,110	680,070
Projects' profit or loss margin attributed to the period	2,770,061	3,071,632
ADJUSTED EPRA EARNINGS	**34,222,066**	**31,392,398**
Adjusted EPRA earnings per share based on weighted average number of outstanding shares	**€ 0.9252**	**€ 1.1316**
Gross yield compared to the initial issuing price in 1996	*15.55%*	*19.02%*
Gross yield compared to stock market price on closing date	*5.87%*	*7.18%*

Both the weighted average number of shares outstanding and the number of shares amounted to 27,741,625 as at 31 December 2022 and increased to 36,988,833 as at 31 December 2023. At neither date did the Company hold any of its own shares.

The number of shares changed following the realisation of a capital increase in cash on 24 January 2023, as a result of which 9,247,208 new shares were issued. As of this date, the Company's share capital amounts to €220,065,062 and is represented by a total of 36,988,833 fully paid-up shares.

The share price was €14.26 as at 31 December 2023 and €15.76 as at 31 December 2022. The gross return is calculated by dividing the net result per share or the adjusted EPRA earnings by the initial issue price in 1996 (being €5.9495) on the one hand and the market capitalisation on the closing date, on the other. There are no instruments that have a potentially dilutive effect on the net result or the adjusted EPRA earnings per share.

4.3 Abridged statutory balance sheet

Amounts in EUR		31/12/2023	31/12/2022
ASSETS			
I.	**FIXED ASSETS**	**1,197,148,490**	**1,148,806,377**
B.	Intangible fixed assets	87,118	91,656
C.	Investment properties	542,117,933	511,135,865
D.	Other tangible fixed assets	4,749,688	4,952,677
E.	Financial fixed assets	474,520,474	443,870,030
F.	Finance lease receivables	166,705,273	177,018,085
G.	Trade receivables and other non-current assets	8,968,004	11,738,065
II.	**CURRENT ASSETS**	**17,999,436**	**10,801,116**
A.	Assets held for sale	9,990,756	0
D.	Trade receivables	4,364,401	3,299,968
E.	Tax receivables and other current assets	1,379,717	5,333,331
F.	Cash and cash equivalents	1,846,098	976,642
G.	Deferrals and accruals	418,463	1,191,176
TOTAL ASSETS		**1,215,147,926**	**1,159,607,493**
EQUITY AND LIABILITIES			
EQUITY		**638,135,493**	**563,394,815**
A.	Capital	220,065,062	165,048,798
B.	Share premium	299,352,326	246,128,473
C.	Reserves	124,475,919	63,553,245
D.	Net result for the financial year	-5,757,814	88,664,299
LIABILITIES		**577,012,433**	**596,212,678**
I.Non-current liabilities		**163,006,730**	**208,578,269**
B.	Non-current financial liabilities	145,644,850	202,407,731
C.	Other non-current financial liabilities	16,002,566	4,998,048
E.	Other non-current liabilities	1,359,314	1,172,491
II. Current liabilities		**414,005,703**	**387,634,409**
B.	Current financial liabilities	396,809,337	376,420,462
D.	Trade payables and other current liabilities	13,206,692	8,133,400
E.	Other current liabilities	2,416	0
F.	Deferrals and accruals	3,987,258	3,080,547
TOTAL EQUITY + LIABILITIES		**1,215,147,926**	**1,159,607,493**

4.4 Abridged statutory appropriation of results

Amounts in EUR		31/12/2023	31/12/2022
A. Net result / global result		**-5,757,814**	**88,664,299**
B. Appropriation to / release from reserves (-/+)		**42,746,647**	**-60,922,674**
1	Appropriation to/release from reserve for the positive or negative balance of changes in the fair value of real estate (-/+)	6,589,879	-19,236,769
2	Appropriation to/release from reserve for estimated charges and costs for hypothetical disposal of investment properties (-/+)	-127,679	471,032
5	Appropriation to reserve for the net changes in the fair value of authorised hedging instruments that are not subject to hedge accounting as defined in IFRS (-)	0	-38,591,131
6	Release from the reserve for net changes in the fair value of authorised hedging instruments that are not subject to hedge accounting as defined in IFRS (+)	17,777,951	0
10	Addition to/withdrawal from other reserves (-/+)	63,684	0
11	Addition to/withdrawal from retained earnings in previous financial years (-/+)	6,019,096	-151,527
12	Addition to/withdrawal from reserve for the share in the profit or loss and in the unrealised results of subsidiaries that are accounted for according to the equity method.	12,423,716	-3,414,279
If A+B is less than C, only this sum may be distributed		**36,988,833**	**27,741,625**
C. Return on capital in accordance with Article 13 of the RREC Royal Decree		**0**	**25,113,918**
D. Return on capital, other than c		**36,988,833**	**2,627,707**

Heemstede (NL) I De Meerlhorst

4.5 Dividend payment obligation pursuant to the Royal Decree of 13 July 2014 concerning RRECs

Amounts in EUR	31/12/2023	31/12/2022
For the return on capital, the public RREC is required to repay an amount equal to the amount of the positive net result for the financial year after settlement of losses carried forward and after appropriations to/ releases of reserves as calculated in paragraph '4.4 Abridged statutory appropriation of results' on page 253, item 'B.Appropriations to /releases from reserves (-/+)'.		
Net result	-5,757,814	88,664,299
Amount calculated under 'Appropiation account' point B	42,746,647	-60,922,674
Positive Net Result	**36,988,833**	**27,741,625**
If this calculated positive net result is zero, the company is not required to pay a dividend. If this calculated positive net result exceeds nil, the Company must pay a return on the capital amounting to at least the positive difference between 1° and 2° to be paid as a return on the capital.		
1°, being 80% of an amount equal to the sum of (A) the adjusted EPRA earnings and of (B) the net gain on realisation of real estate not exempt from distribution.		
(A) adjusted EPRA earnings are calculated cfr. Appendix C, Section 3 of the RREC Royal Decree		
Net result	-5,757,814	88,664,299
(+) Depreciation and impairments	482,268	427,614
(+/-) Other non-monetary items	32,215,302	-39,613,849
(+/-) Changes in the fair value of financial assets and liabilities	17,841,635	-38,591,131
(+/-) Share in the profit or loss of holdings that are accounted for in accordance with the equity method	11,603,606	-4,094,349
(+/-) Real estate leasing profit or loss margin on projects attributed to the period	2,770,061	3,071,632
(+) Dividends received from equity-accounted subsidiaries	820,110	680,070
(+/-) Changes in the fair value of real estate	6,462,200	-18,765,737
(A) ADJUSTED EPRA EARNINGS	**34,222,066**	**31,392,398**
(B) Net gain on disposal of real estate not exempt from distribution		
(B) NET GAINS	**0**	**0**
1° = 80% OF THE SUM OF (A) + (B)	**27,377,653**	**25,113,918**
2° Being the net reduction in the debt levels of the RREC during the financial year:		
2° = NET REDUCTION IN DEBT LEVELS	**30,566,790**	**0**
Positive difference between 1° and 2°	0	25,113,918
MINIMUM DIVIDEND PAYABLE IN ACCORDANCE WITH ARTICLE 13 OF THE RREC ROYAL DECREE	**0**	**25,113,918**

4.6 Non-distributable equity in accordance with Article 7:212 BCCA

The mentioned obligations in Article 13 of the RREC Decree do not affect the application of Article 7:212 BCCA which stipulates that no dividend may be paid out if, as a result thereof, the net assets of the Company would fall below the capital plus the reserves which are not distributable on the basis of the law or the Articles of Association.

Amounts in EUR	31/12/2023	31/12/2022
Net assets' refers to the total assets shown in the balance sheet, less provisions and liabilities.		
Net assets	638,135,493	563,394,815
Proposed dividend	-36,988,833	-27,741,625
Net assets after dividend distribution	**601,146,660**	**535,653,190**
Capital plus the reserves which may not be distributed by law or pusuant to the Articles of Association as the arithmetical sum of paid-up capital (+) in accordance with the RREC Royal Decree (Annex C - Chapter 4)	220,065,062	165,048,798
Share premium unavailable in accordance with the Articles of Association (+)	299,352,326	246,128,473
Reserve for the positive balance of changes in the fair value of real estate (+)	47,570,857	54,160,737
Reserve for the impact on the fair value of estimated transfer taxes and costs resulting from hypothetical disposal of investment properties (-)	-3,359,870	-3,487,549
Reserve for net changes in the fair value of authorised hedging instruments that are not subject to hedge accounting as defined in IFRS (+/-)	4,408,577	22,186,527
Reserve for the share in profits or losses and in the unrealised results of equity-accounted subsidiaries	7,167,379	19,591,095
Non-distributable profit	**575,204,331**	**503,628,080**

MARGIN REMAINING UNDER ARTICLE 7:212 OF THE BELGIAN CODE FOR COMPANIES AND ASSOCIATIONS (BCCA)	**25,942,329**	**32,025,110**

4.7 Statement of changes in non-consolidated equity[1]

	CAPITAL	SHARE PREMIUM	Reserves for the balance of changes in the fair value of real estate		Reserves for impact of swaps[2]	Other reserves	Reserve treasury shares	Reserve for the share in profits or losses and in the unrealised results of subsidiaries accounted for using the equity method	Results carried forward from previous financial years	RESERVES	RESULT FOR THE FINANCIAL YEAR	TOTAL SHAREHOLDERS' EQUITY
			Reserves for the balance of changes in the investment value of real estate	Reserve for the impact on the fair value of estimated transfer taxes and costs resulting from hypothetical disposal of investment properties (-)								
1 January 2022	**160,226,675**	**233,064,630**	**16,377,967**	**-1,469,177**	**-27,569,805**	**11,942,615**	**-296,787**	**11,798,422**	**15,529,325**	**26,312,560**	**59,654,821**	**479,258,685**
Net appropiation account for the 2021 financial year			18,546,001	-1,547,340	11,165,200			5,581,425	3,321,203	37,066,490	-37,066,490	0
Dividends								-1,203,031	1,203,031	0	-22,588,331	-22,588,331
Treasury shares							296,787		-122,592	174,195		174,195
Result for the period [3]											88,664,299	88,664,299
Capital Increase	4,822,123	13,063,843										17,885,966
31 December 2022	**165,048,798**	**246,128,473**	**34,923,968**	**-3,016,517**	**-16,404,604**	**11,942,615**	**0**	**16,176,816**	**19,930,967**	**63,553,245**	**88,664,299**	**563,394,815**
1 January 2023	**165,048,798**	**246,128,473**	**34,923,968**	**-3,016,517**	**-16,404,604**	**11,942,615**	**0**	**16,176,816**	**19,930,967**	**63,553,245**	**88,664,299**	**563,394,815**
Net appropiation account for the 2022 financial year			19,236,769	-471,032	38,591,131			3,414,279	151,527	60,922,674	-60,922,674	0
Dividends										0	-27,741,625	-27,741,625
Result for the period [3]											-5,757,814	-5,757,814
Capital Increase	55,016,264	53,223,853										108,240,117
31 December 2023	**220,065,062**	**299,352,326**	**54,160,737**	**-3,487,549**	**22,186,527**	**11,942,615**	**0**	**19,591,095**	**20,082,494**	**124,475,919**	**-5,757,814**	**638,135,492**
Appropriation of 2023 profit before distribution of dividends			-6,589,879	127,679	-17,777,951	0	0	-12,423,716	30,969,737	-5,694,130	5,757,814	
Total	**220,065,062**	**299,352,326**	**47,570,857**	**-3,359,870**	**4,408,577**	**11,942,615**	**0**	**7,167,379**	**51,052,231**	**118,781,789**	**0**	**638,135,492**

(1) Following a recommendation by the FSMA, the amounts relating to the equity method, which were distributed among the various reserve items, were reclassified to a new reserve account 'Reserve for the share in the profit or loss and unrealised results of equity accounted investees'.

(2) Reserve for net changes in the fair value of authorised hedging instruments that are not subject to hedge accounting as defined in the IFRS (+/-).

(3) The Company has no 'other comprehensive income', within the meaning of IAS 1, so that the Company's net income is equal to the overall result.

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VII.

Permanent Document

VII. PERMANENT DOCUMENT

1. General information

1.1 Company name (Article 1 of the Articles of Association)

The Company has the status of a public limited liability company. It is subject to the statutory system of public regulated real estate companies, legally abbreviated to 'public RREC'. It bears the name 'CARE PROPERTY INVEST', abbreviated to 'CP Invest'.

The corporate name of the Company and all of the documents that it produces (including all deeds and invoices) contain the words 'public regulated real estate company' or are immediately followed by these words. The company name must always be preceded or followed by the words 'public limited liability company' or the abbreviation 'nv'.

The Company raises its financial resources, in Belgium or elsewhere, through a public offering of shares. The Company's shares have been admitted for trading on a regulated market, Euronext Brussels.

The Company is subject to the regulations currently applicable to RRECs and in particular to the provisions of the Law of 12 May 2014 concerning regulated real estate companies as amended by the Law of 22 October 2017 (the 'RREC Law') and the Royal Decree of 13 July 2014 with respect to regulated real estate companies, as amended on 23 April 2018 (the 'RREC Decree').

The Company is also subject to Article 2.7.6.0.1 of the Flemish Tax Code (VCF) in respect of exemption from inheritance rights pertaining to the social rights in companies incorporated within the framework of the realisation and/or financing of investment programmes for service flats, as amended from time to time.

1.2 Registered office, address, telephone number and website

The Company's registered office is located in the Flemish Region at 2900 Schoten, Horstebaan 3 and can be reached by telephone at +32 3 222 94 94 and by e-mail at info@carepropertyinvest.be.

The Board of Directors may relocate the registered office to any other place in Belgium, provided that the language legislation is respected.

The Company may, by decision of the Board of Directors, establish administrative seats, offices, branches, agencies and establishments at any other place in Belgium or abroad.

For the application of Article 2:31 BCCA, the Company's website is www.carepropertyinvest.be. The Company's e-mail address is info@carepropertyinvest.be.

The information made available through the website is not part of this Universal Registration Document, unless that information has been included by reference.

1.3 Incorporation and notification

The public limited liability company Care Property Invest was incorporated on 30 October 1995 under the name 'Serviceflats Invest' pursuant to a deed executed before notary Jan Boeykens in Antwerp and published in the Annexes to the Belgian Official Gazette of 21 November 1995 under number 1995-11-21/176.

1.4 Registration number

The Company is registered in the Trade Register (RPR) of Antwerp (Antwerp branch) under number 0456.378.070.

1.5 Object (Article 3 of the Articles of Association)

The Company's sole object is,

(a) making real estate available to users directly or via a company in which it has a shareholding, in compliance with the provisions of the RREC Law and decrees and regulations issued for the implementation of the RREC Law;

(b) property ownership within the limits of the RREC Law, as referred to in Article 2, 5°, vi to xi of the RREC Law;

(c) concluding or joining one or more of the following long-term contracts with a public client, directly or via a company in which it has a shareholding in compliance with the provisions of the RREC Law and the decrees and regulations issued for its implementation, possibly in collaboration with third parties: (i) Design, Build, Finance (DBF) contracts, except where these can be qualified solely as a promotional order for works, within the meaning of Article 115, 4° of the Royal Decree of 15 July 2011 on the award of public procurement contracts in the classical sectors; (ii) Design, Build, (Finance) and Maintain (DB(F)M) contracts; (iii) Design, Build, Finance, (Maintain) and Operate (DBF(M)O) contracts; and/or (iv) contracts for concessions for public work relating to buildings and/or other infrastructure of an immovable nature and services relating to this, on the basis of which: (i) it guarantees the provision, maintenance and/or operation for a public entity and/or citizens as end-users, in order to meet a social need and/or to facilitate the provision of a public service; and (ii) for which it is able to bear the associated financing, availability, demand and/or operating risks, partially or in full, in addition to any construction risk, without necessarily holding rights in rem in that regard.

(d) developing, providing for the development, establishing, providing for the establishment, managing, providing for the management, operating, providing for the operation of or making available one or more of the following in the long term, directly or via a company in which it has a shareholding in compliance with the provisions of the RREC Law and the decisions and regulations imposed for its implementation, possibly in collaboration with third parties: (i) utilities and storage locations for transportation, distribution or storage of electricity, gas, fossil or non-fossil fuels and energy in general and the related goods; (ii) utilities for transportation, distribution, storage or treatment of water and the related goods; (iii) installations for the generation, storage and transportation of energy, green or otherwise, and the related goods; or (iv) waste and incineration installations and related goods.

The activity, as described in the preceding paragraphs, must relate to the financing and realisation of (i) with regard to the Flemish Region, only projects primarily concerning (a) the realisation of service flats as referred to in Article 88, §5, of the Residential Care Decree of 13 March 2009 (as amended from time to time) or (b) real estate for facilities in relation to the Residential Care Decree of 13 March 2009, or (c) real estate for persons with

disabilities, (ii) with regard to the European Economic Area, with the exception of the Flemish Region, projects equivalent to the projects referred to in (i), or (iii) real estate located in a Member State of the European Economic Area and used or intended solely or primarily for residential units adapted for residential care or health care, or (iv) other projects which are approved from time to time under the applicable legislation on exemption from inheritance tax, without withdrawal of recognition under that legislation (hereinafter jointly referred to as 'Projects').

In the context of the provision of real estate, the Company may, in accordance with regulations applicable to RRECs and within the aforementioned limits, perform all activities related to the establishment, construction (without prejudice to the prohibition to act as a property developer, within the meaning of the RREC Law, except in the case of occasional transactions), refurbishment, renovation, furnishing and fitting, development, acquisition, disposition, lease, sublease, exchange, contribution, transfer, parcelling, placement under a system of co-ownership or joint ownership of real estate as described above, the provision or acquisition of right of superficie, usufruct, leasehold or other real or personal rights to real estate as described above, the management and operation of real estate.

The Company may, in accordance with regulations applicable to regulated real estate companies and within the aforementioned limits:

- act as the lessee of real estate, with or without a purchase option;
- act as the lessor of real estate, as the main activity or as an additional activity, with or without a purchase option (with the proviso that the leasing of real estate with a purchase option may only be the main activity, as defined in and subject to compliance with the conditions of Article 17(3) of the RREC Decree);
- develop activities within the framework of public-private partnerships, whether or not incorporated in an institutional regulated real estate company;
- initially hold a share of less than 25% in the capital of a company which performs the activities referred to in sub-paragraph (c) of this Article, in as far as the said participating interest is converted into a participating interest through a share transfer, in accordance with the provisions of the RREC Law and the decisions and regulations for its implementation, within two years of the end of the construction phase of the public-private partnership (PPP) or after every longer term required in that regard by the public entity with which the contract is concluded;
- in a secondary or temporary capacity, invest in securities which are not property securities within the meaning of the regulations applicable to RRECs. These investments will be carried out in accordance with the risk management policy adopted by the Company and will be diversified so that they ensure adequate risk diversification. The Company may also own unallocated cash and cash equivalents. The cash and cash equivalents may be held in any currency in the form of deposits on demand, or term deposits or any monetary instrument, which are readily available for mobilisation;
- provide mortgages or other securities, or issue guarantees in the context of the activities of the Company or its group, within the limits of the regulations applicable to RRECs;
- grant loans within the limits of the legislation applicable to RRECs, and
- carry out transactions concerning authorised hedging instruments (as defined in the regulations applicable to regulated real estate companies), where these operations are part of a policy adopted by the Company to cover financial risks, with the exception of speculative transactions.

The Company shall, in compliance with the regulations applicable to regulated real estate companies, within the above limits, carry out all immovable, movable, financial, commercial and industrial actions which are directly or indirectly related to its objectives or of a basic nature to pursue their realization or to facilitate this, both domestically and abroad.

In compliance with the regulations applicable to regulated real estate companies, and within the above limits, the Company may acquire, by means of contribution in cash or in kind, merger, de-merger or other corporate law restructuring, subscription, participation, financial intervention or otherwise, a share in any existing or future companies or businesses in Belgium or abroad, whose objectives are identical, similar or related to its own, or of a nature as to pursue or promote the objectives of the Company.

1.6 Duration (Article 5 of the Articles of Association)

The Company was established for an indefinite period and has been operating since the date of its establishment. It can be dissolved by a decision of the General Meeting, deliberating in accordance with the conditions and forms required for an amendment of the Articles of Association.

1.7 Financial year – Financial Statements – Annual Report (Article 41 of the Articles of Association)

The financial year commences on the first of January and ends on the thirty-first of December of each year except for the first financial year, which ran from 30.10.1995 to 31.12.1996.

At the end of each financial year, the Board of Directors prepares an inventory and the financial statements. The Directors also prepare a report in which they render account of their policy, i.e., the Annual Report. This report contains a commentary on the financial statements, which includes a fair overview of the state of affairs and the position of the Company. This report also contains the information required by the BCCA, including a Corporate Governance Declaration, which forms a specific part thereof. This Corporate Governance Declaration also contains the Remuneration Report, which forms a specific part thereof.

In view of the Annual General Meeting, the statutory auditor prepares a written and detailed report, i.e., the Audit Report.

As soon as the notice of the Meeting has been published, the shareholders may take note of the financial statements and other documents referred to in the BCCA.

1.8 General Meeting

In accordance with Article 32 of the coordinated Articles of Association, the ordinary general meeting is convened on the last Wednesday of May.

1.9 Accredited auditor

In accordance with Article 29 of the Articles of Association, the General Meeting of 25 May 2022 appointed the limited liability company EY Bedrijfsrevisoren, with registered office at 1831 Diegem, Kouterveldstraat 7 b 001, company number 0446.334.711, RPR Brussels and membership no. B160, as statutory auditor for a period of three years. This company has appointed Mrs Christel Weymeersch, company auditor, as representative authorised to represent the Company and charged with the execution of the mandate in the name and on behalf of EY Bedrijfsrevisoren. The mandate expires after the general meeting of shareholders that must approve the financial statements as at 31 December 2024.

1.10 Internal audit

The Board of Directors uses an external consultant for the internal audit function within the meaning of Article 17§3 of the RREC Law. Until 31 January 2023, this mandate was observed by Mazars Advisory. Since 1 February 2023, BDO Advisory bv/srl has assumed this mandate.

1.11 Real estate expert

Pursuant to the RREC Law and RREC Decree, the Company's real estate must be valued by a recognised, independent real estate expert. This expert must determine the 'fair value' of the buildings, which is included in the financial statements of the Company.

For this purpose, the Company calls upon (i) Stadim bv, with registered office at 2018 Antwerp, Mechelsesteenweg 180, (ii) Cushman & Wakefield nv, with registered office at 1000 Brussels, Kunstlaan 56 and (iii) CBRE Unlimited Company with registered office at Connaught House, Number One Burlington Road, Dublin 4, Ireland. The respective agreements were concluded for a renewable term of 3 years. The current term for Stadim bv expires on 31 December 2025, that for Cushman & Wakefield on 31 March 2026 and that for CBRE on 31 March 2025. The fee of both real estate experts is independent of the fair value of the real estate to be valued.

Valuation method

The following approach is used for the purpose of the appraisal:

- A detailed update of the financial flows based on explicit assumptions of future developments of this revenue and the final value. In this case, the discount rate takes into account the financial interest rates in the capital markets, plus a specific risk premium for real estate investments. Interest rate fluctuations and inflation prospects will be taken into account in the evaluation, in a conservative manner.
- These evaluations are also assessed in terms of the unit prices quoted on the sale of similar buildings, after which a correction will be applied to take account of any differences between these reference properties and the properties in question.
- The development projects (construction, renovation or extension work) are valued by deducting the costs of the project on completion from its estimated value, as determined by applying the above estimates. The costs of the study phase of the construction, renovation or extension works are stated at the acquisition cost.

1.12 Financial services

Care Property Invest has entered into financial service agreements with the following banks:

- Belfius Bank, as paying agent
- KBC Securities, as liquidity provider

1.13 Stock market quotation

- Euronext Brussels
- Industry Classification Benchmark – 8673 Residential REITs.
- ISIN code: BE0974273055
- LEI number: 54930096UUTCOUCQDU64.

Below is an overview of the indices in which the Care Property Invest share has been included in the meantime:

- Euronext Bel Mid index (Euronext Brussels)
- Euronext Real Estate (Euronext Brussels)
- GPR (Global Property Research) General Europe Index
- GPR (Global Property Research) General Europe Quoted Index (excl. open-end bank funds)

1.14 Analists

Care Property Invest is monitored by:

Bank Degroof Petercam Amal Aboulkhouatem	+32 2 662 86 53	a.aboulkhouatem@degroofpetercam.com
KBC Securities Lynn Hautekeete	+32 2 429 60 32	lynn.hautekeete@kbcsecurities.be
Vlaamse Federatie van Beleggers Gert De Mesure	+32 2 253 14 75	gert.de.mesure@skynet.be
Belfius-Kepler Cheuvreux Frédéric Renard	+32 1 149 14 63	frenard@keplercheuvreux.com
ABN AMRO Steven Boumans	+31 63 056 91 59	steven.boumans@aa-ob.com
Berenberg Kai Klose	+44 20 32 07 78 88	kai.klose@berenberg.com
Kempen Véronique Meertens	+31 20 348 84 44	veronique.meertens@kempen.com

1.15 Liquidity provider

The Company currently has KBC Securities as its liquidity provider.

1.16 Investor profile

Taking account of the legal regime of the RREC in general and that for residential RRECs in particular, Care Property Invest shares could form an attractive investment for both private and institutional investors.

1.17 Change in the rights of shareholders

Pursuant to Articles 7:153 and 7:155 BCCA, the rights of shareholders may only be changed by an Extraordinary General Meeting. The document containing the information on the rights of shareholders referred to in Articles 7:130 and 7:139 BCCA can be viewed on the website of Care Property Invest. (www.carepropertyinvest.be/en/investments/becoming-shareholder/).

1.18 Voting rights of the main shareholders

The main shareholders of Care Property Invest do not have voting rights other than those arising from their participation in the share capital (within the meaning of point 16.2 of Annex I to the Delegated Regulation (EU) No 2019/980).

1.19 Strategy or information on governmental, economic, budgetary, monetary or political policies or factors that have or may have a direct or indirect material impact on the activities of Care Property Invest

See chapter 'I. Risk factors' on page 28 and onwards of this Annual Financial Report 2023.

1.20 History and evolution of the Company - important events in the development of the activities of Care Property Invest

Further information on the Company and its history can be found in this chapter under item '5. History of the Company and its share capital' on page 276.

1.21 Public information

The necessary information concerning the Company is made available to the public to ensure the transparency, integrity and proper functioning of the market, as required by the Royal Decree of 14 November 2007 concerning the obligations of issuers of financial instruments admitted for trading on a regulated market. The required information is distributed and stored in accordance with this Royal Decree via the Company's website (www.carepropertyinvest.be), as well as in accordance with FSMA Circular/2012_01 dated 11 January 2012, including later changes.

The Company's shares are admitted to trading on a regulated market, i.e. Euronext Brussels.

However, the information available on the Company's website does not form part of this URD, unless the information has been incorporated by reference in this URD. In accordance with the aforementioned Royal Decree, the information provided must be true, accurate and sincere and must enable the shareholders and the public to assess the impact of the information on the position, business and results of the Company.

The convocation of the General Meeting is published in the Belgian Official Gazette and in a financial newspaper and will also be announced through the media and on the Company's website (www.carepropertyinvest.be), in accordance with the BCCA. Any interested party can register free of charge on the Company's website in order to receive press releases by e-mail. The decisions on appointments and dismissals of members of the Board of Directors and the statutory auditor are published in the Annexes to the Belgian Official Gazette. The financial statements are filed with the National Bank of Belgium.

The Annual and Half-yearly Financial Reports shall be made available to the registered shareholders and to any other persons on request. These reports, the Company's press releases, annual information, publications concerning the payment of dividends, all information subject to mandatory disclosure, as well as the Company's Articles of Association and the Corporate Governance Charter, are available on the Company's website at www.carepropertyinvest.be during the period of validity of this URD. Certain relevant articles of law, royal decrees and decisions applicable to Care Property Invest are posted on the website purely for information purposes and can be viewed there.

1.22 Information incorporated by reference

For an overview of the Company's activities, operations and historical financial information, reference is made to the Annual Financial Reports of the Company for the financial years 2021 and 2022, as well as to the Half-yearly financial reports and the publication of the Interim Statements of the Board of Directors, which are incorporated by reference in this URD. The Annual and Half-yearly Financial Reports have been audited by the statutory auditor of the Company. The Interim Statements have not been audited by the statutory auditor. This information can be consulted at the registered office or on the website (www.carepropertyinvest.be) of Care Property Invest.

Where reference is not made to the entire document, but only to certain parts of it, the unabridged parts are not relevant to the investor as far as the current URD is concerned.

Annual Financial Report 2021	
III. Report of the Board of Directors	page 34-109
VI. Real estate report	page 132-151
VII. Financial Statements, including Consolidated Financial Statements, Notes and Abbreviated Statutory Financial Statements	page 156-227
VII./3. statutory auditor's report (unqualified opinion)	page 214-219

Annual Financial Report 2022	
III. Report of the Board of Directors	page 42-121
VI. Real estate report	page 146-171
VII. Financial Statements, including Consolidated Financial Statements, Notes and Abbreviated Statutory Financial Statements	page 176-249
VII./3. statutory auditor's report (unqualified opinion)	page 236-241

Half-yearly Financial Report 2023	
I. Interim report of the Board of Directors	page 10-31
IV. Real estate report	page 54-71
V. Condensed financial statements, including Notes	page 74-93
V./9. statutory auditor's report	page 90

Interim statement from the Board of Directors 3rd quarter 2023
See website of the Company, https://www.carepropertyinvest.be.

Coordinated Articles of Association
The coordinated Articles of Association as at 26/04/2023 are included in this chapter in point '6. Coordinated Articles of Association'.

Corporate Governance Charter
See website of the Company, https://carepropertyinvest.be/en/investments/becoming-shareholder/

1.23 Significant change in the financial or commercial position

The Company's financial or commercial position has not altered significantly since the end of the previous financial year for which the audited annual financial statements or interim financial statements have been published.

2. formation likely to affect any public takeover bid

Notices pursuant to Article 34 of the Royal Decree of 14 November 2007 regarding the duties of issuers of financial instruments admitted to trading on a regulated market (FSMA/2012_01 dated 11 January 2012). Care Property Invest provides a summary and, where appropriate, an explanation below of the following elements, in as far as they are of a nature likely to affect any public takeover bid. The Company has no notices to report for the 2023 financial year.

2.1 Arrangements whose entry into force at a later date may result in a change of control of the issuing institution.

The Company is not aware of any arrangements that could result in a change in control of the Company at a later date.

2.2 Provisions in the Articles of Association which could have the effect of delaying, postponing or preventing a change of control

Reference is made to Article 7 of the coordinated Articles of Association as at 26/04/2023 - AUTHORISED CAPITAL. However, the use of the authorised capital is limited in accordance with Article 7:202 BCCA in the event of notification by the FSMA to the Company of a public takeover bid. However, it cannot be excluded that this provision may have a delaying or preventing effect on a possible takeover bid.

2.3 Capital structure

The capital structure is included in chapter 'IV. Care Property Invest on the Stock Market', paragraph '4. Shareholding structure' on page 166. In accordance with Article 38 of the Articles of Association, each share affords the right to cast one vote. The following relevant articles of the Articles of Association were included in full in the coordinated Articles of Association (in paragraph '6. Coordinated Articles of Association' on page 278). The coordinated Articles of Association are also available on www.carepropertyinvest.be.

ARTICLE 6 of the coordinated Articles of Association as at 26/04/2023 - CAPITAL

ARTICLE 7 of the coordinated Articles of Association as at 26/04/2023 - AUTHORISED CAPITAL

ARTICLE 8 of the coordinated Articles of Association as at 26/04/2023 - CHANGE IN THE CAPITAL

ARTICLE 9 of the coordinated Articles of Association as at 26/04/2023 - NATURE OF THE SHARES

2.4 Legal or statutory restrictions on the exercise of voting rights

As at 31 December 2023, Care Property Invest did not own any of its own shares which were repurchased to enable the Company to meet its obligations regarding management remuneration.

2.5 Legal or statutory restrictions on the transfer of securities

The following relevant articles of the Articles of Association were included in full in the coordinated Articles of Association (in paragraph '6. Coordinated Articles of Association' on page 278). The Coordinated Articles of Association are also available on www.carepropertyinvest.be.

ARTICLE 13 of the coordinated Articles of Association as at 26/04/2023 - TRANSFER OF SHARES

ARTICLE 15 of the coordinated Articles of Association as at 26/04/2023 - NOTIFICATION OF SIGNIFICANT PARTICIPATING INTERESTS

The legislation applying to public limited liability companies and listed companies whose shares are offered to the public for subscription, and public RRECs in particular, must be respected, including in as far as these entail a restriction of transfers of securities.

2.6 Holders of securities with special control rights attached - description of these rights

Not applicable: as at 31 December 2023, there are no special control rights attached to the shares of Care Property Invest.

2.7 The mechanism for the control of any employee share scheme where the control rights are not exercised directly by the employees

Not applicable: there are no share schemes.

2.8 Agreements contracted between Care Property Invest and its directors or employees providing for when, in the event of a takeover bid, the directors should resign or are redundant without valid reason or the employees' employment is terminated

Not applicable.

2.9 The rules governing the appointment and replacement of members of the governing body

The following relevant articles of the Articles of Association were included in full in the coordinated Articles of Association (in paragraph '6. Coordinated Articles of Association' on page 278). The Coordinated Articles of Association are also available on www.carepropertyinvest.be.

Tilburg (NL) I Maria Margarithakerk

ARTICLE 16 of the coordinated Articles of Association as at 26/04/2023 - COMPOSITION OF THE BOARD OF DIRECTORS

ARTICLE 17 of the coordinated Articles of Association as at 26/04/2023 - PREMATURE VACANCIES

ARTICLE 18 of the coordinated Articles of Association as at 26/04/2023 - CHAIRMANSHIP

ARTICLE 25 of the coordinated Articles of Association as at 26/04/2023 - COMMITTEES

ARTICLE 27 of the coordinated Articles of Association as at 26/04/2023 - EXECUTIVE COMMITTEE

2.10 The rules for amending the Articles of Association

The legislation applying to public limited liability companies and listed companies whose shares are offered to the public for subscription, and public RRECs in particular, must be respected. In the event of an amendment of the Articles of Association or a decision for which the law imposes a similar majority requirement as for an amendment of the Articles of Association, and where the rights and obligations of a certain class of shareholders are affected, the statutory majority requirements must be complied with separately for each class of shareholders.

2.11 The powers of the governing body as regards the power to issue or buy back shares

The following relevant articles of the Articles of Association were included in full in the coordinated Articles of Association (in paragraph '6. Coordinated Articles of Association' on page 278). The Coordinated Articles of Association are also available on www.carepropertyinvest.be

ARTICLE 14 of the coordinated Articles of Association as at 26/04/2023 - BUY-BACK OF SHARES

Further explanation is given in chapter 'II. Report of the Board of Directors', in paragraph '11.9 The powers of the administrative body, in particular with regard to the possibility of issuing or repurchasing shares' on page 116.

2.12 Shareholder agreements known to Care Property Invest, which result in restrictions on the transfer of securities and/or voting rights

The following relevant articles of the Articles of Association were included in full in the coordinated Articles of Association (in paragraph '6. Coordinated Articles of Association' on page 278). The Coordinated Articles of Association are also available on www.carepropertyinvest.be.

ARTICLE 13 of the coordinated Articles of Association as at 26/04/2023 - TRANSFER OF ORDINARY SHARES

No shareholder agreements are known to the Company as at 31 December 2023.

2.13 Significant agreements to which Care Property Invest is party and which take effect, undergo changes or expire in the event of a change of control over Care Property Invest following a public takeover bid

There are no significant agreements to which the Company is party, and which take effect, undergo changes or expire in the event of a change of control over the Company following a public takeover bid, except the management agreements contracted with the CEO, CFO and COO in relation to their mandate as effective leaders and a number of credits entered into by the Company with credit institutions.

Contractual provisions in the management agreements concerning resignation and severance pay are explained in Chapter II. Report of the Board of Directors, '11.11 Remuneration report 2023' on page 118.

There are no other agreements contracted between the Company and its directors or employees providing for benefits if, in the event of a takeover bid, the directors resign or are made redundant without valid reason or the employees' employment is terminated. The Belgian labour laws must be respected when workers resign or are dismissed.

The loans taken out by the Company, which contain provisions that are subject to a change of control over the Company, have been approved and disclosed by the General Meeting in accordance with article 7:151 BCCA.

3. Declarations (Annex I to Regulation (EU) No. 2019/980)

3.1 Persons responsible for the information provided in the URD

The Managing (executive) Directors are responsible for the information provided in this URD, namely: Messrs Peter Van Heukelom, Willy Pintens, Dirk Van den Broeck, Filip Van Zeebroeck and Ms Valérie Jonkers.

3.2 Declaration by the persons responsible for the URD

The responsible persons mentioned in point 1.1 above declare that, having taken all reasonable care to ensure that such is the case, and to the best of their knowledge, the informati

on given in the URD is in accordance with the facts and contains no omission likely to affect its import.

3.3 Third party information

Care Property Invest declares that the information provided by the experts and the recognised statutory auditor has been faithfully reproduced and is included with their permission. As far as Care Property Invest is aware and has been able to ascertain from information published by the third party concerned, no facts have been omitted that result in any error or misstatement in the information presented.

This relates in particular to the information provided by the Company's statutory auditor, EY Bedrijfsrevisoren (Kouterveldstraat 7 b 001, 1831 Diegem), the statement '1. Status of the property market in which the Company operates' on page 134 under chapter 'III. Real estate report' and the '4. Report of the real estate expert' on page 155, also included in chapter 'III. Real Estate Report' drawn up by and included in this annual financial report with the approval of the recognised real estate experts Stadim bv (Mechelsesteenweg 180, 2018 Antwerp), Cushman & Wakefield nv (Kunstlaan 56, 1000 Brussel) and CBRE (Connaught House, 1 Burlington Road, Dublin 4, Ireland) and in this Annual Financial Report under chapter 'III. Real estate report' and paragraph '4. Report of the real estate expert' on page 155, also in chapter 'VI. Real estate report'. The Company is not aware of any possible interests that the experts might have in Care Property Invest.

4. Other declarations

4.1 Declaration of the responsible persons in accordance with the Royal Decree of 14 November 2007

Hereby, the responsible persons mentioned under point 3.1 above declare that, to the best of their knowledge, the annual financial statements which were prepared in accordance with the applicable accounting standards for financial statements, present a true and fair view of the assets, the financial position and the results of the Company and that this yearly report includes a fair review of the development, performance and position of the Company and the undertakings included in the consolidation, as well as a description of the principal risks and uncertainties facing the Company and the undertakings included in the consolidation.

4.2 Statements relating to the future

This Annual Financial Report contains statements relating to the future. Such statements are based on estimates and forecasts of the Company and naturally contain unknown risks, uncertain elements and other factors that could lead to material differences in the results, the financial position, the performance and the presentations from those expressed or implied in these forward-looking statements. Given these uncertainties, the statements relating to the future do not entail any guarantees whatsoever.

4.3 Litigation and arbitration proceedings

Care Property Invest's Board of Directors declares that during the 2023 financial year, the Company initiated legal proceedings following a dispute with the developer of the Hillegom investment project. Meanwhile, the parties have reached an amicable agreement and terminated the legal proceedings.

Care Property Invest's Board of Directors declares that on the date of publication no government intervention, litigation or arbitration proceedings are pending that could have a relevant impact on the financial position or profitability of Care Property Invest and that, to the best of its knowledge, there are no facts or circumstances that could give rise to such government intervention, litigation or arbitration proceedings.

Vorst (BE) I Nuance

5. History of the Company and its share capital

Date	Nature of the operation	Amount of the share capital (in €)	Number of shares (without nominal value)
30 October 1995	Initial capital through cash contributions on incorporation from ASLK Bank, BACOB Bank, Gemeentekrediet, Kredietbank, Petercam and GIMV, (share capital on incorporation through contributions in cash)	1,249,383	210
		1,249,383	**210**
7 February 1996	Capital increase through contribution in cash	59,494,446	10,000
		60,743,829	**10,210**
7 February 1996	**IPO on Euronext Brussels**		
16 May 2001	Reserve incorporation in the capital	566	10,210
		60,744,395	**10,210**
19 February 2004	Conversion of 60 special shares in the name of GIMV into ordinary shares		
2012	**Investment program 2,000 service flats completed.**		
2014	**Serviceflats Invest becomes Care Property Invest and builds its future. Since 25 November 2014, Care Property Invest has the status of a public Regulated Real Estate Company (public RREC) under Belgian law 9**		
24 March 2014	Division of the number of shares by 1,000		10,210,000
		60,744,395	**10,210,000**
20 June 2014	Capital increase through contribution in kind in relation to stock dividend	889,004	149,425
		61,633,399	**10,359,425**
22 June 2015	Capital increase in cash with irrevocable allocation right	16,809,093	2,825,295
		78,442,492	**13,184,720**
2016	**Inclusion of Care Property Invest's share as BEL Mid Cap in the BEL Mid-Index.**		
2016	**Member of EPRA organisation and inclusion of EPRA performance indicators in its financial reports.**		
15 March 2017	Capital increase through contribution in kind	10,971,830	1,844,160
		89,414,322	**15,028,880**
2017	**The first projects in the Walloon and Brussels Capital Regions have been acquired.**		
27 October 2017	Capital increase in cash with irrevocable allocation right	25,546,945	4,293,965
		114,961,266	**19,322,845**
2018	**Entry onto the Dutch market.**		

Date	Nature of the operation	Amount of the share capital (in €)	Number of shares (without nominal value)
27 June 2018	Deletion of the special shares and conversion to ordinary shares.	114,961,266	19,322,845
		114,961,266	**19,322,845**
2019	**Inclusion of Care Property Invest share in Euronext Next 150 index.**		
3 April 2019	Capital increase through contribution in kind	4,545,602	746,301
		119,506,869	**20,086,876**
26 June 2019	Capital increase by contribution in kind within the framework of optional dividend	1,831,673	307,870
		121,338,541	**20,394,746**
2020	**Entry onto the Spanish market**		
15 January 2020	Capital increase through contribution in kind	7,439,112	1,250,376
		128,777,653	**21,645,122**
19 June 2020	Capital increase through contribution in kind in relation to stock dividend.	1,624,755	273,091
		130,402,408	**21,918,213**
25 June 2020	Capital increase in cash (accelerated book building with orderbook composition)	13,040,239	2,191,821
		143,442,647	**24,110,034**
20 January 2021	Capital increase through contribution in kind	10,091,030	1,696,114
		153,533,677	**25,806,148**
17 November 2021	Capital increase through contribution in kind	6,692,997	1,124,968
		160,226,675	**26,931,116**
2022	**Entry onto the Irish market**		
20 June 2022	Capital increase through contribution in kind in relation to an optional dividend	1,022,088	171,794
		161,248,673	**27,102,910**
7 July 2022	Capital increase through contribution in kind	3,800,035	638,715
		165,048,798	**27,741,625**
24 January 2023	Capital increase in cash with Irreducible Allocation Rights	55,016,264	9,247,208
		220,065,062	**36,988,833**

6. Coordinated Articles of Association

Company history

The company was incorporated by deed executed before the notary public Jan Boeykens on 30 October 1995, published in the Annexes to the Belgian Official Gazette of 21 November thereafter under number 19951121/176.

The articles of association were amended by deeds executed before the aforementioned notary public Jan Boeykens on: 30 October 1995, published in the Annexes to the Belgian Official Gazette of 24 November thereafter under number 19951124/208.

7 February 1996, published in the Annexes to the Belgian Official Gazette of 19 March thereafter under number 19960319/128.

9 June 1999, published in the Annexes to the Belgian Official Gazette of 16 July thereafter under number 19990716/228.

The capital was adjusted and converted into Euros by a resolution of the General Meeting dated 16 May 2001, published in the Annexes to the Belgian Official Gazette of 17 August thereafter under number 20010817/309.

The articles of association were subsequently amended by deeds executed before the aforementioned notary public on:
28 January 2004, published in the Annexes to the Belgian Official Gazette of 16 February thereafter under number 20040216/0025164.

7 November 2007, published in the Annexes to the Belgian Official Gazette of 7 December thereafter under number 20071207/0176419.

27 June 2012, published in the Annexes to the Belgian Official Gazette of 17 July thereafter under number 20120717/0125724.

26 June 2013, published in the Annexes to the Belgian Official Gazette of 19 July thereafter under number 20130719/0112410.

19 March 2014, published in the Annexes to the Belgian Official Gazette of 16 April thereafter under number 20140416/0082192
The articles of association were subsequently amended by deed executed before notary public Alvin Wittens in Wijnegem on:

20 June 2014, published in the Annexes to the Belgian Official Gazette of 15 July thereafter under number 20140715/0136439.

25 November 2014, published in the Annexes to the Belgian Official Gazette of 16 December thereafter under number 20141216/ 0233120.

22 June 2015, published in the Annexes to the Belgian Official Gazette of 17 July thereafter under number 20150717/0103638.

22 June 2016, published in the Annexes to the Belgian Official Gazette of 14 July thereafter under number 20160714/0098793.

15 March 2017, published in the Annexes to the Belgian Official Gazette of 11 April thereafter under number 20170411/0051595.

27 October 2017, published in the Annexes to the Belgian Official Gazette of 27 November thereafter under number 20171127/0165423.

16 May 2018, published in the Annexes to the Belgian Official Gazette of 12 June thereafter, under number 20180612/0090633.

3 April 2019, published in the Annexes to the Belgian Official Gazette of 30 April thereafter, under number 20190430/0059222.

26 June 2019, published in the Annexes to the Belgian Official Gazette of 12 July thereafter, under number 20190712/0094013.

18 December 2019, published in the Annexes to the Belgian Official Gazette of 24 January thereafter, under number 20200124/001490.

15 January 2020, published in the Annexes to the Belgian Official Gazette of 12 February thereafter, under number 20200212/20024540.

15 June 2020, published in the Annexes to the Belgian Official Gazette of 9 September thereafter, under number 20200909/0104355.

19 June 2020, published in the Annexes to the Belgian Official Gazette of 9 September thereafter, under number 20200909/0104355.

23 June 2020, published in the Annexes to the Belgian Official Gazette of 22 July 2020 thereafter, under number 20200722/0083098.

25 June 2020, published in the Annexes to the Belgian Official Gazette on 18 February 2021 thereafter, under number 20200805/0090304.

20 January 2021, published in the Annexes to the Belgian Official Gazette of 22 July 2020 thereafter, under number 20210218/0022138.17 November 2021, published in the Annexes to the Belgian Official Gazette of 21 December 2021 thereafter, under number 20211221/0148585.

20 June 2022, published in the Annexes to the Belgian Official Gazette of 28 July 2022 thereafter, under number 20230206/0017983.

7 July 2022, published in the Annexes to the Belgian Official Gazette of 23 December 2022 thereafter, under number 20221223/0151634.

24 January 2023, published in the Annexes to the Belgian Official Gazette of 1 March 2023 thereafter, under number 20230301/0030017.

26 April 2023, published in the Annexes to the Belgian Official Gazette of 24 July 2023 thereafter, under number 20230724/0094648.

COORDINATED TEXT OF THE ARTICLES OF ASSOCIATION AS AT 26 APRIL 2023

Where these articles of association refer to 'the regulations applicable to the regulated real estate company' this shall mean 'the regulations applicable to the regulated real estate company at any time'.

TITLE I – LEGAL FORM - NAME - REGISTERED OFFICE - PURPOSE - INVESTMENT POLICY - DURATION

ARTICLE 1 – LEGAL FORM AND NAME

The company has the legal form of a public limited liability company (société anonyme/naamloze vennootschap).
It is subject to the statutory regime for public regulated real estate companies, which is called 'public RREC' or 'PRREC'. It bears the name 'CARE PROPERTY INVEST', abbreviated as 'CP Invest
'.
The company's name and all of the documents that it produces (including all deeds and invoices) contain the words 'Openbare gereglementeerde vastgoedvennootschap naar Belgisch recht ('Public regulated real estate company under Belgian law') or 'OGVV naar Belgisch recht' ('PRREC under Belgian law') or are immediately followed by these words.

The company's name must always be preceded or followed by the words 'naamloze vennootschap' ('public limited liability company'/'société anonyme') or the abbreviation 'NV'/'SA'.

The company is subject to regulations applicable to regulated real estate companies at any time and in particular to the provisions of the Act of 12 May 2014 concerning regulated real estate companies (the 'RREC Act') and the Royal Decree of 13 July 2014 with respect to regulated real estate companies (the 'RREC Decree') as amended from time to time.

The company is also subject to the Decree of the Flemish government of 3 May 1995 governing the exemption from inheritance rights attached to the corporate rights in companies established within the framework of the realisation and/or financing of investment programs of service flats, as amended from time to time and with effect from 1 January 2015 inserted in Article 2.7.6.0.1. of the Decree of 13 December 2013 containing the Flemish Tax Code (the 'Flemish Tax Code of 13 December 2013').

ARTICLE 2 - REGISTERED OFFICE

The registered office of the company is located in the Flemish Region.
It may be transferred to any other place in Belgium by decision of the Board of Directors, subject to compliance with language legislation.
The company may, by decision of the Board of Directors, establish administrative seats, offices, branches, agencies and establishments at any other place in Belgium or abroad.

For the application of Article 2:31 of the Code of Companies and Associations, the company's website is www.carepropertyinvest.be. The company's e-mail address is info@carepropertyinvest.be.

ARTICLE 3 - OBJECT

The company's sole object is,

(a) making real estate available to users directly or via a company in which it has a shareholding, in compliance with the provisions of the RREC Act and decrees and regulations issued for the implementation of the RREC Act;

(b) property ownership within the limits of the RREC Act, as referred to in Article 2, 5°, vi to xi of the RREC Act;

(c) concluding or joining one or more of the following long-term contracts with a public client, directly or via a company in which it has a shareholding in compliance with the provisions of the RREC Act and the decrees and regulations issued for its implementation, possibly in collaboration with third parties:

(i) Design, Build, Finance (DBF) contracts, except where these can be qualified solely as a promotional order for works, within the meaning of Article 115, 4° of the Royal Decree of 15 July 2011 on the award of public procurement contracts in the classical sectors;

(ii) Design, Build, (Finance) and Maintain (DB(F)M) contracts;

(iii) Design, Build, Finance, (Maintain) and Operate (DBF(M)O) contracts;

and/or

(iv) contracts for concessions for public work relating to buildings and/or other infrastructure of an immovable nature and services relating to this, on the basis of which:

(i) it guarantees the provision, maintenance and/or operation for a public entity and/or citizens as end-users, in order to meet a social need and/or to facilitate the provision of a public service; and

(ii) for which it is able to bear the associated financing, availability, demand and/or operating risks, partially or in full, in addition to any construction risk, without necessarily holding rights in rem in that regard.

(d) developing, providing for the development, establishing, providing for the establishment, managing, providing for the management, operating, providing for the operation of or making available one or more of the following in the long term, directly or via a company in which it has a shareholding in compliance with the provisions of the RREC Act and the decisions and regulations imposed for its implementation, possibly in collaboration with third parties:

(i) utilities and storage locations for transportation, distribution or storage of electricity, gas, fossi
l or non-fossil fuels and energy in general and the related goods;

(ii) utilities for transportation, distribution, storage or treatment of water and the related goods;

(iii) installations for the generation, storage and transportation of energy, green or otherwise, and the related goods; or

(iv) waste and incineration installations and related goods.

The activity, as described in the preceding paragraphs, must relate to the financing and realisation of (i) with regard to the Flemish Region, only projects primarily concerning (a) the realisation of service flats as referred to in Article 88, §5, of the Residential Care Decree of 13 March 2009 (as amended from time to time) or (b) real estate for facilities in relation to the Residential Care Decree of 13 March 2009, or (c) real estate for persons with disabilities, (ii) with regard to the European Economic Area, with the exception of the Flemish Region, projects equivalent to the projects referred to in (i), or (iii) real estate located in a Member State of the European Economic Area and used or intended solely or primarily for residential units adapted for residential care or health care, or (iv) other projects which are approved from time to time under the applicable legislation on exemption from inheritance tax, without withdrawal of recognition under that legislation (hereinafter jointly referred to as 'Projects').

In the context of the provision of real estate, the company may, in accordance with regulations applicable to RRECs and within the aforementioned limits, perform all activities related to the establishment, construction (without prejudice to the prohibition to act as a property developer, within the meaning of the RREC Act, except in the case of occasional transactions), refurbishment, renovation, furnishing and fitting, development, acquisition, disposition, lease, sublease, exchange, contribution, transfer, parcelling, placement under a system of co-ownership or joint ownership of real estate as described above, the provision or acquisition of right of superficie, usufruct, leasehold or other real or personal rights to real estate as described above, the management and operation of real estate. The company may, in accordance with regulations applicable to regulated real estate companies and within the aforementioned limits:

- act as the lessee of real estate, with or without a purchase option;

- act as the lessor of real estate, as the main activity or as an additional activity, with or without a purchase option (with the proviso that the leasing of real estate with a purchase option may only be the main activity, as defined in and subject to compliance with the conditions of Article 17(3) of the RREC Royal Decree);

- develop activities within the framework of public-private partnerships, whether or not incorporated in an institutional regulated real estate company;

- initially hold a share of less than 25% in the capital of a company which performs the activities referred to in sub-paragraph (c) of this Article, in as far as the said participating interest is converted into a participating interest through a share transfer, in accordance with the provisions of the RREC Act and the decisions and regulations for its implementation, within two years of the end of the construction phase of the public-private partnership (PPP) or after every longer term required in that regard by the public entity with which the contract is concluded;

- in a secondary or temporary capacity, invest in securities which are not property securities within the meaning of the regulations applicable to RRECS. These investments will be carried out in accordance with the risk management policy adopted by the company and will be diversified so that they ensure adequate risk diversification. The company may also own unallocated cash and cash equivalents. The cash and cash equivalents may be held in any currency in the form of deposits on demand, or term deposits or any monetary instrument, which are readily available for mobilisation;

- provide mortgages or other securities, or issue guarantees in the context of the activities of the company or its group, within the limits of the regulations applicable to RRECs;

- grant loans within the limits of the legislation applicable to RRECs, and

- carry out transactions concerning authorised hedging instruments (as defined in the regulations applicable to regulated real estate companies), where these operations are part of a policy adopted by the company to cover financial risks, with the exception of speculative transactions.

The company shall, in compliance with the regulations applicable to regulated real estate companies, within the above limits, carry out all immovable, movable, financial, commercial and industrial actions which are directly or indirectly related to its objectives or of a basic nature to pursue their realization or to facilitate this, both domestically and abroad.
In compliance with the regulations applicable to regulated real estate companies, and within the above limits, the company may acquire, by means of contribution in cash or in kind, merger, de-merger or other corporate law restructuring, subscription, participation, financial intervention or otherwise, a share in any existing or future companies or businesses in Belgium or abroad, whose objectives are identical, similar or related to its own, or of a nature as to pursue or promote the objectives of the company.

ARTICLE 4 - PROHIBITORY PROVISION
The company may not act as a real estate promoter within the meaning of the legislation applicable to regulated real estate companies, unless these are occasional activities.

The company is not permitted to:
1. 1° participate in a permanent takeover or guarantee syndicate;
2. 2° lend financial instruments, with the exception of loans which are granted in accordance with the provisions and under the conditions of the Royal Decree of 7 March 2006;
3. 3° acquire financial instruments issued by a company or a private association which has been declared bankrupt, entered into an amicable settlement with its creditors, been the subject of a judicial reorganisation, been granted a suspension of payments or which has been the subject of similar measures in another country; and
4. 4° conclude contractual agreements or provide for provisions of the articles of association relating to affiliated companies that could adversely affect the voting power that is granted to them in accordance with applicable law following a participation of a participation of 25% plus one share.

ARTICLE 5 - DURATION
The company is established for an indefinite period and commenced operations on the date of its formation.

It can be dissolved by a decision of the General Meeting, deliberating in accordance with the conditions and forms required for an amendment of the articles of association.

TITLE II - CAPITAL - SHARES - OTHER SECURITIES

ARTICLE 6 - CAPITAL
The capital amounts to two hundred and twenty million sixty-five thousand sixty-two euros five eurocents (€220,065,062.05).

The capital is represented by thirty-six million nine hundred and eighty-eight thousand eight hundred and thirty-three (36,988,833) shares without par value. All shares must be fully paid up from the subscription date.

ARTICLE 7 - AUTHORISED CAPITAL
The Board of Directors is authorised, on dates and at conditions at its discretion, in one or more tranches, to increase the share capital by a maximum amount of:

1) 50% of the amount of the capital on date of the extraordinary general meeting of [5 April 2023, or, if the required attendance quorum would not be reached at the first extraordinary general meeting, 26 April 2023], as the case may be, rounded down to the euro cent, for capital increases by way of cash contributions where provision is made for the possibility of exercising the legal preferential subscription right or irreducible allocation right by the Company's shareholders,

2) 20% of the amount of the capital on the date of the extraordinary general meeting of [5 April 2023 or, if the required attendance quorum would not be achieved at the first extraordinary general meeting, 26 April 2023], rounded down to the euro cent, if applicable, for capital increases in the context of the distribution of an optional dividend, and

3) 10% of the amount of the capital on the date of the extraordinary general meeting of [5 April 2023 or, if the required attendance quorum would not have been reached at the first extraordinary general meeting, 26 April 2023], rounded down to the euro cent, if applicable, for a. capital increases by way of contribution in kind, b. capital increases by way of contribution in cash without the possibility of exercising the preferential right or irreducible allocation right by the Company's shareholders, or c. any other form of capital increase, it being understood that, within the framework of the authorised capital, the capital can never be increased by an amount higher than the capital on the date of the extraordinary general meeting that approved the authorisation (in other words, the sum total of the capital increases with application of proposed authorisations cannot exceed the amount of the capital on the date of the extraordinary general meeting that approved the authorisation).

This authorisation is valid for a period of two years from the publication of the resolution of the extraordinary general meeting of [5 April 2023 or, if the required attendance quorum would not be reached at the first extraordinary general meeting, 26 April 2023] in the Annexes to the Belgian Official Gazette.

It is renewable.

This/these capital increase(s) may be carried out in any manner permitted under the applicable regulations, including by contributions in cash, by contributions in kind or as a mixed contribution, or

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by the conversion of reserves, including retained earnings and share premiums as well as all private assets under the statutory IFRS financial statements of the company (prepared under the regulations applicable to regulated real estate companies) that are amenable to conversion into capital, and with or without the creation of new securities, in accordance with the rules prescribed by the Belgian Code for Companies and Associations, the regulations applicable to regulated real estate companies and to these articles of association. The Board of Directors may issue new shares with the same rights as the existing shares for that purpose. The share premiums, less any deduction of an amount no more than that equal to the costs of the capital increase within the meaning of the applicable IFRS rules, in the event of a capital increase decided by the Board of Directors, must be placed by the Board of Directors in one or more separate accounts under equity on the liabilities side of the balance sheet. The board of directors may freely decide to place any issue premiums, possibly after deduction of an amount maximum equal to the cost of the capital increase within the meaning of the applicable IFRS rules, in an non-available account that shall constitute the surety for third parties on the same basis as the capital and which in no case may be reduced or eliminated other than by a decision of the General Meeting deciding as for an amendment of the articles of association, except for the conversion into capital as provided above. If the capital increase is accompanied by an issue premium, only the amount of the capital increase is deducted from the remaining usable amount of the authorised capital.

Under the conditions and within the limits provided in this article, the Board of Directors may also issue subscription rights (whether or not attached to another security) and convertible bonds or bonds redeemable in shares, which may give rise to the creation of the same securities as referred to in the fourth paragraph, and always in compliance with the applicable regulations and these articles of association.

Without prejudice to the application of the mandatory provisions contained in the applicable regulations, the Board of Directors may restrict or cancel the preferential right in the cases and subject to compliance with the conditions stipulated in the applicable regulations, even if this is done in favour of one or more specific persons other than employees of the company or its subsidiaries.

If applicable, the irrevocable allocation right must at least comply with the modalities shown in the applicable regulations on regulated real estate companies and article 8.1 of these articles of association. Without prejudice to the application of the mandatory provisions contained in the applicable regulations, the aforementioned restrictions in connection with the cancellation or restriction of the preferential right are not applicable in the case of a cash contribution with restriction or cancellation of the preferential right, which is made to supplement a contribution in kind for the purpose of distributing an optional dividend, provided this is made payable to all shareholders.
Upon the issue of securities for contributions in kind, the conditions set out in the applicable regulations on regulated real estate companies and article 8.2 of the articles of association must be complied with (including the ability to deduct an amount equal to the portion of the undistributed gross dividend). However, the special rules set out under article 8.2 regarding the capital increase in kind shall not apply to the contribution of the right to dividend for the purposes of the payment of an optional dividend, provided this is made payable to all shareholders.

ARTICLE 8 - CHANGE IN THE CAPITAL
Notwithstanding the option of using the authorised capital by means of a resolution of the Board of Directors, and with due regard to the legislation applicable to regulated real estate companies, a capital increase or capital reduction may only be decided by an extraordinary General Meeting in the presence of a notary public and in accordance with the Belgian Code for Companies and Associations and the RREC legislation.

The company is prohibited from directly or indirectly subscribing to its own capital increase. On the occasion of each capital increase, the Board of Directors shall determine the price, the issue premium, if any, and the terms and conditions of the issue of new shares, unless the General Meeting decides otherwise itself.

If the General Meeting decides to request an issue premium, this must be placed in one or more separate accounts under equity on the liabilities side of the balance sheet. The board of directors may freely decide to place any issue premiums, possibly after deduction of an amount maximum equal to the cost of the capital increase within the meaning of the applicable IFRS rules, in an non-available account that shall constitute the guarantee of third parties in the same way as the capital and which may not be reduced or eliminated in any case other than by a decision of the General Meeting deciding as for an amendment of the articles of association, except for the conversion into capital as provided above.

In the event of a reduction in the issued capital, shareholders must be treated equally in equivalent circumstances, and the other rules contained in the mandatory provisions of the applicable regulations must be complied with.

8.1 Capital increase in cash
In the case of a capital increase by contribution in cash and without prejudice to the application of the mandatory provisions contained in the applicable regulations, the preferential right may be restricted or cancelled in the cases and subject to compliance with the conditions stipulated in the applicable regulations.
If applicable, the irrevocable allocation right must at least meet the following conditions:

1. it must relate to all newly issued securities;

2. it must be granted to the shareholders pro rata to the portion of the capital that is represented by their shares at the time of the transaction;

3. a maximum price for each share must be announced no later than the eve of the opening of the public subscription period; and

4. the public subscription period must in such case be at least three trading days.
However, according to the RREC legislation, this should in any event not be granted in the case of a capital increase by contribution in cash carried out under the following conditions:

1. the capital increase shall take place using the authorised capital;

2. the cumulative amount of capital increases carried out in accordance with this paragraph over a period of twelve (12) months shall not exceed 10% of the amount of the capital at the time of the decision to increase the capital.

Without prejudice to the application of the mandatory provisions contained in the applicable regulations, the aforementioned restrictions in connection with the capital increase in cash shall also not apply in the case of a cash contribution with restriction or cancellation of the preferential right, which is made to supplement a contribution in kind for the purpose of distributing an optional dividend, provided this is made payable to all shareholders.

8.2 Capital increase in kind
The following conditions must be fulfilled upon the issue of securities against contribution in kind, without prejudice to articles 7:196 and 7:197 of the Belgian Code for Companies and Associations:

1. the identity of the contributor must be stated in the report of the Board of Directors referred to in article 7:197 of the Belgian Code for Companies and Associations and, where appropriate, in the notice convening the General Meeting for the purpose of the capital increase;

2. the issue price shall not be less than the lower of (a) a net value per share, which dates back more than four months before the date of the contribution agreement or, at the option of the company, prior to the date of the deed of capital increase, and (b) the average closing price of the thirty calendar days prior to that date;

3. unless the issue price or, in the case referred to in article 8.3, the exchange ratio, and the relevant conditions are determined no later than the working day following the conclusion of the contribution agreement and communicated to the public, specifying the period within which the capital increase will be effectively implemented, the deed of capital increase will be executed within a maximum period of four months; and

4. the report envisaged in point 1 above must also explain the impact of the proposed contribution on the situation of former shareholders, in particular as regards their share in the profits, the net value per share and in the capital, as well as the impact in terms of voting rights.

For the purposes of point 2 above, it is permitted to deduct from the amount referred to in paragraph (b) of point 2, an amount equal to the portion of the undistributed gross dividend to which the new shares would eventually not give any rights. In such case, the Board of Directors shall specifically account for the deducted dividend amount in its special report and explain the financial conditions of the transaction in its annual financial report.
The special rules set out under this article 8.2 regarding the capital increase in kind shall not apply to the contribution of the right to dividend for the purposes of the payment of an optional dividend, provided this is made payable to all shareholders.

8.3 Mergers, demergers and similar transactions
The special rules concerning the capital increase in kind as set out under article 8.2, shall apply mutatis mutandis to mergers, demergers and similar transactions as referred to in the Belgian Code for Companies and Associations.
In such case, the 'date of the contribution agreement' refers to the date on which the merger or demerger proposal is deposited.

ARTICLE 9 - NATURE OF THE SHARES
The shares are without nominal value.
The shares may be registered or dematerialised, at the option of the shareholder and in accordance with the restrictions imposed by law.
Shareholders may at any time and free of charge request in writing the conversion of registered shares into dematerialised shares or vice versa.

Dematerialised securities are represented by an entry in an account with an approved account holder or a settlement institution, in the name of the owner or holder, and shall be transferred by transfer from account to account. The number of dematerialised shares in circulation at any time will be registered in the register of registered shares in the name of the settlement institution.

A register is maintained for registered shares at the registered office of the company. This register of the registered shares may be kept in electronic form. Each holder of securities may inspect the register with respect to his or her securities.

ARTICLE 10 - SECURITIES
The company may, with the exception of profit-sharing certificates and similar securities and provided it is in compliance with the regulations applicable to regulated real estate companies, issue any securities that are not prohibited by or by virtue of the law, in accordance with the rules as prescribed therein and the legislation applicable to regulated real estate companies and the articles of association. These securities are registered or dematerialised.

ARTICLE 11 - EXERCISE OF RIGHTS ATTACHED TO THE SHARES
The shares are indivisible with respect to the company. If a share belongs to several people or the rights attached to a share are divided among several people, the Board of Directors may suspend the exercise of the rights attached thereto until one person has been designated as a shareholder vis-à-vis the company.

If a share is encumbered with usufruct, then the voting rights connected to that share shall be exercised by the usufructuary, unless otherwise agreed with the bare owner.

ARTICLE 12 - (BLANCO)

ARTICLE 13 - TRANSFER OF SHARES
The shares are freely transferable.

ARTICLE 14 - ACQUISITION OF OWN SHARES
The company may buy back its own shares or accept them in pledge, in compliance with the conditions provided for in the Belgian Code for Companies and Associations.
Pursuant to the decision of the extraordinary General Meeting of 15 June 2020, the Board of Directors is authorised to acquire its own shares, or to take them into pledge, with a maximum of ten percent (10%) of the total number of shares issued, for a unit price that may not be less than ninety per cent (90%) of the average price of shares listed on the regulated market of Euronext Brussels in the past thirty (30) days, nor higher than one hundred and ten per cent (110%) of the average price of shares listed on the regulated market of Euronext Brussels in the past thirty (30) days, or a maximum increase or fall of ten per cent (10%) in relation to the aforementioned average price.
This authorisation is granted for a renewable period of five (5) years from the date of the publication in the Annexes to the Belgian Official Gazette of the decision of the extraordinary General Meeting of 15 June 2020.

The company may dispose of its own shares on the stock exchange or privately, subject to the conditions set by the Board of Directors, without the prior consent of the General Meeting, provided that the applicable market regulations are respected.

The Board of Directors is permitted to dispose of its own listed shares, in accordance with article 7:218, §1, paragraph 1, 2° of the Belgian Code for Companies and Associations.

The above authorisation also applies for the acquisition and disposal of shares in the company held by one or more direct subsidiaries of the company, within the meaning of the legal provisions concerning the acquisition of shares of the parent company by its subsidiaries.

ARTICLE 15 - DISCLOSURE OF SIGNIFICANT participations
In accordance with the conditions, terms and provisions stipulated in articles 6 to 13 of the Act of the second of May two thousand and seven and the Royal decree of the fourteenth of February two thousand and eight concerning the disclosure of major shareholdings, as amended from time to time (the 'Transparency Law'), any natural or legal person must inform the company and the Financial Services and Markets Authority (FSMA) of the number and the percentage of voting rights that he or she holds directly or indirectly, whenever the number of voting rights reaches, exceeds or falls below 5%, 10%, 15%, 20%, etc., in each case in blocks of 5 percent, of the total of the existing voting rights, under the conditions stipulated by the Transparency Act. Pursuant to article 18 of the Act of the second of May two thousand and seven, this requirement also applies when the voting rights attached to the securities with voting rights that are held directly or indirectly reach, exceed or fall below the threshold of three percent (3%) of the total existing voting rights.

TITLE III - MANAGEMENT AND AUDIT

ARTICLE 16 - COMPOSITION OF THE BOARD OF DIRECTORS
The Board of Directors has a variable number of members. The minimum number of directors is five. The directors do not need to be shareholders. The Board of Directors shall be composed of at least three independent members within the meaning of article 7:87, §1 of the Belgian Code for Companies and Associations. The directors are exclusively natural persons; they must meet the requirements of reliability and expertise as laid down in the RREC legislation and may not fall within the scope of the prohibitions laid down in the RREC legislation.
The duration of the mandate of a director shall not exceed four years. Outgoing directors are eligible for re-appointment.

The members of the Board of Directors are appointed by the General Meeting, which also determines their remuneration. Their remuneration, if any, may not be determined in relation to the operations and transactions carried out by the company.

Unless the appointment decision of the General Meeting provides otherwise, the mandate of outgoing and non-elected directors shall end immediately after the first General Meeting following after the expiry of the term of the respective mandate, which has provided for new appointments in so far as this is necessary in the light of the legal and statutory number of directors.

If a director's mandate becomes vacant for any reason, a new director shall be elected notwithstanding the provisions of article 17.
The effective management of the company must be entrusted to at least two persons who, like the members of the managing body, must have the necessary professional reliability and appropriate expertise as required for the performance of their mandate and must comply with the regulations applicable to regulated real estate companies.

The appointment of directors and effective management is submitted to the FSMA for approval.

ARTICLE 17 - PREMATURE VACANCY
If any managing director's mandate becomes vacant for any reason whatsoever, the remaining managing directors shall convene a board meeting to provide for temporary replacements for such vacancies until the next General Meeting, which will make provision for the final appointment. On this occasion the directors must ensure that sufficient independent directors remain in relation to the above article 16 and the applicable regulations. The directors must possess the professional reliability and appropriate expertise required for the performance of their mandate.

Every appointment of a director by the General Meeting pursuant to the above terminates the mandate of the director that he or she replaces.

ARTICLE 18 - CHAIRMANSHIP
The Board of Directors shall elect a chairman among its directors. The chairman chairs the Board of Directors.

ARTICLE 19 - MEETINGS OF THE BOARD OF DIRECTORS
The Board of Directors shall be convened by the chairman or by two directors whenever the interests of the company so require. The convening notices state the place, date, time and agenda of the meeting and are sent at least two full days before the meeting by letter, e-mail or by any other written means.

If the chairman is unable to attend, the Board of Directors is chaired by the most senior non-executive director. Each director who attends a meeting of the Board of Directors or is represented at such meeting is considered to be regularly convoked.

ARTICLE 20 - deliberation
The Board of Directors can only validly deliberate and decide if at least a majority of the directors are present or represented. If this quorum is not reached, a new Board of Directors may be convened with the same agenda, which will validly deliberate and decide if at least two directors are present or represented.

With respect to items not included on the agenda, it may only deliberate with the consent of the entire Board of Directors and provided that all directors are present or represented.

Convening notices shall be sent by electronic mail or, in the absence of an e-mail address communicated to the company, by ordinary letter or by any other means of communication, in accordance with the applicable legal provisions.
Any director may grant a proxy by letter, e-mail or any other written form to another member of the Board of Directors to represent him or her at a meeting of the Board of Directors and to validly vote in his or her place.

The Board of Directors may meet by conference call, video conference or similar communications equipment, by means of which all persons participating in the meeting can hear each other. Any director may also provide his or her advice to the chairman by letter, e-mail or other written form.
A decision may be adopted by unanimous written consent of all directors.

If a director has a direct or indirect interest of a financial nature that conflicts with a decision or transaction that falls within the competence of the Board of Directors, he or she must act in accordance with article 7:96 of the Belgian Code for Companies and Associations. The members of the Board of Directors shall also comply with articles 37 and 38 of the RREC Act.

Subject to the provisions hereafter, decisions of the Board of Directors are adopted by a majority of votes cast. Blank or invalid votes shall not be counted as votes cast. In the event of a tie of votes within the Board of Directors, the director chairing the meeting will cast the deciding vote.

ARTICLE 21 - MINUTES
The deliberation of the Board of Directors shall be recorded in minutes signed by the members present. These minutes shall be included in a special register kept at the registered office of the company. The proxies shall be attached to the minutes.
The copies or extracts, required to be presented by law or otherwise, shall be signed by two directors or by a person charged with the daily management. This authority may be delegated to a proxyholder.

ARTICLE 22 - POWERS OF THE BOARD OF DIRECTORS
The Board of Directors has the broadest powers to perform all acts that are necessary or useful for the realisation of the object of the company.
It is authorised to perform all acts that are not expressly reserved for the General Meeting by law or by the articles of association.
The Board of Directors draws up the half-yearly reports as well as the annual report.
The Board of Directors appoints one or more independent valuation expert(s) in accordance with the RREC legislation and, if necessary, proposes any modification to the list of experts included in the dossier attached to the application for recognition as RREC.

ARTICLE 23 - SPECIAL POWERS
The Board of Directors may mandate a proxyholder for special and specific matters, even if he or she is not a shareholder or director, within the limits set by the applicable legal provisions.
The proxyholders legally bind the company within the limits of the powers granted, without prejudice to the responsibility of the Board of Directors in the event of excessive power.

ARTICLE 24 - REMUNERATION
The mandate of directors is remunerated. The General Meeting determines the remuneration of the directors.

The members of the Board of Directors are entitled to a refund of the costs directly related to their mandate.

ARTICLE 25 – COMMITTEES
25.1 Advisory committees
The Board of Directors sets up an audit committee and a remuneration committee in accordance with article 7:99 and article 7:100 of the Belgian Code for Companies and Associations.

25.2 Other committees
Without prejudice to article 25.1, the Board of Directors may establish one or more other advisory committees from its members and under its responsibility, in accordance with article 7:98 of the Belgian Code for Companies and Associations.
The Board of Directors determines the composition, mandate and powers of these committees, in compliance with the applicable regulations.

ARTICLE 26 - EXTERNAL REPRESENTATION POWERS
The company is legally represented in all its actions, including those to which a public official or a ministerial officer cooperates, as well as in legal proceedings, either by two directors acting jointly or, within the limits of day-to-day management, by two members of the executive committee acting jointly.
The company is also validly represented by special proxyholders within the limits of the mandate entrusted to them for this purpose by the competent body.

ARTICLE 27 - DAILY MANAGEMENT
The Board of Directors entrusts the daily management as well as the representation concerning the daily management of the company to an executive committee consisting of at least three members. A director who is also a member of the executive committee shall be referred to as a 'managing director'.

ARTICLE 28 - (BLANCO)

ARTICLE 29 - AUDITS
The audit of the financial situation, the financial statements and the regularity of the company's operations in terms of the Belgian Code for Companies and Associations, the RREC legislation and the articles of association, shall be entrusted to one or more statutory auditors appointed from the auditors or firms of auditors approved by the FSMA.
The General Meeting shall determine the number of statutory auditors and their remuneration by simple majority.

The statutory auditors are appointed for a renewable term of three years. Under penalty of damages, they may be dismissed by the General Meeting only for legitimate reasons during their mandate, subject to compliance with the procedure described in article 3:67 of the Belgian Code for Companies and Associations.

ARTICLE 30 - RESPONSIBILITIES OF THE STATUTORY AUDITORS
The statutory auditors have an unrestricted right of audit over all operations of the company, either jointly or separately. They may inspect the books, correspondence, minutes and in general all documents of the company on site.

Every six months, the Board of Directors shall hand them a statement summarizing the assets and liabilities of the company.

The statutory auditors may be assisted by employees or other persons for whom they are responsible in the exercise of their mandate, at their own expense.

TITLE IV - GENERAL MEETING

ARTICLE 31 - THE GENERAL MEETING - COMPOSITION AND POWERS
The regularly constituted General Meeting represents the totality of the shareholders. The resolutions of the General Meeting are binding on all shareholders, even on those absent from the meeting or those who voted against them.

ARTICLE 32 - MEETINGS OF THE GENERAL MEETING
The General Meeting shall be held on the last Wednesday of the month of May at 11 a.m.
An extraordinary General Meeting may be convened whenever the interests of the company require it and must always be convened whenever shareholders representing one tenth of the subscribed capital so request.

Such request shall be sent by registered letter to the office of the company and shall precisely describe the subjects to be deliberated and decided by the General Meeting. The request should be addressed to the Board of Directors and the statutory auditor, who must jointly convene a meeting within three weeks of receipt of the request. In the convening notice other agenda items may be added next to items requested by the shareholders.

One or more shareholders who together hold at least three percent (3%) of the capital of the company may, in accordance with the provisions of the Belgian Code for Companies and Associations, request the inclusion of items to be discussed on the agenda of any shareholders' meeting and may submit proposals for resolutions with respect to items to be discussed that have been or will be included on the agenda.
Unless otherwise stated in the convening notice, the General Meeting will be held at the registered office of the company.

ARTICLE 33 – CONVOCATION
The Board of Directors or the statutory auditor(s) convenes the General Meeting.
The notices convening meetings state the venue, date, time and agenda of the General Meeting as well as the proposed resolutions and are issued in the form and within the periods required by the Belgian Code for Companies and Associations.
Each year, a General Meeting will be held whose agenda includes at least the following points: the discussion of the annual report and the report of the statutory auditor(s), the discussion and approval of the financial statements and the appropriation of net profit, discharge of the directors and the statutory auditor(s) and, where applicable, the appointment of directors and the statutory auditor(s).
The regularity of the convocation of meetings cannot be disputed if all shareholders are present or duly represented.

ARTICLE 34 - ELIGIBILITY
A shareholder may only participate in the General Meeting and exercise voting rights, subject to compliance with the following requirements:

A shareholder may only participate in the General Meeting and exercise voting rights on the basis of the administrative registration of the shares of the shareholder on the registration date, either by registration in the register of registered shares of the company, or by their registration in the accounts of a recognised account holder or a clearing institution, irrespective of the number of shares held by the shareholder at the General Meeting. The fourteenth day before the General Meeting, at midnight (Belgian time), counts as the registration date.

Holders of dematerialised shares who wish to attend the meeting must submit a certificate issued by a recognised account holder or the clearing institution and confirming, as appropriate, how many dematerialised shares are registered in the name of the shareholder on the record date and for which the shareholder has indicated that he or she intends to participate in the General Meeting. Such submission shall be made no later than the sixth day preceding the date of the General Meeting, via the e-mail address of the company or via the e-mail address specifically mentioned in the convocation notice, at the registered office or by post.

The owners of registered shares who wish to participate in the meeting, must inform the company no later than six days before the date of the meeting of their intention to participate in the meeting, via the e-mail address of the company or via the e-mail address specifically mentioned in the convocation notice, by post or, as the case may be, by sending a proxy.

The Board of Directors shall keep a register of each shareholder who has indicated he or she wishes to participate in the General Meeting, which will list his or her name and address or registered office, the number of shares in his or her possession on the registration date and with which he or she indicated they will participate in the General Meeting, and a description of the documents showing that he or she held the relevant shares on the registration date.
In cases where the invitation of meeting expressly so provides, shareholders may be granted the right to participate remotely in a general meeting by means of an electronic device of communication provided by the company. This electronic device of communication must enable the shareholder to take note directly, simultaneously and continuously of the discussions at the meeting and to exercise the voting right in respect of all items on which the meeting is required to decide. If the notice expressly so provides, this electronic device of communication will also enable the shareholder to participate in the deliberations and to exercise his right to ask questions. If the right to participate remotely in a general meeting is granted, either the convocation or a document consultable by the shareholder to which the convocation refers (such as, for example, the company's website) shall also determine the manner(s) in which the company will verify and guarantee the status of shareholder and the identity of the person who wishes to participate in the meeting, as well as the manner(s) in which it will establish that a shareholder participates in the general meeting and will be considered present. In order to ensure the security of the electronic device of communication, the notice (or the document to which the notice refers) may also impose additional conditions.

ARTICLE 35 – PROXY VOTING
Each shareholder may appoint a proxy to represent him or her at the General Meeting in accordance with the relevant provisions of the Belgian Code for Companies and Associations. The proxy does not have to be a shareholder.

A shareholder of the company may appoint only one person as a proxy at each General Meeting. Any deviation from this rule is only possible in accordance with the relevant provisions of the Belgian Code for Companies and Associations.

A person who acts as a proxy holder may hold a proxy of more than one shareholder. Where a proxy holder holds proxies of several shareholders, he or she may vote differently for one shareholder than for another shareholder.

The appointment of a proxy holder by a shareholder takes place in writing or through an electronic form and must be signed by the shareholder, in such case by an advanced electronic signature within the meaning of article 4, §4 of the Act of 9 July 2001 concerning the establishment of rules relating to the legal framework for electronic signatures and certification services, or by an electronic signature which meets the requirements of article 1322 of the Belgian Civil Code.

The notification of the proxy to the company must be made via the company's e-mail address or via the e-mail address specifically mentioned in the convocation notice, at the registered office or by post.

The company must receive the proxies by the sixth day before the date of the General Meeting at the latest.

Notwithstanding the possibility to deviate from the instructions in certain circumstances in accordance with article 7:145, second paragraph of the Belgian Code for Companies and Associations, the proxy holder shall cast votes in accordance with any instructions of the shareholder who appointed him or her. The proxy holder shall keep a record of the voting instructions for at least one year and confirm that he or she has complied with the voting instructions at the request of the shareholder.
In the case of a potential conflict of interest, as defined in article 7:143, §4 of the Belgian Code for Companies and Associations, between the shareholder and the proxy holder he or she has designated, the proxy holder must disclose the specific facts that are relevant for the shareholders in order to assess whether there is any risk that the proxy holder might pursue another interest than the interest of the shareholder. In addition, the proxy holder may only vote on behalf of the shareholder, provided that he or she has received specific voting instructions for each item on the agenda.

If several persons hold rights in rem in respect of the same share, the company may suspend the exercise of the voting rights attached to that share until one person has been designated as the holder of the voting rights.

ARTICLE 36 - BUREAU
Every General Meeting is chaired by the chairman of the Board of Directors or, in his or her absence, by the oldest director present.

The chairman appoints a secretary and two scrutineers, who need not be shareholders. One person may be both secretary and scrutineer. The chairman, the secretary and the scrutineers together form the bureau, which is completed by the other members of the Board of Directors.

ARTICLE 37 - POSTPONEMENT
The Board of Directors may, at any General Meeting, during the session, postpone the decision regarding the approval of the financial statements for five weeks.

This postponement does not affect the other decisions taken, unless otherwise decided by the General Meeting in this regard. The next meeting has the right to determine the final financial statements.

The Board of Directors also has the right to postpone any other General Meeting or any other item on the agenda of the annual meeting during the session by five weeks, unless the meeting was convened at the request of one or more shareholders representing at least one fifth of the capital or by the statutory auditor(s).

ARTICLE 38 - NUMBER OF VOTES – EXERCISE OF VOTING RIGHTS
Every share confers the right to one vote, subject to the cases of suspension of voting rights provided for in the Belgian Code for Companies and Associations or any other applicable law.

ARTICLE 39 - PROCEEDINGS OF THE GENERAL MEETING - deliberation
An attendance list which displays the name of the shareholders and the number of shares they represent at the meeting, shall be signed by each of the shareholders or by their proxy before the meeting is opened.

The General Meeting may not deliberate or decide on items not listed on the agenda unless all shareholders are present or represented at the meeting and they unanimously decide to extend the agenda.

The required approval is certain if no opposition is noted in the minutes of the meeting.

The aforementioned shall not affect the possibility of one or more shareholders jointly holding at least 3% of the share capital, and provided that the relevant provisions of the Belgian Code for Companies and Associations are met, to have items placed on the agenda to be discussed at the General Meeting and to submit proposals for resolutions relevant to the agenda or to include items to be discussed, until at the latest the twenty-second day before the date of the General Meeting.
This does not apply if a General Meeting is convened by a new convocation notice because the required quorum was not reached with the first convocation, provided that the first convocation was in compliance with the legal requirements, the date of the second meeting was mentioned in the first convocation notice and no new items are put on the agenda.

The company must receive these requests by the twenty-second day before the date of the General Meeting at the latest.

The subjects to be covered and the related proposals for resolutions that would be added to the agenda in such case, shall be published in accordance with the provisions of the Belgian Code for Companies and Associations. If a proxy was already notified to the company before the publication of this revised agenda, the proxy holder must comply with the relevant provisions of the Belgian Code for Companies and Associations.

The items to be discussed and the proposed resolutions that have been placed on the agenda pursuant to the preceding paragraph, may be discussed only if all relevant provisions of the Belgian Code for Companies and Associations have been met.

The Board of Directors shall answer the questions raised, during the meeting or in writing, regarding their report or regarding the agenda items, to the extent that sharing the details or facts is not of a nature to be potentially detrimental to the company's business interests or to the confidentiality to which the company or its directors have committed to.

The statutory auditors shall answer the questions raised, during the meeting or in writing, regarding their report, to the extent sharing the details or facts is not of a nature to be potentially detrimental to the company's business interests or to the confidentiality to which the company, its directors or the statutory auditors have committed to.
They are entitled to address the General Meeting regarding fulfilment of their task.

If there are various questions regarding the same subject, the Board of Directors and the statutory auditors may answer these in a single response.
Once the convocation notice is published, the shareholders may ask the above questions in writing, in accordance with the relevant provisions of the Belgian Code for Companies and Associations.
The General Meeting may validly deliberate and vote, regardless of the part of the capital that is present or represented, except in cases where the Belgian Code for Companies and Associations imposes an attendance quorum.

Except for mandatory legal provisions or provisions in the articles of association that stipulate otherwise, decisions shall be taken by simple majority of the votes cast. Blank and invalid votes are not counted as votes cast. In the case of a tie vote the proposal will be rejected.

Voting takes place by show of hands or by roll call, unless the General Meeting decides otherwise by a simple majority of the votes cast.

The extraordinary General Meeting must be held in the presence of a notary public who will prepare an authentic official record. The General Meeting may only validly deliberate and decide on an amendment of the articles of association if those attending the meeting represent at least half of the share capital.
If a quorum is not reached, then a new convocation is required; the second meeting shall deliberate and decide validly, irrespective of the present or represented portion of the capital.

Moreover, an amendment of the articles of association is only adopted if it was previously approved by the FSMA and if three quarters of the votes attached to the present or represented shares are acquired (or any other special majority stipulated in the Belgian Code for Companies and Associations), with abstentions not being taken into account either in the numerator or in the denominator.

ARTICLE 40 - MINUTES
Minutes shall be drawn up of every General Meeting.

The minutes of the General Meeting are signed by the members of the bureau and by shareholders who request so.

The copies required to be presented by law or otherwise, shall be signed by two directors or by a managing director.

For each decision, the number of shares for which valid votes have been cast, the percentage in the share capital represented by these shares, the total number of validly cast votes, the total number of votes cast in favour of or against each decision, and the number of abstained votes, if any, will be reported in the minutes of the General Meeting. This information will be published on the company website within fifteen days of the General Meeting.

TITLE V - FINANCIAL STATEMENTS - PROFIT APPROPRIATION

ARTICLE 41 - FINANCIAL YEAR - FINANCIAL STATEMENTS - ANNUAL REPORT
The financial year commences on the first of January and ends on the thirty-first of December of each year.

At the end of each financial year, the Board of Directors prepares an inventory and the financial statements. The directors also prepare a report in which they render account of their policy, i.e., the annual report. This report contains a commentary on the financial statements, which includes a fair overview of the state of affairs and the position of the company. This report also contains the information required by the Belgian Code for Companies and Associations, including a corporate governance declaration, which forms a specific part thereof. This corporate governance declaration also contains the remuneration report, which forms a specific part thereof.
In view of the Annual General Meeting, the statutory auditor prepares a written and detailed report, i.e., the audit report.

As soon as the notice of the meeting has been published, the shareholders may take note of the financial statements and other documents referred to in the Belgian Code for Companies and Associations.

ARTICLE 42 - APPROVAL OF THE FINANCIAL STATEMENTS
The General Meeting shall be presented with the annual report and the report of the statutory auditor(s) and decide by a simple majority on the approval of the financial statements.

After approval of the financial statements, the General Meeting shall decide by a simple majority, by separate voting, regarding the discharge granted to the directors and the statutory auditor(s).

This discharge is only valid if the balance sheet does not contain omissions or false statements concealing the true state of the company and, in respect of acts contrary to the articles of association, only if these were specifically indicated in the convocation notice.

The Board of Directors shall ensure that the statutory and consolidated financial statements are filed with the National Bank of Belgium within thirty days of the approval of the financial statements, in accordance with the relevant legal provisions.

The annual and half-yearly financial reports, the annual and half-yearly financial statements and the statutory auditor's report and the articles of association of the company, will be made available to the shareholders for consultation, in accordance with the provisions applicable to issuers of financial instruments admitted to trading on a regulated market and with the RREC legislation. The annual and half-yearly reports can be consulted, for information purposes, on the website of the company. Shareholders can obtain a free copy of the annual and half-yearly reports at the registered office of the company.

ARTICLE 43 - APPROPRIATION OF PROFIT
At the proposal of the Board of Directors, the General Meeting shall vote by a simple majority on the appropriation of net profit. The company must distribute to its shareholders, within the limits permitted by the Belgian Code for Companies and Associations and the RREC legislation, a dividend, the minimum amount of which is prescribed by the RREC legislation.

ARTICLE 44 - PAYMENT OF DIVIDENDS
The payment of dividends shall take place at the time and place determined by the Board of Directors.

The Board of Directors may pay interim dividends, within the limits specified in article 7:213 of the Belgian Code for Companies and Associations.

ARTICLE 45 - (BLANCO)

TITLE VI - DISSOLUTION - LIQUIDATION

ARTICLE 46 - LIQUIDATION
In the event of the dissolution of the company, for any reason or at any time, the liquidation will be performed by liquidators appointed by the General Meeting. If the statement of assets and liabilities drawn up in accordance with the Belgian Code for Companies and Associations shows that not all creditors can be repaid in full, the appointment of the liquidators in the articles of association or by the General Meeting must be submitted to the President of the Court for confirmation. However, this confirmation is not required if that statement of assets and liabilities shows that the company only has debts towards its shareholders and all shareholders who are creditors of the company confirm in writing that they agree to the appointment.

In the absence of such appointment, the liquidation will be performed by the Board of Directors acting in the capacity of liquidation committee. With regard to third parties, they shall be considered as liquidators by operation of law, but without the powers conferred by law and the articles of association on the liquidator appointed in the articles of association, by the General Meeting or by the court.

The liquidators shall take up their mandate only after the competent commercial court has confirmed their appointment following the decision of the General Meeting.

Unless decided otherwise, the liquidators shall act jointly. To this end, the liquidators shall have the broadest powers in accordance with articles 2:87 et seq. of the Belgian Code for Companies and Associations, subject to limitations imposed by the General Meeting.

The General Meeting determines the remuneration of the liquidators.

The liquidation of the company shall be completed in accordance with the provisions of the Belgian Code for Companies and Associations.

ARTICLE 47 - DISTRIBUTION
After the settlement of all debts, charges and expenses of the liquidation, the net assets must first be used to repay, in cash or in kind, the amount paid up on the shares.

Any surplus shall be distributed to the shareholders in proportion to their rights.

TITLE VII - GENERAL PROVISIONS

ARTICLE 48 - ELECTED DOMICILE
Every director, manager and liquidator who resides abroad shall be deemed to have chosen domicile in Belgium for the term of its mandate. If this was not the case, they shall be deemed to have his domicile at the registered office of the company, where writs and notices concerning the affairs of the company and the responsibility for its governance may be validly served, with the exception of notices that are sent in accordance with these articles of association.

The holders of registered shares are required to notify the company of any change of address. In the absence of notification, they shall be deemed to have elected domicile at their last known address.

ARTICLE 49 - JURISDICTION
Except when explicitly waived by the company, any disputes between the company, its directors, its stockholders and liquidators concerning the affairs of the company and the implementation of these articles of association shall be settled exclusively by the commercial courts where the company has its registered office.

ARTICLE 50 – General provisions of law
The parties declare that they will fully comply with the Belgian Code for Companies and Associations, as well as the regulations applicable to regulated real estate companies (as amended from time to time).

Accordingly, any provisions of these articles of association which unlawfully deviate from the provisions of the aforementioned laws, shall be deemed not to be included in the current deed, and the clauses which are contrary to the provisions of these laws shall be deemed not written.

The nullity of one article or part of an article of these articles of association will not affect the validity of the other (parts of) clauses in these articles of association.

On behalf of the company
The notary public

Permanent Document / Care Property Invest nv

7. The public regulated real estate company (RREC)

7.1 Definition

The public regulated real estate company (RREC) was established by the RREC Law of 12 May 2014 as last amended by the Law of 28 April 2020. The RREC Law defines the RREC as a company that (i) is established for an indefinite period, (ii) performs the activity referred to in Article 4 or Article 76/5 of the RREC Law (see below) and (iii) is licensed as such by the Belgian Financial Services and Markets Authority (FSMA). The public RREC is an RREC, the shares of which are admitted for trading on a regulated market and which raises its financial resources in Belgium or elsewhere through a public offering of shares. A public RREC is therefore a listed company, subject to the requirement that at least 30% of its marketable shares should be issued to the public (free float).

According to the RREC Law, a public RREC carries on a business consisting of:

(a) making real estate available to users directly or via a company in which it holds a participation, in compliance with the provisions of the Law and decrees and regulations issued for the implementation of the Law; and

(b) property ownership, within the limits of Article 7, 1, b of the RREC Law, as referred to in Article 2(5°) (vi) to (xi) of the RREC Law;

(c) concluding or joining one or more of the following long-term contracts with a public client, directly or via a company in which it has a shareholding in compliance with the provisions of the legislation on the public regulated real estate company (public RREC) (SIR/GVV), possibly in collaboration with third parties: (i) Design, Build, Finance (DBF) contracts; (ii) Design, Build, (Finance) and Maintain (DB(F)M) contracts; (iii) Design, Build, Finance, (Maintain) and Operate (DBF(M)O) contracts; and/or (iv) contracts for concessions for public work relating to buildings and/or other infrastructure of an immovable nature and services relating to this, on the basis of which: (i) it guarantees the provision, maintenance and/or operation for a public entity and/or citizens as end-users, in order to meet a social need and/or to facilitate the provision of a public service; and (ii) for which it is able to bear the associated financing, availability, demand and/or operating risk, partially or in full, in addition to any construction risk, without necessarily holding rights in rem in that regard.

(d) developing, providing for the development, establishing, providing for the establishment, managing, providing for the management, operating, providing for the operation of or making available one or more of the following in the long term, directly or via a company in which it has a shareholding in compliance with the provisions of the legislation on the public RREC (SIR/GVV), possibly in collaboration with third parties: (i) utilities and storage locations for transportation, distribution or storage of electricity, gas, fossil or non-fossil fuels and green energy in general and the related goods; (ii) utilities for transportation, distribution, storage or treatment of water and the related goods; (iii) installations for the generation storage and transportation of energy, renewable and/or green or otherwise, and the related goods; or (iv) waste and incineration installations and the related goods.

Real estate refers to 'real estate' within the meaning of the RREC legislation.

In the context of the provision of real estate, the Company may perform all activities relating to the construction, refurbishment, renovation, development (for its own portfolio), acquisition, disposal, management and operation of real estate.

RRECs are subject to the supervision of the FSMA and must comply with extremely strict rules regarding conflicts of interest.

From its formation until 25 November 2014, Care Property Invest held the status of a property investment fund with fixed capital (BEVAK/sicafi). On 25 November 2014, the Company acquired the status of a public RREC.

7.2 Main features

7.2.1 ACTIVITIES

The public RREC must carry on the activities mentioned above.

In the context of the provision of real estate, a public RREC may perform all activities relating to the construction, refurbishment, renovation, development (for its own portfolio), acquisition, disposal, management and operation of real estate (Article 4, §1 of the RREC Law). A public RREC pursues a strategy that serves to maintain long-term ownership of its real estate and, in the performance of its activities, focuses on active management, which implies in particular that it takes responsibility itself for the development and day-to-day management of the real estate, and that all other activities that it performs have added value for that real estate or its users, such as the provision of services that are complementary to the provision of the relevant properties.

To this end: (i) the public RREC performs its activities itself, without delegating such performance to a third party, other than to an affiliated company, (ii) it maintains direct relationships with its clients and suppliers, and (iii) it has operational teams at its disposal which constitute a significant part of its workforce. In other words, a public RREC is an operational and commercial real estate company.

It may own the following types of real estate (as defined by the RREC Law):

Ordinary real estate:

i. real estate as defined in Article 517 and thereafter of the Civil Code and rights in rem to real estate, excluding property of a forestry, agricultural or mining character;

ii. shares with voting rights issued by real estate companies, of which the Company holds directly or indirectly more than 25% of the capital;

iii. option rights on real estate;

iv. shares of public or institutional RRECs, provided that, in the latter case, the Company holds, directly or indirectly, more than 25% of the capital;

v. rights arising from contracts leasing one or more properties to the RREC or granting other similar rights of use.

Other real estate (within certain limits):

vi. shares of public and institutional property investment funds (BEVAK/sicafi);

vii. participating rights in foreign collective property investment institutions registered in the list referred to in Article 260 of the AICB Law;

viii. participating rights in collective real estate investment institutions established in another Member State of the European Economic Area (EEA) and not registered in the list referred to in Article 260 of the AICB Law, in as far as they are subject to equivalent supervision to the public property investment funds (BEVAK/sicafi);

ix. shares or participating rights issued by companies (i) having legal personality; (ii) governed by the law of another EEA Member State; (iii) the shares of which are admitted for trading on a regulated market and/or which are subject to a prudential supervision regime; (iv) the principal activity of which is the acquisition or construction of real estate with a view to making it available to users, or the direct or indirect ownership of participating interests in companies with similar activities; and (v) which are exempt from tax on income from the profits generated by the activities referred to in (iv) above, subject to compliance with certain legal obligations, and which are at least required to distribute part of their income to their shareholders (also known as the 'Real Estate Investment Trusts' (abbreviated REITs));

x. real estate securities, as referred to in Article 5, §4 of the Law of 16 June 2006;

xi. participating rights in a Specialised Real Estate Investment Fund.

The real estate referred to in (vi), (vii), (viii), (ix) and (xi) that concerns participation rights in an alternative investment institution as referred to in Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No. 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies and (EU) No. 1095/2010 of the European Parliament and of the Council of 24 November 2010 establishing a European Supervisory Authority (European Securities and Markets Authority), amending Decision No. 716/2009/EC and repealing Commission Decision 2009/77/EC, cannot qualify as shares with voting rights issued by real estate companies, regardless of the amount of the shareholding held directly or indirectly by the public RREC (SIR/GVV).

A public RREC may not invest more than 20% of its consolidated assets in real estate which constitutes a single property (same rule as that applying to property investment funds (BEVAK/sicafi) and may not hold 'other property' (as referred to in paragraphs vi to xi) or option rights for such assets, other than in as far as the fair value of these does not exceed 20% of its consolidated assets.

The Company's business consists of the provision of real estate to users (in particular all forms of housing covered by the Residential Care Decree plus accommodation for the disabled) and the active development and management of its real estate. The added value that Care Property Invest provides here consists in offering customised real estate solutions, in which the properties are adapted to the specific needs of users. Care Property Invest develops, renovates or extends real estate for this purpose. Care Property Invest wishes to continue deploying its expertise and know-how accumulated in the realisation of 2,000 (subsidised) service flats in order to realise projects provided for in the Residential Care Decree in the future. This includes nursing homes, short-stay centres, day care centres, service centres, groups of assisted living residences, as well as all residential facilities for people with disabilities.

7.2.2 OBLIGATIONS

In order to acquire and maintain the status of a public RREC and the fiscal transparency regime provided for this Company (see below), the Company is subject to, inter alia, the following obligations;

Distribution obligation (the 'pay-out ratio'): the public RREC must (if it makes a profit) pay out at least the positive difference between the following amounts as return on capital: 1°) 80% of the amount equal to the sum of the adjusted result and the net gain on disposal of property that is not exempt from mandatory payouts 2°) the net reduction of the debt during the financial year.

Limit on the debt ratio: the consolidated debt ratio of the public RREC and its subsidiaries and the corporate debt ratio of the public RREC must not exceed 65% of the consolidated or corporate assets, as the case may be, less the permitted hedging instruments unless this is because of a change in the fair value of the assets; if the consolidated debt ratio of the public RREC and its subsidiaries exceeds 50% of the consolidated assets less the permitted hedging instruments, the public RREC should draw up a financial plan together with an implementation timetable, with a description of the measures that will be taken to prevent the consolidated debt ratio from exceeding 65% of the consolidated assets.

Diversification of real estate: the assets of the public RREC must be diversified in such a way as to ensure an appropriate spread of the risks in terms of real estate, by geographical region and by category of user or lessee; no operation performed by the public RREC may result in more than 20% of its consolidated assets being invested in real estate that constitutes a 'single real estate entity' (subject to the exceptions permitted by the FSMA and to the extent that the consolidated debt ratio of the public RREC and its subsidiaries does not exceed 33% of the consolidated assets less the permitted hedging instruments).

Risk management: the Company must, as a public RREC, have an appropriate risk management function and appropriate risk management policy. It may only subscribe to hedging instruments (excepting any transactions of a speculative nature) if the Articles of Association allow for this and if these form part of a policy intended to cover financial risks. This policy must be published in the annual and half-yearly reports.

Management structure and organisation: the Company must, as a public RREC, have its own management structure and suitable administrative, accounting, financial and technical organisation, enabling it to carry out its activities in accordance with the RREC regulations, an appropriate internal control system, an appropriate independent internal audit function, an appropriate independent compliance function and an appropriate integrity policy.

7.2.3 TAX CONSEQUENCES

Tax regime for the RREC
The taxable basis of the RREC is limited to non-deductible professional expenses, unusual or gratuitous advantages and a special assessment on 'secret commissions' on expenses that are not properly accounted for. The RREC may not apply the venture capital deduction or the reduced corporation tax rates.

If an RREC participates in a merger, demerger or a similar transaction, that transaction will not qualify for the fiscal neutrality regime but will give rise to the application of the exit tax, as was the case for real estate investment trusts. The rate of the exit tax is currently 15%.

The RREC is subject to the 'subscription fee' in Articles 161 and 162 of the Inheritance Tax Code.

The tax regime for the shareholders of the RREC
The following paragraphs summarise certain effects of the ownership and transfer of shares in an RREC under Belgian tax law. This summary is based on the tax laws, regulations and administrative commentaries applicable in Belgium on the date of preparation of this document, and is included subject to changes in Belgian law, including changes with retroactive effect. This summary does not consider or treat the tax laws of countries other than Belgium and does not take into account special circumstances peculiar to each shareholder. The shareholders are invited to consult their own advisers.

> **The dividends paid out by a RREC to a natural person domiciled in Belgium are subjected to a withholding tax at a reduced rate of 15%.**

Natural persons domiciled in Belgium
The dividends paid out by a RREC to a natural person domiciled in Belgium were formerly subject to withholding tax at a reduced rate of 15%. The Company satisfies the requirement of investing at least 80% of its property being located in the EEA and which is used or intended solely or primarily for residential care or residential units adapted for residential care or healthcare. After all, the portfolio of Care Property Invest consists solely of such real estate and, in accordance with its statutory purpose can only consist of such real estate.

The tax that is withheld by the RREC discharges Belgian shareholders-natural persons from their obligations.

Capital gains realised by Belgian natural persons who have not acquired the shares in the RREC in the context of the exercise of a professional activity are not taxable if they are part of the normal management of private assets. Capital losses are not deductible.

Belgian domestic companies
Pursuant to the Law of 18 December 2016 regulating the recognition and definition of crowd funding and containing various provisions concerning financing, published in the Belgian Official Gazette on 20 December 2016, shareholders of Care Property Invest can again enjoy a reduced rate of withholding tax, of 15% as from 1 January 2017.

These dividends in principle do not entitle the holder to a deduction by way of definitively taxed income for the Belgian shareholder company, as is the case for dividends from property investment funds (BEVAK/sicafi).

As is the case for capital gains on the shares of property investment funds (BEVAK/sicafi), the capital gains on the shares of RRECs are not exempt from corporation tax.

As a rule, the withholding tax on dividends paid by the RREC can be offset against corporation tax, and any overpayment is refundable, in as far as the shareholder corporation had full ownership of the shares at the time when the dividend was awarded or became payable and in as far as this award or provision for payment does not entail any impairment of or capital loss on these shares.

Non-resident shareholders
Dividends paid out by the RREC to a non-resident shareholder give rise, in regulation, to the collection of the withholding tax at the rate of 15% if the RREC invests at least 80%, in real estate consisting of properties located in a Member State of the European Economic Area and exclusively or mainly for residential care or housing units adapted to healthcare.

Meise (BE) I Oase

Certain non-citizens domiciled in countries with which Belgium has concluded tax treaties may, under certain conditions and subject to certain formalities, enjoy a reduction or an exemption from withholding tax.

Tax on stock exchange transactions
The purchase and sale and any other acquisition and transfer for consideration in Belgium of existing RREC shares (secondary market) through the intervention of a 'professional intermediary', as is the case for real estate investment funds (BEVAK/sicafi), are, as a rule, subject to the tax on stock exchange transactions, currently at a rate of 0.12%/0.35%/1.32% depending on the nature of the securities with a maximum of €1,300/€1,600/€4,000 per transaction and per party.

Inheritance tax
Subject to the conditions referred to in Article 2.7.6.0.1 of the Flemish Tax Code (VCF), the shares of Care Property Invest can be exempted from inheritance tax, as the Company has accreditation within the meaning of this Article. The change of status from BEVAK to RREC does not, therefore, affect this exemption in any way.

As (BE) I Residentie Kompas

XIII. Glossary

XIII. GLOSSARY

1. Definitions

1.1 Acquisition cost

Intangible fixed assets: the acquisition value includes the capitalised costs excluding VAT.

Tangible fixed assets: the acquisition value includes the capitalised costs excluding VAT.

Finance lease receivables: the acquisition value includes the entire investment cost including VAT.

Investment properties: the acquisition value incorporates the conventional value that is included in the calculation of the price. For projects acquired through a contribution in kind, the price is determined on the basis of a contribution agreement. For development projects, the acquisition cost includes the price paid for the land plus the construction costs already incurred.

1.2 Inside information

Inside information is information within the meaning of Article 7(1) to (4) of Regulation (EU) no. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (Market Abuse Regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124, 2003/125/EC and 2004/72/EC and means: any information, cumulatively: (i) that has not been made public; (ii) that is accurate, i.e. that the information relates to an existing situation or a situation that may reasonably be expected to arise or to an event that has occurred or may reasonably be expected to occur, and if the information is specific enough to allow a conclusion to be drawn as to the possible influence of this situation or event on the share price. If it concerns intermediate steps of a process spread over time, these steps may themselves constitute Inside Information, if they are sufficiently specific; (iii) which directly or indirectly relates to the Company or to the share of Care Property Invest; (iv) and which, if made public, could significantly affect the price of the share of Care Property Invest.

1.3 Occupancy rate

The occupancy rate is the result of the total number of effectively occupied residential units in relation to the total number of residential units (both occupied and unoccupied). With regard to the initial portfolio, the leasehold fee agreed in the relevant agreements contracts is payable, regardless of occupancy. Also for acquisitions under the new real estate programme, the vacancy risk is transferred to the operator, with the exception of the 'Tilia' project in Gullegem.

1.4 Bullet loan

A loan which is repaid as a lump sum at the end of the term and for which only the interest charges are payable during the term of the loan.

1.5 Compliance officer

The Compliance Officer shall ensure compliance with the laws, regulations and rules of conduct applicable to the Company, and more specifically with the rules relating to the integrity of the Company's business and shall manage the Company's compliance risk.

1.6 Corporate Governance

Sound management of the Company. These principles, such as transparency, integrity and balance of responsibilities, are based on the recommendations of the Belgian Corporate Governance Code 2020 ('Code 2020'), as available on the website at www.corporategovernancecommittee.be.

1.7 Dividend yield

Gross - or net dividend divided by the closing price of Care Property Invest shares during the relevant financial year or at a specific time or divided by the subscription price at the IPO (excluding costs).

1.8 Double net

See definition in paragraph 1.32 'Triple net' later in this chapter, less owner maintenance (= major maintenance and repairs). There is only one project in the portfolio that was concluded with a long-term leasehold agreement of the 'double net' type, being the project 'Les Terrasses du Bois' in Watermaal-Bosvoorde.

Zeist (NL) I Villa Pavia

1.9 EPRA

European Public Real Estate Association is an association founded in 1999 for the promotion, development and grouping of European listed real estate companies. EPRA establishes best practices regarding accounting, reporting and corporate governance and harmonises these rules in various countries, in order to provide high quality and comparable information to the investors. EPRA organises also discussion forums concerning the issues that determine the future of the sector. Finally, EPRA has created indexes that serve as benchmark for the real estate sector. All this information is available on the website www.epra.com.

Zutphen (NL) I De Gouden Leeuw Zutphen

1.10 Leasehold agreement

Contract with a duration of at least 15 years and a maximum of 99 years, granting a temporary right of use in rem to the leaseholder, consisting of the full enjoyment and use of the property during that period. In return, the leaseholder pays - unless otherwise stipulated - an annual remuneration called ‘canon or ground rent' (Title 7 'Leasehold' Book 3 'Property' of the Civil Code).

Leasehold contracts entered into before the entry into force of the new property law on 1 September 2021 are subject to the old rules of the Civil Code, and therefore have a minimum duration of 27 years.

1.11 Exit tax

Companies that apply for recognition as a regulated real estate company or specialised real estate investment fund, or that merge with a regulated real estate company, are subject to a specific tax or exit tax. This tax is comparable to a liquidation tax on deferred net capital gains and tax-exempt reserves.

The current exit tax rate is 15%.

1.12 Free float

The free float is the number of shares circulating freely on the stock exchange and, therefore, in the hands of the public.

1.13 FSMA

The Financial Services and Markets Authority, as referred to in the Law of 2 August 2002 on the supervision of the financial sector and financial services.

1.14 Closed period

Period during which persons in a management position and their closely related persons, as well as all persons included in the list of insiders pursuant to the Law of 2 August 2002 regarding the supervision of the financial sector and financial services (the so-called 'insiders' list') of Care Property Invest, may not carry out transactions involving financial instruments or financial derivatives of Care Property Invest. The closed periods are set out in the Dealing Code of Care Property Invest, which is part of the Corporate Governance Charter that is available on the website www.carepropertyinvest.be.

1.15 RREC Decree

The Royal Decree dated 13 July 2014 regarding regulated real estate companies (SIR/GVV), as published in the Belgian Official Gazette of 16 July 2014 and subsequently amended, last on 23 April 2018.

1.16 RREC Law

The Law of 12 May 2014 concerning regulated real estate companies (SIR/GVV), as published in the Annexes to the Belgian Official Gazette of 30 June 2014 and last altered by the Law of 22 October 2017, as published in the Belgian Official Gazette of 9 November 2017.

1.17 IAS/IFRS standards

The IAS/IFRS were issued by the IASB, which develops the international standards for the preparation of financial statements. European listed companies must apply these rules in their consolidated accounts for financial years beginning on or after 1 January 2005. In accordance with the Royal Decree of 13 July 2014, Care Property Invest has applied these rules to its statutory financial statements since the financial year commencing on 1 January 2007.

1.18 Interest rate swap

Financial instrument with which parties contractually agree to swap interest payments over a certain period. This allows parties to swap fixed interest rates for floating interest rates and vice versa. The Company only possesses interest rate swaps that allow her to swap floating interest rates for fixed interest rates.

1.19 Investment value

The investment value is the value as determined by an independent real estate expert and of which the necessary additional mutation costs are included (formerly known as 'deed-in-hand value').

1.20 Duration

Weighted average duration of the lease contracts, where the weight is equal to the ratio of the rental income to the total rental income of the portfolio.

1.21 Liquidity provider

A liquidity provider is a financial institution (in the case of Care Property Invest: KBC Securities) which, under the supervision of Euronext and the FSMA, carries out a market animation assignment with respect to the Company's shares. The purpose of the market animation mandate is to promote the liquidity of transactions in the Company's shares and, more specifically, to facilitate an appropriate interaction between supply and demand, thereby facilitating the free market and thus reducing price fluctuations in the share.

1.22 Market capitalisation

Share price multiplied by the total number of listed shares.

1.23 Transfer tax

The transfer of ownership of real estate is in principle subject to collection by the State of transfer tax, which constitutes most of the transaction costs. The amount of this tax depends on the transfer method, the capacity of the buyer and the geographical location of the property. The first two conditions, and thus the amount payable for the rights, are only known after the conclusion of the transfer of ownership.

In Belgium, the main possible methods of transfer of real estate and the associated registration fees are as follows:

contracts of sale relating to real estate: 12.5% for real estate in the Brussels-Capital Region and the Walloon Region, and 12% for real estate in the Flemish Region;

- sales of real estate under the regime of a real estate agent: 5% to 8%, depending on the region;
- establishment of building rights and leasehold rights (both up to 99 years: 2% or 0.5% if the tenant is a non-profit organisation);
- contracts of sale relating to real estate where the buyer is a public body (e.g., an entity of the European Union, the federal government, a regional government or a foreign government.): tax exempt;
- contribution of real estate in kind, for the issuance of new shares to the benefit of the contributor: tax exempt;
- contracts of sale of the shares in a real estate company: tax exempt;
- mergers, splits and other corporate restructuring: tax exempt;
- etc.

The effective rate of the transfer tax therefore varies between 0 and 12.5% without it being possible to give the percentage applying to a specific property before the transfer is executed.

N.B.: It should be noted that, as a result of the interpretation of the IAS/IFRS standards calculated by the Belgian Association of Asset Managers (BEAMA), the book value of buildings for the IAS/IFRS balance sheet is determined by deducting a fixed sum for transfer tax from the investment value, which is currently set by the real estate experts at 2.5%. However, for properties with a value of less than €2.5 million, the registration fees that apply according to the location of the property are deducted. For the Dutch and Spanish real estate investments there is no special agreement and the statutory transfer tax rates apply.

1.24 Net value per share

The value obtained by dividing the consolidated net assets of the RREC, net of minority interests, or, if no consolidation takes place, the net assets at statutory level, by the number of shares issued by the RREC, not including any treasury shares that may be held at the consolidated level.

'Inventory value of the shares' is a synonym for net value of share.

1.25 Net Rental Income

Rental income
- reversals of transferred and discounted rent
- expenses relating to rentals

1.26 Turnover rate

Total volume of shares traded during the year, divided by the total number of shares, as defined by Euronext (a synonym is 'velocity').

1.27 Building rights

A building right is a right in rem to have buildings, works or plantations partially or fully on, above or below another party's land (see Article 1 of the Law of 10 January 1824 concerning building rights).

1.28 Pay-out ratio

Gross dividend per share divided by the appropriated earnings per share, with the gross dividend being calculated on the basis of the adjusted EPRA Earnings.

1.29 Fair value

The fair value of the investment properties in Belgium is calculated as follows:

Buildings with an investment value exceeding €2.5 million:
The fair value = investment value/(1 + average determined as the lower of the investment unit value/(1 + percentage of the transfer costs, depending on the region in which the building is located) and the investment value as a whole/(1 + average percentage of the transaction costs as determined by BEAMA);

Properties with an investment value of less than €2.5 million:

1. if the real estate expert finds that the building can be sold per apartment, the fair value is determined as the lower of the investment unit value/ (1 + percentage of the transfer costs, depending on the region where the building is located), and the investment value as a whole/(1 + average percentage of the transaction costs as determined by BEAMA);

2. if the real estate expert finds that the building cannot be sold per apartment, the fair value is equal to the investment value as a whole/(1 + percentage of the transfer rights, depending on the region in which the building is located).

The average percentage of the transaction costs, as determined by BEAMA, is reviewed annually and adjusted if necessary, per threshold of 0.5%. The real estate experts confirm this deduction percentage in their regular reports to shareholders. The rate now stands at 2.5%.

1.30 Financial debt ratio

Numerator:
'Total liabilities' on the balance sheet consisting of:

- I. Non-current liabilities - A. Provisions
- I. Non-current liabilities - C. Other non-current financial liabilities - Hedging instruments
- I. Non-current liabilities - F. Deferred tax liabilities
- II. Current liabilities - A. Provisions
- II. Current liabilities - C. Other current financial liabilities - Hedging instruments
- II. Current liabilities - F. Deferrals and accruals

as provided in the schedules in the Appendix to the Royal Decree of 13 July 2014 concerning regulated real estate companies.

Denominator:
'Total assets' after deduction of authorized hedging instruments.

The result should not exceed 65%.

1.31 Transparency legislation

The Law of 2 May 2007 concerning the disclosure of significant participating interests in issuers, the shares of which are admitted for trading on a regulated market and laying down various provisions, and the Royal Decree of 14 February 2008 concerning the disclosure of significant participating interests.

1.32 Triple net

The operating costs, maintenance costs and loss of rent associated with the vacancy are borne by the operator.

1.33 Minimum distribution obligation

According to Article 13 of the GV-KB, the Company must distribute as a return of capital an amount corresponding to at least the positive difference between the following amounts:

- 80% of an amount equal to the sum of the net result (IFRS) (A) and the net gain on disposal of real estate assets that are not exempt from distribution (B).
- the net diminution in the debt of the public RREC in the course of the financial year.

For the calculation of amounts (A) and (B), please refer to Chapter VI. Financial statements section '4.5 Dividend payment obligation pursuant to the Royal Decree of 13 July 2014 concerning RRECs' on page 254.

1.34 Universal registration document

Institutions whose securities are admitted to a regulated market may draw up a registration document on a yearly basis in the form of a Universal Registration Document describing the organisation, business, financial position, profits, prospects and governance and shareholder structure of the institution. The Universal Registration Document may be used for an offer of securities to the public or the admission of securities to trading on a regulated market provided that it has been approved by the FSMA, together with any amendments and a securities note and summary approved in accordance with Regulation (EU) 2017/1129.

1.35 Company

Care Property Invest NV

1.36 Prohibited period

The period that is communicated as such by the Compliance Officer on the instructions of the Executive Committee or the Board of Directors and commencing on the date on which inside knowledge becomes known to the Board of Directors, the Executive Committee and lasting until immediately after the disclosure of the said inside knowledge or to the date on which the inside knowledge loses its price-sensitive character.

1.37 Regulation (EU) 2017/1129

Regulation (EU) 2017/1129 of the European Parliament and Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market and repealing Directive 2003/71/EC.

1.38 Code for Companies and Associations (CCA)

The Code of Companies and Associations of 23 March 2019, as published in the Belgian Official Gazette of 4 April 2019.

The Companies Code entered into force on 1 May 2019 and replaces the former Companies Code of 7 May 1999.

1.39 Residential Care Decree

The Residential Care Decree of 13 March 2009, as published in the Belgian Official Gazette on 14 May 2009, which entered into force on 1 January 2010, together with its implementing decrees, as amended from time to time.

Hof Driane (BE) I Herenthout

2. Abbreviations

ABB	Accelerated Book Building
AICB	Alternative Institution Collective Investment
APM	Alternative Performance Measure
BEAMA	Belgian Association of Asset Managers
BE-REIT	Belgian Real Estate Investment Trust
BEVAK/ Sicafi	Property Investment Fund with fixed capital
BCCA (WVV)	Belgian Code of Companies and Associations
BPR	Best Practices Recommendations
CDP	Carbon Disclosure Projects
CEO	Chief Executive Officer
CFO	Chief Financial Officer
CODM	Chief Operating Decision Maker (for Care Property Invest: Executive Committee)
COO	Chief Operating Officer
CP	Commercial Paper
CSRD	Corporate Sustainability Reporting Directive
CVA	Credit Valuation Adjustment
DBF	Design, Build & Finance
DBFM	Design, Build, Finance & Maintain
DCF	Discounted Cashflow
DPS	Dividend Per Share
DVA	Debt Valuation Adjustment
EBITDAR	Earnings Before Interest, Taxes, Depreciation, Amortisation & Rent costs
EEA	European Economic Area
EMS	Energy Management System
EPRA	European Public Real Estate Association
EPS	Earnings Per Share
ESG	Environmental, Social & Governance
ERV	Estimated Rental Value
ESMA	European Securities and Markets Authority
FBI	Dutch equivalent of a REIT (Dutch: Fiscale BeleggingsInstelling)
FSMA	Financial Services and Markets Authority
FTE	Full Time Equivalent
GPR	Global Property Research
GRESB	Global Real Estate Sustainability Benchmark
GVBF/ FIIS	Specialised Real Estate Investment Fund
HIQA	Health Information and Quality Authority
IAS	International Accounting Standards
ICMA	International Capital Market Association
IFRIC	International Financial Reporting Interpretations Committee
IFRS	International Financial Reporting Standards
IPC	Individual Pension Commitment
IRS	Interest Rate Swap
ITC	Income Tax Code
LFL	Like-for-Like
LTIP	Long Term Incentive Plan
LTV	Loan-to-Value
MTN	Medium Term Notes (Bonds (LT) and Commercial Paper (ST))
NAV	Net Asset Value
NDV	Net Disposal Value
NIY	Net Initial Yield
NTA	Net Tangible Assets
NRV	Net reinstatement value
NV	Public limited company (Dutch: Naamloze Vennootschap)
OCMW/PCSW	Public Centre for Social Welfare
OECD	Organisation for Economic Co-operation and Development
OGM	Ordinary General Meeting
OLO	Linear Bond
RD	Royal Decree
RREC	Regulated Real Estate Company
sBPR	sustainability Best Practices Recommendations
SBTI	Science Based Targets initiative
SMART	Specific, Measurable, Achievable, Realistic, and Timely target
SME	Small & Medium sized Enterprise
SOCIMI	Sociedades Anónimas Cotizadas de Inversión Inmobiliaria (Spanish REIT)
UCI	Undertaking for Collective Investment
URD	Universal Registration Document
VCF	Flemish Tax Code
Vlabel	Flemish tax authority
VWAP	Volume-Weighted Average Price
VZW	Non-Profit Organisation
WWF	World-wide fund for nature

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