Directors' statement

In line with best practice provision 1.4.3 of the Code, the Board of Directors states to the best of its knowledge that:

1. the Directors' Report (the complete annual report without chapter 6 'Financial statements') as included in this report offers an adequate level of insight into the shortcomings in the operation of Nedap's internal risk management and control systems;
2. the aforementioned systems provide reasonable assurance that Nedap's financial reporting is free from material misstatement;
3. it is justified based on Nedap's current operations that the financial reporting has been prepared on a going concern basis; and
4. the Directors' Report contains material risks and uncertainties that are relevant in the formulation of expectations as to Nedap's continuit

Despite the internal risk management and control systems, material errors, fraud and unlawful actions can still take place. The systems therefore do not provide absolute assurance that targets will be achieved, but have been developed to obtain reasonable assurance as to the effectiveness of controls implemented to mitigate financial and operational risks in relation to organisational objectives.

In addition, the Board of Directors states, in compliance with Article 5:25(c) of the Dutch Financial Supervision Act and to the best of its knowledge, that:

1. the financial statements provide a faithful representation of the assets, liabilities, financial position, and profit/loss of the issuing entity and the companies included in the consolidation; and
2. the Directors' Report provides a faithful representation of the position at 31 December 2022 and the development and performance during the 2022 financial year of the company and the undertakings included in the consolidation taken as a whole and that the Directors' Report describes the significant risks the company is facing.

Groenlo, the Netherlands, 22 February 2023

Board of Directors

Mr R. M. Wegman, CEO

Ms D. van der Sluijs RC, CFO

Mr R. Schuurman, CCO