

SAGST explizit

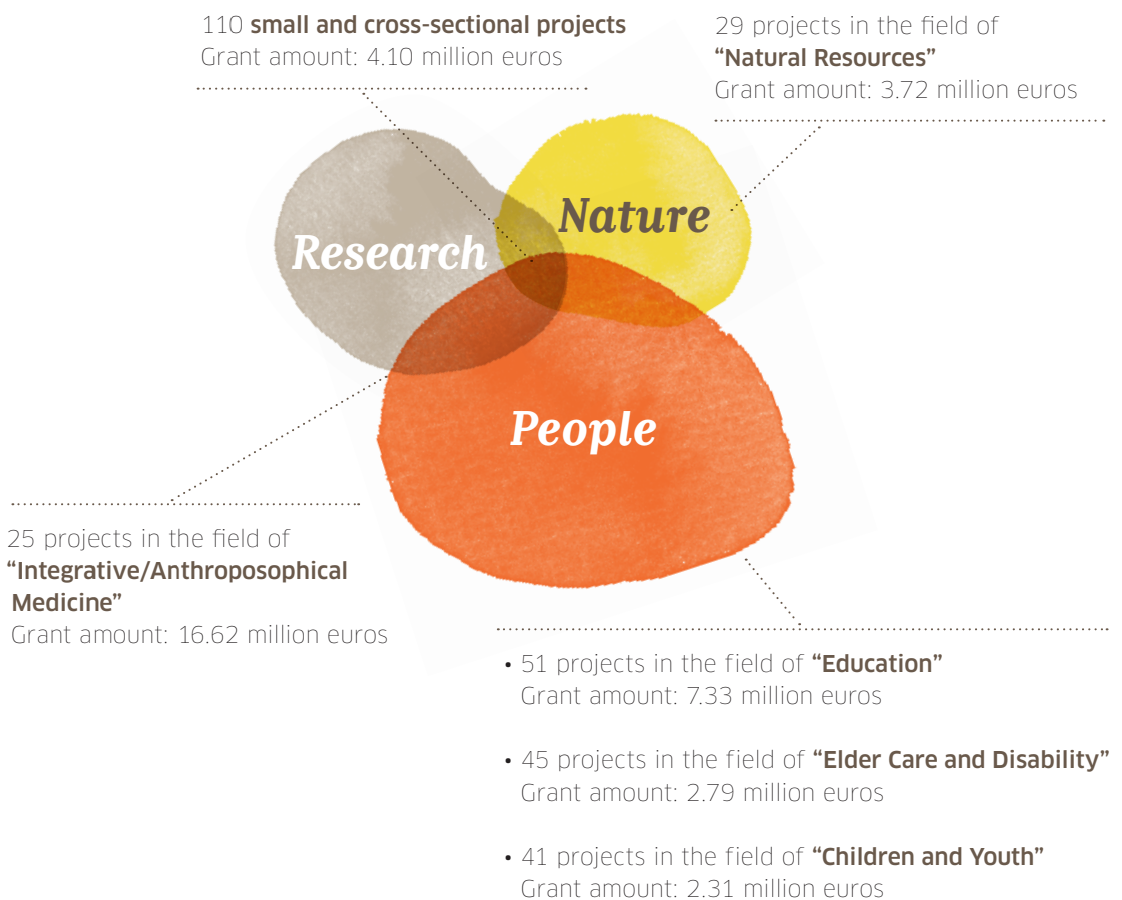
FUNDING AND FINANCIAL REPORT **2023**



PROJECT FUNDING – FACTS & FIGURES 2023

In the 2023 reporting year, the Board of the Software AG Foundation (SAGST), after examining 468 received grant applications, awarded **301 grants totalling almost 37 million euros**. In all, around 46 million euros were spent on the purpose of the foundation.

The foundation, which has been creating healing impulses for people, nature, and knowledge in Germany and Europe since 1992, also finances scientific research – especially in the fields “Integrative/Anthroposophical Medicine” and “Natural Resources”. In 2023, SAGST supported endowed chairs, professorships, and academic institutions with **10.71 million euros**. This constituted **29 percent of its total grant activity**.



In addition to these financial contributions, the support activities of SAGST include intensive project consulting and monitoring. Among other things, the costs for this flow into the total sum of the projects expenses.

FINANCES – FACTS & FIGURES 2023

The **assets of the Software AG Foundation** are to be preserved undiminished in accordance with § 4 of the foundation's constitution. These assets consist of the value of the stocks of the Software AG company, which were transferred to SAGST in 1992 when the foundation was established and sold for 721 million euros in the reporting year, plus financial donations and small-scale contributions made since the foundation was established.

As of **December 31, 2023**, the foundation's financial position based on the **balance sheet structure** compared to the previous year is as follows:

Assets	2022 in EUR million	2023 in EUR million
Non-current assets	804.6	995.4
thereof, property, plant and equipment	420.2	529.0
thereof, financial assets	384.0	465.9
Current assets	8.3	345.4
Total assets	812.9	1,340.8

Liabilities and equity	2022 in Mio. EUR	2023 in Mio. EUR
Equity capital	477.6	1,108.8
hereof, foundation capital	152.4	155.5
Provisions	2.0	3.1
Debt capital	333.2	228.9
Total liabilities and equity	812.9	1,340.8

Discrepancies in the sums are due to rounding.

FINANCES – FACTS & FIGURES 2023

The **financial statement** shows the origin and use of the funds according to individual, tax-discernible spheres.

	2022 million euros	2023 million euros
Project funding		
Revenues	0.7	0.9
Expenditures	- 53.9	- 44.5
	- 53.2	- 44.6
Asset management		
Revenues	97.4	731.8
Expenditures	- 21.9	- 56.1
	75.5	675.7
Business operations		
Revenues	0.21	0.18
Expenditures	- 0.11	- 0.08
	0.10	0.10
Annual results	22.4	631.1

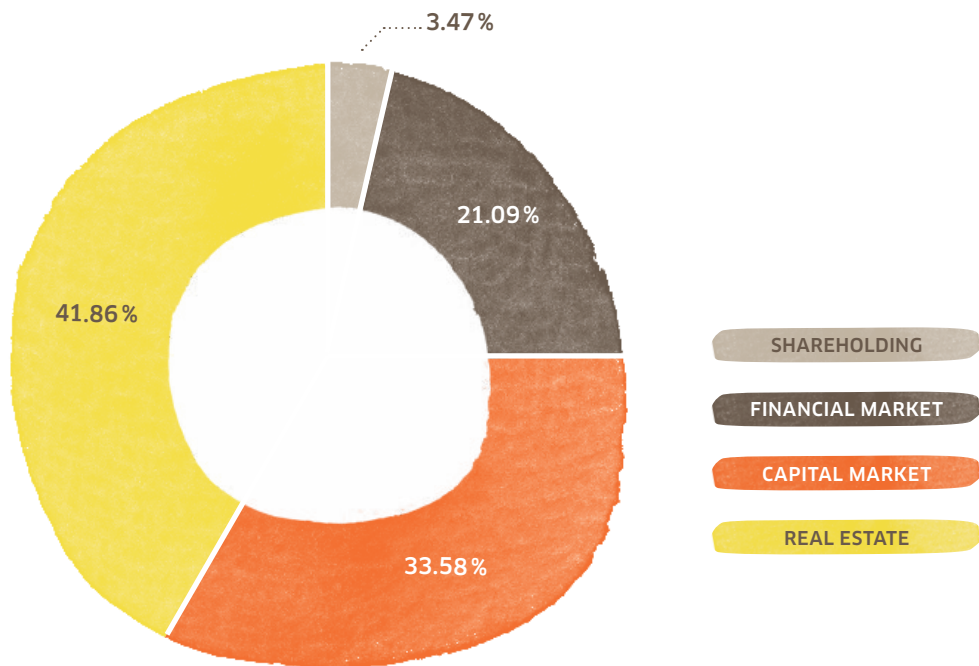
Discrepancies in the sums are due to rounding.

The **annual result** of **631.1 million euros** is strongly affected by the sale of the shares of the Software AG company and was calculated by offsetting the respective results from project support, asset management and business operations.

ASSET DISTRIBUTION AS OF 31.12.2023

With **almost 1.34 billion euros in assets**, SAGST is one of the largest foundations in Germany. Our investment philosophy is characterized by the principle of direct participation. Therefore, the **allocation of the foundation's assets** is focused on direct investments in companies, securities and real estate.

The asset management team has the task of preserving the assets of the foundation in real terms over the long term and of generating adequate income to fulfil the foundation goals. In addition, we aim to limit fluctuations in the assets, even within each business cycle. For diversification, the asset allocation is divided into **four investment classes**.



Following the sale of the stocks of the Software AG company, investments in companies now only account for 3.47% of the foundation's assets. At 41.86%, the most prominent asset class is now real estate, followed by securities investments in the form of two special market funds with equities and bonds, which, together with a federal loan, comprised 33.58 percent of the total allocation in 2023 and form the third investment category. SAGST makes so-called mission investments in this and all the other asset classes. These are investments in companies, real estate, equity and bonds with a close link to the foundation's purpose, which were reported as a separate segment in previous reports. In its place, the money market – at 21.09% – was added in 2023.

