# UNITED STATES
# SECURITIES AND EXCHANGE COMMISSION

**Washington, D.C. 20549**

# FORM 6-K

**Report of Foreign Private Issuer**
**Pursuant to Rule 13a-16 or 15d-16 of**
**the Securities Exchange Act of 1934**

**November 4, 2021**

**Commission File Number: 001-36622**

# PROQR THERAPEUTICS N.V.

**Zernikedreef 9**
**2333 CK Leiden**
**The Netherlands**
**Tel: +31 88 166 7000**
(Address, Including ZIP Code, and Telephone Number,
Including Area Code, of Registrant's Principal Executive Offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F ☒ Form 40-F ☐

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): ☐

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): ☐

Furnished as Exhibit 99.1 to this Report on Form 6-K are the unaudited financial statements of ProQR Therapeutics N.V. (the "Company") for the three- and nine-month periods ended September 30, 2021, and furnished as Exhibit 99.2 to this Report on Form 6-K is a press release of ProQR Therapeutics N.V. dated November 4, 2021, announcing the Company's results for the three- and nine-month periods ended September 30, 2021.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**PROQR THERAPEUTICS N.V.**

Date: November 4, 2021

By: /s/ Smital Shah
Smital Shah
Chief Financial Officer

**INDEX TO EXHIBITS**

| Number | Description |
|---|---|
| 99.1 | Unaudited financial statements of ProQR Therapeutics N.V. for the three- and nine-month periods ended September 30, 2021. |
| 99.2 | Press Release of ProQR Therapeutics N.V. dated November 4, 2021, announcing the Company's results for the three- and nine-month periods ended September 30, 2021. |

**Exhibit 99.1**

**PROQR THERAPEUTICS N.V.**
**Index to Unaudited Condensed Consolidated Financial Statements**

## PROQR THERAPEUTICS N.V.
## Unaudited Condensed Consolidated Statement of Financial Position

| | September 30, 2021 | December 31, 2020 |
|---|---|---|
| | *€ 1,000* | *€ 1,000* |
| **Assets** | | |
| **Current assets** | | |
| Cash and cash equivalents | 156,141 | 75,838 |
| Prepayments and other receivables | 20,407 | 3,762 |
| Social securities and other taxes | 511 | 421 |
| **Total current assets** | **177,059** | **80,021** |
| Property, plant and equipment | 17,559 | 18,601 |
| Investments in associates | 92 | 107 |
| Investments in financial assets | 621 | — |
| **Total assets** | **195,331** | **98,729** |
| **Equity and liabilities** | | |
| **Equity** | | |
| Equity attributable to owners of the Company | 128,606 | 57,091 |
| Non-controlling interests | (585) | (545) |
| **Total equity** | **128,021** | **56,546** |
| **Current liabilities** | | |
| Borrowings | 1,791 | 1,135 |
| Lease liabilities | 1,395 | 1,260 |
| Derivative financial instruments | 2,263 | 839 |
| Trade payables | 894 | 221 |
| Current income tax liability | — | — |
| Social securities and other taxes | 546 | 22 |
| Pension premiums | — | 6 |
| Deferred income | 19,987 | 700 |
| Other current liabilities | 7,812 | 6,118 |
| **Total current liabilities** | **34,688** | **10,301** |
| Borrowings | 17,513 | 16,189 |
| Lease liabilities | 15,109 | 15,693 |
| **Total liabilities** | **67,310** | **42,183** |
| **Total equity and liabilities** | **195,331** | **98,729** |

The notes are an integral part of these condensed consolidated financial statements.

**PROQR THERAPEUTICS N.V.**
**Unaudited Condensed Consolidated Statement of Profit or Loss and OCI**
(€ in thousands, except share and per share data)

| | Three month period ended September 30, | | Nine month period ended September 30, | |
|---|---|---|---|---|
| | **2021** | **2020** | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Revenue** | **872** | **—** | **1,115** | **—** |
| **Other income** | **286** | **251** | **838** | **9,188** |
| Research and development costs | (11,124) | (8,304) | (29,764) | (29,716) |
| General and administrative costs | (4,591) | (2,809) | (12,052) | (10,173) |
| **Total operating costs** | **(15,715)** | **(11,113)** | **(41,816)** | **(39,889)** |
| **Operating result** | **(14,557)** | **(10,862)** | **(39,863)** | **(30,701)** |
| Finance income and expense | 266 | (1,863) | (2,491) | (2,024) |
| Results related to associates | (132) | (84) | (239) | (270) |
| Gain on recognition of financial asset | — | — | 621 | — |
| Results related to financial liabilities measured at fair value through profit or loss | (611) | (305) | (1,373) | (305) |
| **Result before corporate income taxes** | **(15,034)** | **(13,114)** | **(43,345)** | **(33,300)** |
| Income taxes | (35) | (75) | (95) | (86) |
| **Result for the period** | **(15,069)** | **(13,189)** | **(43,440)** | **(33,386)** |
| Other comprehensive income (foreign exchange differences on foreign operation) | 206 | (255) | 461 | (134) |
| **Total comprehensive income** | **(14,863)** | **(13,444)** | **(42,979)** | **(33,520)** |
| **Result attributable to** | | | | |
| Owners of the Company | (15,047) | (13,181) | (43,400) | (33,348) |
| Non-controlling interests | (22) | (8) | (40) | (38) |
| | **(15,069)** | **(13,189)** | **(43,440)** | **(33,386)** |
| **Total comprehensive income attributable to** | | | | |
| Owners of the Company | (14,841) | (13,436) | (42,939) | (33,482) |
| Non-controlling interests | (22) | (8) | (40) | (38) |
| | **(14,863)** | **(13,444)** | **(42,979)** | **(33,520)** |
| **Share information** | | | | |
| Weighted average number of shares outstanding[1] | 68,263,034 | 50,143,262 | 61,804,367 | 50,017,990 |
| **Earnings per share attributable to owners of the Company (Euro per share)** | | | | |
| Basic loss per share[1] | (0.22) | (0.26) | (0.70) | (0.67) |
| Diluted loss per share[1] | (0.22) | (0.26) | (0.70) | (0.67) |

The notes are an integral part of these condensed consolidated financial statements.

1. For these periods the potential exercise of share options is not included in the diluted earnings per share as the Company was loss-making. Due to the anti-dilutive nature of the outstanding options, basic and diluted earnings per share are equal.

**PROQR THERAPEUTICS N.V.**
**Unaudited Condensed Consolidated Statement of Changes in Equity**

| | Attributable to owners of the Company | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Number of shares** | **Share Capital** | **Share Premium** | **Equity settled Employee Benefit Reserve** | **Option premium on convertible loan** | **Translation Reserve** | **Accumulated Deficit** | **Total** | **Non-controlling interests** | **Total Equity** |
| | | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Balance at January 1, 2020** | **53,975,838** | **2,159** | **287,214** | **16,551** | **—** | **151** | **(211,746)** | **94,329** | **(496)** | **93,833** |
| Result for the period | — | — | — | — | — | — | (33,348) | (33,348) | (38) | (33,386) |
| Other comprehensive income | — | — | — | — | — | (134) | — | (134) | — | (134) |
| Recognition of share-based payments | — | 2 | 283 | 6,218 | — | — | — | 6,503 | — | 6,503 |
| Issuance of ordinary shares | 100,902 | 2 | 270 | — | — | — | — | 272 | — | 272 |
| Treasury shares transferred | (299,615) | — | — | — | — | — | — | — | — | — |
| Recognition of equity component of convertible loan | — | — | — | — | 280 | — | — | 280 | — | 280 |
| Share options lapsed | — | — | — | (63) | — | — | 63 | — | — | — |
| Share options exercised | 299,615 | — | 724 | (466) | — | — | 466 | 724 | — | 724 |
| **Balance at September 30, 2020** | **54,076,740** | **2,163** | **288,491** | **22,240** | **280** | **17** | **(244,565)** | **68,626** | **(534)** | **68,092** |
| **Balance at January 1, 2021** | **54,131,553** | **2,165** | **288,757** | **23,825** | **280** | **(189)** | **(257,747)** | **57,091** | **(545)** | **56,546** |
| Result for the period | — | — | — | — | — | — | (43,400) | (43,400) | (40) | (43,440) |
| Other comprehensive income | — | — | — | — | — | 461 | — | 461 | — | 461 |
| Recognition of share-based payments | 112,657 | 5 | 382 | 4,435 | — | — | — | 4,822 | — | 4,822 |
| Issuance of ordinary shares | 20,498,451 | 820 | 107,657 | — | — | — | — | 108,477 | — | 108,477 |
| Treasury shares transferred | (217,933) | — | — | — | — | — | — | — | — | — |
| Share options lapsed | — | — | — | (391) | — | — | 391 | — | — | — |
| Share options exercised | 338,653 | 5 | 1,150 | (821) | — | — | 821 | 1,155 | — | 1,155 |
| **Balance at September 30, 2021** | **74,863,381** | **2,995** | **397,946** | **27,048** | **280** | **272** | **(299,935)** | **128,606** | **(585)** | **128,021** |

The notes are an integral part of these condensed consolidated financial statements

## PROQR THERAPEUTICS N.V.
## Unaudited Condensed Consolidated Statement of Cash Flows

| | Three month period ended September 30, | | Nine month period ended September 30, | |
|---|---|---|---|---|
| | **2021** | **2020** | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Cash flows from operating activities** | | | | |
| Net result | (15,069) | (13,189) | (43,440) | (33,386) |
| Adjustments for: | | | | |
| — Depreciation | 544 | 651 | 1,777 | 1,703 |
| — Share-based compensation | 1,716 | 1,676 | 4,435 | 6,348 |
| — Other income | — | — | — | (8,423) |
| — Financial income and expenses | (266) | 1,863 | 2,491 | 2,024 |
| — Results related to associates | 132 | 84 | 239 | 270 |
| — Gain on recognition of financial asset | — | — | (621) | — |
| — Results related to financial liabilities measured at fair value through profit or loss | 611 | 305 | 1,373 | 305 |
| — Net foreign exchange gain / (loss) | 206 | (255) | 461 | (134) |
| — Income tax expenses | 35 | 75 | 95 | 86 |
| Changes in working capital | 4,630 | (321) | 5,197 | (3,440) |
| *Cash used in operations* | *(7,461)* | *(9,111)* | *(27,993)* | *(34,647)* |
| Corporate income tax paid | (35) | (157) | (95) | (168) |
| Interest received | — | 27 | 5 | 118 |
| Interest paid | (561) | (569) | (1,714) | (607) |
| ***Net cash used in operating activities*** | ***(8,057)*** | ***(9,810)*** | ***(29,797)*** | ***(35,304)*** |
| **Cash flow from investing activities** | | | | |
| Purchases of property, plant and equipment | (175) | (264) | (259) | (806) |
| ***Net cash used in investing activities*** | ***(175)*** | ***(264)*** | ***(259)*** | ***(806)*** |
| **Cash flow from financing activities** | | | | |
| Proceeds from issuance of shares, net of transaction costs | 23,223 | — | 108,477 | — |
| Proceeds from exercise of share options | 402 | 12 | 1,155 | 724 |
| Proceeds from borrowings | 284 | — | 853 | 579 |
| Proceeds from convertible loans | — | 13,477 | — | 13,542 |
| Repayment of lease liability | (347) | (235) | (597) | (542) |
| ***Net cash generated by financing activities*** | ***23,562*** | ***13,254*** | ***109,888*** | ***14,303*** |
| **Net increase (decrease) in cash and cash equivalents** | **15,330** | **3,180** | **79,832** | **(21,807)** |
| Currency effect cash and cash equivalents | 1,369 | (1,474) | 471 | (1,296) |
| Cash and cash equivalents, at beginning of the period | 139,442 | 87,141 | 75,838 | 111,950 |
| **Cash and cash equivalents at the end of the period** | **156,141** | **88,847** | **156,141** | **88,847** |

The notes are an integral part of these condensed consolidated financial statements.

# PROQR THERAPEUTICS N.V.
## Notes to Unaudited Condensed Consolidated Financial Statements

### 1. General information

ProQR Therapeutics N.V., or “ProQR” or the “Company”, is a development stage company domiciled in the Netherlands that primarily focuses on the development and commercialization of novel therapeutic medicines.

Since September 18, 2014, the Company’s ordinary shares are listed on the NASDAQ Global Market under ticker symbol PRQR.

The Company was incorporated in the Netherlands, on February 21, 2012 and was reorganized from a private company with limited liability to a public company with limited liability on September 23, 2014. The Company has its statutory seat in Leiden, the Netherlands. The address of its headquarters and registered office is Zernikedreef 9, 2333 CK Leiden, the Netherlands.

ProQR Therapeutics N.V. is the ultimate parent company of the following entities:

- ProQR Therapeutics Holding B.V. (100%);
- ProQR Therapeutics I B.V. (100%);
- ProQR Therapeutics II B.V. (100%);
- ProQR Therapeutics III B.V. (100%);
- ProQR Therapeutics IV B.V. (100%);
- ProQR Therapeutics V B.V. (100%);
- ProQR Therapeutics VI B.V. (100%);
- ProQR Therapeutics VII B.V. (100%);
- ProQR Therapeutics VIII B.V. (100%);
- ProQR Therapeutics IX B.V. (100%);
- ProQR Therapeutics I Inc. (100%);
- Amylon Therapeutics B.V. (80%);
- Amylon Therapeutics Inc. (80%);

ProQR Therapeutics N.V. is also statutory director of Stichting Bewaarneming Aandelen ProQR (“ESOP Foundation”) and has full control over this entity. The Company holds an 8% minority shareholding in Yarrow Biotechnology, Inc.

As used in these condensed consolidated financial statements, unless the context indicates otherwise, all references to “ProQR” or the “Company” refer to ProQR Therapeutics N.V. including its subsidiaries and the ESOP Foundation.

### 2. Significant Accounting Policies

These condensed consolidated financial statements have been prepared in accordance with the recognition and measurement criteria of IFRS. Certain disclosures required by IAS 34 *Interim Financial Statements* have been condensed or omitted. Accordingly, these condensed consolidated financial statements should be read in conjunction with the Company’s annual financial statements for the year ended December 31, 2020. In the opinion of management, all events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period are disclosed in these condensed consolidated financial statements.

Revenue is recognized in accordance with the recognition and measurement criteria of IFRS 15 *Revenue from contracts with customers.*

The Company's financial results have varied substantially, and are expected to continue to vary, from period to period. The Company believes that its ordinary activities are not linked to any particular seasonal factors.
The Company operates in one reportable segment, which comprises the discovery and development of innovative, RNA based therapeutics.

**3. Adoption of new and revised International Financial Reporting Standards**

The accounting policies adopted in the preparation of the condensed consolidated financial statements are consistent with those applied in the preparation of the Company's annual financial statements for the year ended December 31, 2020.

New Standards and Interpretations, which became effective as of January 1, 2021, did not have a material impact on our condensed consolidated financial statements.

**4. Critical Accounting Estimates and Judgments**

In the application of the Company's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

*Research and development expenditures*

Research expenditures are currently not capitalized but are reflected in the income statement because the criteria for capitalization are not met. At each balance sheet date, the Company estimates the level of service performed by the vendors and the associated costs incurred for the services performed.

Although we do not expect the estimates to be materially different from amounts actually incurred, the understanding of the status and timing of services performed relative to the actual status and timing of services performed may vary and could result in reporting amounts that are too high or too low in any particular period.

*Convertible debt*

The terms of our convertible debt agreements are evaluated to determine whether the convertible debt instruments contain both liability and equity components, in which case the instrument is a compound financial instrument. Convertible debt agreements are also evaluated to determine whether they contain embedded derivatives, in which case the instrument is a hybrid financial instrument. Judgement is required to determine the classification of such financial instruments based on the terms and conditions of the convertible debt agreements, the currencies in which the debt instruments are denominated and the Company's functional currency.

Estimation methods are used to determine the fair values of the liability and equity components of compound financial instruments and to determine the fair value of embedded derivatives included in hybrid financial instruments. The determination of the effective interest used for the host contracts of hybrid financial instruments and the liability

components of compound financial instruments is dependent on the outcome of such estimations. Evaluating the reasonableness of these estimations and the assumptions and inputs used in the valuation methods requires a significant amount of judgement and is therefore subject to an inherent risk of error.

**5. Cash and Cash Equivalents**

At September 30, 2021, the Company's cash and cash equivalents were € 156,141,000 as compared to € 75,838,000 at December 31, 2020. The cash balances are held at banks with investment grade credit ratings. The cash at banks is at full disposal of the Company.

**6. Property, plant and equipment**

At September 30, 2021 and December 31, 2020, property plant and equipment consisted of buildings and leasehold improvements, laboratory equipment and other assets. Buildings and leasehold improvements include a right-of-use asset relating to the lease of our Leiden office and laboratory space, with a carrying amount of € 15,978,000 at September 30, 2021 (December 31, 2020: € 16,775,000).

**7. Current liabilities**

At September 30, 2021 and December 31, 2020, the other current liabilities consisted principally of accruals for services provided by vendors not yet billed, payroll related accruals and other miscellaneous liabilities.

**8. Borrowings**

| | **September 30, 2021** | **December 31, 2020** |
|---|---|---|
| | *€ 1,000* | *€ 1,000* |
| Innovation credit | 3,623 | 2,770 |
| Accrued interest on innovation credit | 548 | 307 |
| Convertible notes | 14,564 | 13,812 |
| Accrued interest on convertible notes | 569 | 435 |
| **Total borrowings** | **19,304** | **17,324** |
| Current portion | (1,791) | (1,135) |
| | **17,513** | **16,189** |

On December 10, 2018 ProQR was awarded an Innovation credit for the sepofarsen program for LCA 10. Amounts will be drawn under this facility from 2018 through 2022. The total credit of € 4.7 million will be used to conduct the Phase 2/3 clinical study for sepofarsen and to finance efforts to obtain regulatory and ethical market approval (NDA/MAA). The credit, including accrued interest of 10% per annum, is repayable depending on ProQR obtaining market approval for sepofarsen. An amount of € 3.6 million had been received as at September 30, 2021. Accumulated interest amounted to € 0.5 million as at September, 2021. The assets that are co-financed with the granted innovation credit are subject to a right of pledge for the benefit of RVO.

*Convertible loans*

On July 14, 2020, the Company entered into a convertible debt financing agreement with Pontifax Medison Debt Financing. Under the agreement, up to $ 20 million in convertible debt financing is available to the Company in two tranches of $ 10 million each that will mature over a 54 month period and have an interest-only period of 24 months. One tranche of $ 10 million had been drawn down as of September 30, 2021.

A second close of the convertible debt financing agreement was completed on August 6, 2020 with Kreos Capital. Under the second agreement, up to € 10 million in convertible debt financing is available to the Company in two tranches of € 5 million each that will mature over a 54 month period and have an interest-only period of 24 months. One tranche of € 5 million had been drawn down as of September 30, 2021.

Pontifax and/or Kreos may elect to convert the outstanding loans into ProQR ordinary shares at any time prior to repayment at a fixed conversion price. ProQR also has the ability to convert the loans into its ordinary shares, at the same conversion price, if the Company's stock price reaches a pre-determined threshold. In connection with the loan agreement, the Company issued to Pontifax and Kreos warrants to purchase up to an aggregate of 302,676 shares of its common stock at a fixed exercise price.

Pontifax' conversion option and warrants are accounted for as embedded derivatives and are recognized separately from the host contract as financial liabilities at fair value through profit or loss. The host contract is recognized at amortized cost.

The Kreos loan is accounted for as a compound financial instrument. The liability component is recognized at amortized cost. The equity component is initially recognized at fair value as option premium on convertible loan and will not be subsequently remeasured. Kreos' warrants are accounted for as embedded derivatives and are recognized as financial liabilities at fair value through profit or loss.

Convertible loans were issued to Amylon Therapeutics B.V. and are interest-bearing at an average rate of 8% per annum. They are convertible into a variable number of ordinary shares within 36 months at the option of the holder or the Company in case financing criteria are met. Any unconverted loans become payable on demand after 24 – 36 months in equal quarterly terms.

**9. Lease liabilities**

At September 30, 2021 and December 31, 2020, lease liabilities primarily consisted of the Company's lease of office and laboratory facilities at Zernikedreef in Leiden, the Netherlands.

The lease agreement for our Leiden headquarters, where our main offices and laboratories are located, was put in place on July 1, 2020 and the current lease term is 11 years. The lease agreement may be further extended for subsequent 5 year terms. The carrying amount of the right-of-use asset is disclosed in note 6 Property, plant & equipment.

**10. Shareholders' equity**

The authorized share capital of the Company amounting to € 13,600,000 consists of 170,000,000 ordinary shares and 170,000,000 preference shares with a par value of € 0.04 per share. At September 30, 2021, 74,863,381 ordinary shares were issued and fully paid in cash, of which 3,708,810 were held by the Company as treasury shares (December 31, 2020: 3,926,743).

On November 7, 2018, the Company filed a shelf registration statement, which permitted the offering, issuance and sale by the Company of up to a maximum aggregate offering price of $ 300,000,000 of its ordinary shares, warrants and/or units.

On March 31, 2020, the Company entered into a sales agreement, which permitted the offering, issuance and sale by the Company of up to a maximum aggregate offering price of $ 75,000,000 of its ordinary shares that may be issued and sold

in one or more at-the-market offerings with Citigroup Global Markets, Inc. and Cantor Fitzgerald & Co. In 2020, no shares were issued pursuant to this ATM facility.

In January 2021, the Company issued 585,398 ordinary shares under our sales agreement for at-the-market offerings with Citigroup Global Markets Inc. and Cantor Fitzgerald & Co. The gross proceeds from this sale amounted to € 2,767,000, with transaction costs amounting to € 114,000, resulting in net proceeds of € 2,653,000.

In April 2021, the Company consummated an underwritten public offering of 15,923,077 ordinary shares at an issue price of $ 6.50 per share. The gross proceeds from this offering amounted to € 88,115,000 while the transaction costs amounted to € 5,499,000, resulting in net proceeds of € 82,616,000.

In September 2021, the Company issued 3,989,976 shares to Eli Lilly and Company (‘Lilly”) pursuant to the global licensing and research collaboration between the Company and Lilly, resulting in net proceeds of € 23,223,000.

*Translation reserve*

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations.

*Share options*

The Company operates an equity-settled share-based compensation plan, which was introduced in 2013. Options may be granted to employees, members of the Supervisory Board, members of the Management Board and consultants. The compensation expenses included in operating costs for this plan in the nine month period ended September 30, 2021 were € 4,435,000 (nine month period ended September 30, 2020: € 6,218,000), of which € 2,580,000 (nine month period ended September 30, 2020: € 3,331,000) was recorded in general and administrative costs and € 1,855,000 (nine month period ended September 30, 2020: € 2,887,000) was recorded in research and development costs.

**11. Revenue**

In September 2021, the Company entered into a global licensing and research collaboration with Eli Lilly and Company (‘Lilly’) focused on the discovery, development, and commercialization of potential new medicines for genetic disorders in the liver and nervous system. ProQR and Lilly will use ProQR’s proprietary Axiomer® RNA editing platform to progress new drug targets toward clinical development and commercialization.

Under the terms of the agreement, ProQR is eligible to receive upfront and milestone payments, and royalties on the net sales of any resulting products. Deferred revenue resulting from this transaction amounts to € 19,209,000 as of September 30, 2021. This amount includes the up-front payment (€ 17,272,000) and the premium paid by Lilly on the share issue described in note 10 (€ 2,098,000) and is partly off-set by the revenue recognized in the three-month period ended September 30, 2021 (€ 161,000). The up-front payment of € 17,272,000 is recognized under prepayments and other receivables.

In May 2021, the Company entered into an exclusive worldwide license and discovery collaboration for an undisclosed target with Yarrow Biotechnology, Inc. (“Yarrow”). Under the terms of the agreement, ProQR is eligible to receive upfront and milestone payments, and royalties on the net sales of any resulting products. ProQR also received 8% of the shares of Yarrow’s common stock.

| | Nine month period ended September 30, | |
|---|---|---|
| | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* |
| Eli Lilly collaboration revenue | 161 | — |
| Yarrow collaboration revenue | 954 | — |
| | **1,115** | **—** |

**12. Other income**

| | Nine month period ended September 30, | |
|---|---|---|
| | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* |
| Grant income | 808 | 9,081 |
| Other income | 30 | 107 |
| | **838** | **9,188** |

On February 9, 2018, the Company entered into a partnership agreement with Foundation Fighting Blindness (FFB), under which FFB has agreed to provide funding of $7.5 million for the pre-clinical and clinical development of QR-421a for Usher syndrome type 2A targeting mutations in exon 13.

In June 2020 ProQR received a final waiver of the full amount of the Innovation credit for the Company's cystic fibrosis program. Consequently, the carrying amount of €8.4 million, including accumulated interest, was recognized in Other Income in June 2020.

Grants are recognized in other income in the same period in which the related R&D costs are recognized.

**13. Research and development costs**

Research and development costs amount to € 29,764,000 for the nine month period ended September 30, 2021 (nine month period ended September 30, 2020: € 29,716,000) and are comprised of allocated employee costs including share-based payments, the costs of materials and laboratory consumables, outsourced activities, license and intellectual property costs and other allocated costs.

**14. General and administrative costs**

General and administrative costs amount to € 12,052,000 for the nine month period ended September 30, 2021 (nine month period ended September 30, 2020: € 10,173,000).

**15. Results related to associates**

In January 2021, ProQR's associate company Wings Therapeutics Inc. merged into Phoenicis Therapeutics Inc. Consequently, Wings Therapeutics Inc. ceased to exist and the related investment was derecognized. ProQR does not

have significant influence in Phoenicis Therapeutics Inc. Our interest in Phoenicis is recognized as a financial asset, as disclosed in note 16.

As disclosed in note 11, in May 2021, the Company obtained an 8% share in the common stock of Yarrow Biotechnology, Inc. Although ProQR only owns 8% of Yarrow's shares, the Company has significant influence over Yarrow by virtue of its right to appoint one of Yarrow's three board members, as well as its participation in Yarrow's policy-making process, amongst other factors. As such, our interest in Yarrow amounting to € 92,000 at September 30, 2021 is recognized as an investment in associate.

The results related to associates for the nine month period ended September 30, 2021 amounting to € 239,000 consist of a loss on derecognition of Wings Therapeutics Inc. of € 107,000 and ProQR's share in the loss of Yarrow, amounting to € 132,000. The results related to associates for the nine month period ended September 30, 2020 amount to a loss of € 270,000 and consist of our share of the net losses of Wings Therapeutics Inc.

**16. Gain on recognition of financial asset**

In January 2021, Wings Therapeutics Inc. merged into Phoenicis Therapeutics Inc. by means of a non-cash transaction. ProQR holds a 3.9% interest in Phoenicis Therapeutics Inc.

The gain on recognition of financial asset for the nine month period ended September 30, 2021 of € 621,000 relates to the gain realized on our investment in the equity instruments of Phoenicis Therapeutics Inc. The Company elected to recognize subsequent changes in the fair value of our investment in Phoenicis in Other Comprehensive Income. There have been no changes in the fair value of our investment in Phoenicis since the initial recognition.

**17. Income taxes**

The current income tax liability amounts to € nil at September 30, 2021 (December 31, 2020: € nil). No significant temporary differences exist between accounting and tax results. Realization of deferred tax assets is dependent on future earnings, if any, the timing and amount of which are uncertain. Accordingly, the Company has not yet recognized any deferred tax asset related to operating losses.

On October 5, 2020, the Dutch State Secretary for Finance submitted an amendment to the Tax Plan 2021 to the House of Representatives, which provides for changes in the loss offset rules. On May 28, 2021, the amendment was substantively enacted. Effective from January 1, 2022, losses may be carried forward indefinitely. However, the offset of losses will be limited in a given year against the first € 1 million of taxable profit. For taxable profit in excess of this amount, losses may only be offset up to 50% of this excess.

**18. Events after balance sheet date**

No significant events occurred after the balance sheet date.

# ProQR Announces third Quarter 2021 Operating and Financial Results

- Top-line data from pivotal Phase 2/3 *Illuminate* trial of sepofarsen for CEP290-mediated LCA10 anticipated late Q1/early Q2 2022
- Five-target collaboration with Lilly highlights significant potential of ProQR's Axiomer® RNA base-editing platform and strengthens financial position with $50 million in upfront and equity and up to $1.25 billion in milestones
- QR-421a Phase 2/3 *Sirius* and *Celeste* trials in Usher syndrome and retinitis pigmentosa on track to start by year end 2021
- Company to host an "Analyst Event" on November 18, 2021 to highlight clinical stage pipeline programs and Axiomer® RNA editing platform

LEIDEN, Netherlands & CAMBRIDGE, Mass., November 4, 2021 -- ProQR Therapeutics N.V. (Nasdaq: PRQR) (the "Company"), a company dedicated to changing lives through the creation of transformative RNA therapies for genetic eye diseases, today reported its financial and operating results for the third quarter ended September 30, 2021, and provided a business update.

"In the third quarter we made significant progress across our pipeline and platform to develop medicines for patients in need. We continue to be on track for the readout of the sepofarsen *Illuminate* trial in the first half of next year and are narrowing our guidance for this to a late Q1/early Q2 timeframe. Other significant milestones achieved in Q3, include the partnership we entered into with Lilly around our Axiomer RNA base-editing platform and the appointment of Theresa Heggie as our Chief Commercial Officer," said Daniel A. de Boer, Founder and CEO of ProQR. "Theresa is a seasoned leader with deep rare disease experience, including the launch of multiple products. Her expertise further strengthens our team and supports our commitment to bringing our pipeline of therapies to patients with genetic eye diseases."

De Boer continued, "More broadly, our pipeline programs are progressing as anticipated. We expect to start two Phase 2/3 trials of QR-421a in Usher syndrome and nsRP before the end of the year. In Q4 we will share an update from our QR-1123 program in adRP and our QR-504a *Fuchs Focus* trial is open for enrollment, representing our first corneal program."

## Business Operations and Program Updates

**Sepofarsen** for CEP290-mediated Leber congenital amaurosis 10 (LCA10):

- The Company expects to report top-line results from the Phase 2/3 *Illuminate* trial in late Q1/early Q2 2022. The Illuminate trial completed enrollment in January 2021 following randomization of 36 patients aged 8 years or older to receive either sepofarsen at the target registration dose, a low dose, or sham treatment. The primary endpoint for *Illuminate* is mean change from baseline in best-corrected visual acuity (BCVA) at Month 12.
- Enrollment is ongoing in the Phase 2/3 *Brighten* trial of sepofarsen in LCA10. The primary objective of this study is to evaluate safety and tolerability of sepofarsen in patients under 8 years of age.
- The Company will share updated data from the Phase 1/2 *InSight* extension study later this month at the Analyst Event scheduled for November 18.

**QR-421a** for Usher syndrome and non-syndromic retinitis pigmentosa (nsRP):

- Based on the findings from the Phase 1/2 *Stellar* trial, the Company is advancing QR-421a into two pivotal Phase 2/3 trials – *Sirius* in advanced patients, and *Celeste* in early-moderate patients – by year end. Each trial could potentially serve as the sole registration trial.
- The Company has begun enrolling eligible patients from the Phase 1/2 *Stellar* trial in the open-label extension study *Helia*, which will include multiple dose treatments for both eyes.
- In September, **findings from the Phase 1/2 Stellar trial were presented** in an oral presentation at the European Society of Retina Specialists (EURETINA) virtual congress.

Earlier stage clinical pipeline:

- The Company anticipates sharing initial findings from the Phase 1 *Aurora* trial of QR-1123 for autosomal dominant retinitis pigmentosa (adRP) in Q4. *Aurora* is a first-in-human clinical study, designed to evaluate safety and tolerability. The Company will be looking for evidence of target engagement and/or disease modification to inform the next steps in development.
- The *Fuchs Focus* study of **QR-504a** for Fuchs Endothelial Corneal Dystrophy (FECD) is currently open for enrollment. This study is evaluating safety, tolerability, and molecular biomarker(s), i.e., target engagement, in the corneal endothelium following a single intravitreal injection of QR-504a in patients with FECD who are scheduled for corneal transplant with concurrent lens replacement.

Business updates:

- In September, **Eli Lilly and Company (Lilly) and ProQR entered into a licensing and research collaboration** related to ProQR's proprietary Axiomer RNA base-editing platform.

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Under the terms of the agreement, ProQR will receive $50 million consisting of an upfront payment of $20 million, as well as an equity investment in its ordinary shares of $30 million. ProQR is eligible to receive up to approximately $1.25 billion in milestones, plus royalties.

- In October, **Theresa Heggie was appointed Chief Commercial Officer** (CCO). As CCO, Ms. Heggie is responsible for overseeing the Company's commercial strategy and global commercial operations. She brings extensive global rare disease commercialization experience having previously served in senior commercial and operating roles at both Alnylam Pharmaceuticals and Shire.

Upcoming Analyst Event:

- ProQR will host an Analyst Event for the investment community via webcast on Thursday, November 18, from 12-2pm ET. ProQR leadership will highlight key advancements from its clinical-stage pipeline, including data from the Phase 1/2 *Insight* extension study of sepofarsen. The Company will also highlight the sepofarsen program more broadly, recapping data from the program to date, sharing the perspective of a patient from the Phase 1/2 trial, and reviewing the Phase 2/3 *Illuminate* trial design and assumptions. The QR-421a, QR-1123, QR-504a, and RNA editing programs will also be featured. The live and archived webcast will be accessible through this **webcast link**, or through the **Events page** of the Company's website.

## Financial Highlights

At September 30, 2021, ProQR held cash and cash equivalents of €156.1 million, compared to €75.8 million at December 31, 2020. Net cash used in operating activities during the three-month period ended September 30, 2021 was €8.1 million, compared to €9.8 million for the same period last year. After September 30, 2021, ProQR received an upfront payment of $20 million from Lilly related to the Axiomer licensing and research collaboration.

Research and development costs were €11.1 million for the quarter ended September 30, 2021, compared to €8.3 million for the same period last year.

General and administrative costs were €4.6 million for the quarter ended September 30, 2021 compared to €2.8 million for the same period last year.

Net loss for the three-month period ended September 30, 2021 was €15.1 million or €0.22 per share, compared to a €13.2 million loss or €0.26 per share for the same period last year.

For further financial information for the period ended September 30, 2021, please refer to the financial statements appearing at the end of this release.

## About Leber Congenital Amaurosis 10 (LCA10)

Leber congenital amaurosis (LCA) is the most common cause of blindness due to genetic disease in children. It consists of a group of diseases of which LCA10 is the most frequent and one of the most severe forms. LCA10 is caused by mutations in the CEP290 gene, of which the p.Cys998X mutation has the highest prevalence. LCA10 leads to early loss of vision causing most people to lose their sight in the first few years of life. To date, there are no treatments approved that treat the underlying cause of the disease. Approximately 2,000 people in the Western world have LCA10 because of this mutation.

## About Sepofarsen

Sepofarsen (QR-110) is being evaluated in the pivotal Phase 2/3 Illuminate trial and is a first-in-class investigational RNA therapy designed to address the underlying cause of Leber congenital amaurosis 10 due to the p.Cys998X mutation (also known as the c.2991+1655A>G mutation) in the CEP290 gene. The p.Cys998X mutation leads to aberrant splicing of the mRNA and non-functional CEP290 protein. Sepofarsen is designed to enable normal splicing, resulting in restoration of normal (wild type) CEP290 mRNA and subsequent production of functional CEP290 protein. Sepofarsen is intended to be administered through intravitreal injections in the eye and has been granted orphan drug designation in the United States and the European Union and received fast-track designation and rare pediatric disease designation from the FDA as well as access to the PRIME scheme by the EMA.

## About Usher Syndrome Type 2 and Non-Syndromic Retinitis Pigmentosa

Usher syndrome is the leading cause of combined deafness and blindness. People with Usher syndrome type 2a are usually born with hearing loss and start to have progressive vision loss during adulthood. The vision loss can also occur without hearing loss in a disease called non-syndromic retinitis pigmentosa. Usher syndrome type 2a and non-syndromic retinitis pigmentosa can be caused by mutations in the USH2A gene. To date, there are no pharmaceutical treatments approved or in clinical development that treat the vision loss associated with mutations in USH2A.

## About QR-421a

QR-421a is a first-in-class investigational RNA therapy designed to address the underlying cause of vision loss in Usher syndrome type 2a and non-syndromic retinitis pigmentosa due to mutations in exon 13 of the USH2A gene. QR-421a is designed to restore functional usherin protein by using an exon skipping approach with the aim to stop or reverse vision loss in patients. QR-421a is intended to be administered through intravitreal injections in the eye and

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has been granted orphan drug designation in the US and the European Union and received fast-track and rare pediatric disease designations from the FDA.

## About Autosomal Dominant Retinitis Pigmentosa (adRP)

Autosomal dominant retinitis pigmentosa, or adRP, is a severe and rare genetic disease that causes progressive problems in night vision during childhood, leading to visual field loss and frequently resulting in blindness in mid adulthood. In the United States, the most prevalent mutation associated with adRP is the P23H point mutation (also known as the c.68C>A mutation) in the rhodopsin (RHO) gene and affects approximately 2,500 people. This mutation causes misfolding of the rhodopsin protein that becomes toxic to the photoreceptor cells and at the same time diminishes the function of the wild type allele. Over time this results in cell death and progressive vision loss. There are currently no therapies approved or in clinical development for P23H adRP. A natural history study in patients with P23H adRP has been conducted.

## About QR-1123

QR-1123 is being evaluated in the Phase 1/2 Aurora trial and is a first-in-class investigational RNA therapy designed to treat adRP due to the P23H mutation in the RHO gene. QR-1123 was discovered and developed by Ionis Pharmaceuticals using Ionis' proprietary antisense technology. The therapy aims to inhibit the formation of the mutated toxic version of the rhodopsin protein by specifically binding the mutated RHO mRNA. Binding of QR-1123 causes allele specific knockdown of the mutant mRNA by a mechanism called RNase H mediated cleavage without affecting the normal RHO mRNA. QR-1123 is intended to be administered through intravitreal injections in the eye. QR-1123 has been granted Orphan Drug designation in the United States and received Fast Track designation from the FDA.

## About Fuchs Endothelial Corneal Dystrophy (FECD)

Fuchs endothelial corneal dystrophy (FECD) type 3 is a common genetic disease that leads to progressive degeneration of the corneal endothelium resulting in corneal edema, scarring and vision loss. Blisters on the cornea are a major cause of pain in patients with advanced FECD. Currently there are no treatment options available to stop or slow down FECD and disease management is aimed to reduce symptoms. The only effective therapy for late-stage FECD is corneal transplantation. The availability of donors, risk of rejection, and the inherent risk of such surgeries are some of the limitations of this option. FECD is a common disorder affecting more than 4% of people over the age of 40 in the United States, with similar numbers reported for other parts of the World. Trinucleotide repeat (TNR) expansion mutations in the TCF4 gene are a

common cause of FECD. In people of European descent, around 75% of FECD patients have TNR expansions in TCF4.

## About QR-504a

QR-504a is a first-in-class investigational RNA therapy designed to address the underlying cause of Fuchs endothelial corneal dystrophy (FECD) due to trinucleotide repeat (TNR) expansion mutations in the TCF4 gene. The TNR expansions cause the TCF4 RNA to aggregate in the corneal endothelial cells forming the characteristic nuclear RNA foci and eventually resulting in FECD. QR-504a is designed to target the TNRs in the TCF4 RNA. The aim is to reduce aggregation and the formation of RNA foci to prevent or stop corneal degeneration in patients with FECD. QR-504a is intended to be administered through intravitreal injections in the eye.

## About Axiomer and Trident

ProQR is pioneering a next-generation RNA technology called Axiomer®, which could potentially yield a new class of medicines for genetic diseases. Axiomer “Editing Oligonucleotides”, or EONs, mediate single nucleotide changes to RNA in a highly specific and targeted way using molecular machinery that is present in human cells. The Axiomer® EONs are designed to recruit an endogenously expressed RNA editing system called ADAR, which can direct the change of an Adenosine (A) to an Inosine (I) in the RNA – an Inosine is translated as a Guanosine (G).

Our TRIDENT™ RNA pseudouridylation platform enables the suppression of nonsense mutations and premature stop codons (PTC) that cause human genetic diseases. Since all premature stop codons contain uridine, pseudouridylation of that uridine converts those nonsense codons into sense codons. TRIDENT technology harnesses endogenously expressed pseudouridylation machinery to guide RNAs to inhibit nonsense mRNA-mediated decay (NMD) in a sequence-specific manner and promote PTC readthrough. The TRIDENT technology has the potential to be applied in approximately 11% of all genetic mutations.

## About ProQR

ProQR Therapeutics is dedicated to changing lives through the creation of transformative RNA therapies for the treatment of severe genetic rare diseases such as Leber congenital amaurosis 10, Usher syndrome and retinitis pigmentosa. Based on our unique proprietary RNA repair platform technologies we are growing our pipeline with patients and loved ones in mind.

## Learn more about ProQR at www.proqr.com.

## FORWARD-LOOKING STATEMENTS

This press release contains forward-looking statements. All statements other than statements of historical fact are forward-looking statements, which are often indicated by terms such as "anticipate," "believe," "could," "estimate," "expect," "goal," "intend," "look forward to", "may," "plan," "potential," "predict," "project," "should," "will," "would" and similar expressions. Such forward-looking statements include, but are not limited to, statements regarding sepofarsen (QR-110) and the clinical development and the therapeutic potential thereof, statements regarding QR-421a and the clinical development and the therapeutic potential thereof, statements regarding QR-1123 and the clinical development and therapeutic potential thereof, statements regarding the QR-504a and the clinical development and therapeutic potential thereof, statements regarding our pipeline of programs targeting inherited retinal dystrophies, including timing of commencing clinical trials and enrollment of patients therein, our other programs and business operations (including Axiomer and Trident), the expected impact of the COVID-19 on our business operations, including our research and development plans and timelines and the supply chain for our clinical and development programs, statements regarding the collaboration with Lilly and the intended benefits thereof, including the upfront payment, equity investment, and milestone and royalty payments from commercial product sales, if any, from the products covered by the collaboration, statements regarding information in the upcoming analyst event and our financial position and cash runway. Forward-looking statements are based on management's beliefs and assumptions and on information available to management only as of the date of this press release. Our actual results could differ materially from those anticipated in these forward-looking statements for many reasons, including, without limitation, the risks, uncertainties and other factors in our filings made with the Securities and Exchange Commission, including certain sections of our annual report filed on Form 20-F. These risks and uncertainties include, among others, the cost, timing and results of preclinical studies and clinical trials and other development activities by us and our collaborative partners whose operations and activities may be slowed or halted by the COVID-19 pandemic; the likelihood of our clinical programs being executed on timelines provided and reliance on our contract research organizations and predictability of timely enrollment of subjects and patients to advance our clinical trials and maintain their own operations; our reliance on contract manufacturers to supply materials for research and development and the risk of supply interruption from a contract manufacturer; the potential for future data to alter initial and preliminary results of early-stage clinical trials; the unpredictability of the duration and results of the regulatory review of applications or clearances that are necessary to initiate and continue to advance and progress our clinical programs; the ability to secure, maintain and realize the intended benefits of collaborations with partners; the possible impairment of, inability to obtain, and costs to obtain intellectual property rights; possible safety or efficacy concerns that could emerge as new data are generated in research and development; our ability to maintain and

service our loan facility with Pontifax and Kreos; general business, operational, financial and accounting risks; and risks related to litigation and disputes with third parties. Given these risks, uncertainties and other factors, you should not place undue reliance on these forward-looking statements, and we assume no obligation to update these forward-looking statements, even if new information becomes available in the future, except as required by law.

## Cautionary Note on Future Updates

The statements contained in this press release reflect our current views with respect to future events, which may change significantly as the global consequences of the COVID-19 pandemic rapidly develop. Accordingly, we do not undertake and specifically disclaim any obligation to update any forward-looking statements.

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# Financial Tables

## PROQR THERAPEUTICS N.V.

## Unaudited Condensed Consolidated Statement of Financial Position

| | September 30, 2021 | December 31, 2020 |
|---|---|---|
| | *€ 1,000* | *€ 1,000* |
| **Assets** | | |
| **Current assets** | | |
| Cash and cash equivalents | 156,141 | 75,838 |
| Prepayments and other receivables | 20,407 | 3,762 |
| Social securities and other taxes | 511 | 421 |
| **Total current assets** | **177,059** | **80,021** |
| Property, plant and equipment | 17,559 | 18,601 |
| Investments in associates | 92 | 107 |
| Investments in financial assets | 621 | — |
| **Total assets** | **195,331** | **98,729** |
| **Equity and liabilities** | | |
| **Equity** | | |
| Equity attributable to owners of the Company | 128,606 | 57,091 |
| Non-controlling interests | (585) | (545) |
| **Total equity** | **128,021** | **56,546** |
| **Current liabilities** | | |
| Borrowings | 1,791 | 1,135 |
| Lease liabilities | 1,395 | 1,260 |
| Derivative financial instruments | 2,263 | 839 |
| Trade payables | 894 | 221 |
| Current income tax liability | — | — |
| Social securities and other taxes | 546 | 22 |
| Pension premiums | — | 6 |
| Deferred income | 19,987 | 700 |
| Other current liabilities | 7,812 | 6,118 |
| **Total current liabilities** | **34,688** | **10,301** |
| Borrowings | 17,513 | 16,189 |
| Lease liabilities | 15,109 | 15,693 |
| **Total liabilities** | **67,310** | **42,183** |
| **Total equity and liabilities** | **195,331** | **98,729** |

**PROQR THERAPEUTICS N.V.**

**Unaudited Condensed Consolidated Statement of Profit or Loss and OCI**

(€ in thousands, except share and per share data)

| | Three month period ended September 30, | | Nine month period ended September 30, | |
|---|---|---|---|---|
| | **2021** | **2020** | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Revenue** | **872** | **—** | **1,115** | **—** |
| **Other income** | **286** | **251** | **838** | **9,188** |
| Research and development costs | (11,124) | (8,304) | (29,764) | (29,716) |
| General and administrative costs | (4,591) | (2,809) | (12,052) | (10,173) |
| **Total operating costs** | **(15,715)** | **(11,113)** | **(41,816)** | **(39,889)** |
| **Operating result** | **(14,557)** | **(10,862)** | **(39,863)** | **(30,701)** |
| Finance income and expense | 266 | (1,863) | (2,491) | (2,024) |
| Results related to associates | (132) | (84) | (239) | (270) |
| Gain on recognition of financial asset | — | — | 621 | — |
| Results related to financial liabilities measured at FVTPL | (611) | (305) | (1,373) | (305) |
| **Result before corporate income taxes** | **(15,034)** | **(13,114)** | **(43,345)** | **(33,300)** |
| Income taxes | (35) | (75) | (95) | (86) |
| **Result for the period** | **(15,069)** | **(13,189)** | **(43,440)** | **(33,386)** |
| Other comprehensive income (foreign exchange differences on foreign operation) | 206 | (255) | 461 | (134) |
| **Total comprehensive income** | **(14,863)** | **(13,444)** | **(42,979)** | **(33,520)** |
| **Result attributable to** | | | | |
| Owners of the Company | (15,047) | (13,181) | (43,400) | (33,348) |
| Non-controlling interests | (22) | (8) | (40) | (38) |
| | **(15,069)** | **(13,189)** | **(43,440)** | **(33,386)** |
| **Total comprehensive income attributable to** | | | | |
| Owners of the Company | (14,841) | (13,436) | (42,939) | (33,482) |
| Non-controlling interests | (22) | (8) | (40) | (38) |
| | **(14,863)** | **(13,444)** | **(42,979)** | **(33,520)** |
| **Share information** | | | | |
| Weighted average number of shares outstanding[1] | 68,263,034 | 50,143,262 | 61,804,367 | 50,017,990 |
| **Earnings per share attributable to owners of the Company (Euro per share)** | | | | |
| Basic loss per share[1] | (0.22) | (0.26) | (0.70) | (0.67) |
| Diluted loss per share[1] | (0.22) | (0.26) | (0.70) | (0.67) |

1. For this period presented in these financial statements, the potential exercise of share options is not included in the diluted earnings per share calculation as the Company was loss-making in all periods. Due to the anti-dilutive nature of the outstanding options, basic and diluted earnings per share are equal in this period.

## PROQR THERAPEUTICS N.V.

## Unaudited Condensed Consolidated Statement of Changes in Equity

| | Attributable to owners of the Company | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Number of shares** | **Share Capital** | **Share Premium** | **Equity settled Employee Benefit Reserve** | **Option premium on convertible loan** | **Translation Reserve** | **Accumulated Deficit** | **Total** | **Non-controlling interests** | **Total Equity** |
| | | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Balance at January 1, 2020** | **53,975,838** | **2,159** | **287,214** | **16,551** | **—** | **151** | **(211,746)** | **94,329** | **(496)** | **93,833** |
| Result for the period | — | — | — | — | — | — | (33,348) | (33,348) | (38) | (33,386) |
| Other comprehensive income | — | — | — | — | — | (134) | — | (134) | — | (134) |
| Recognition of share-based payments | — | 2 | 283 | 6,218 | — | — | — | 6,503 | — | 6,503 |
| Issuance of ordinary shares | 100,902 | 2 | 270 | — | — | — | — | 272 | — | 272 |
| Treasury shares transferred | (299,615) | — | — | — | — | — | — | — | — | — |
| Recognition of equity component of convertible loan | — | — | — | — | 280 | — | — | 280 | — | 280 |
| Share options lapsed | — | — | — | (63) | — | — | 63 | — | — | — |
| Share options exercised | 299,615 | — | 724 | (466) | — | — | 466 | 724 | — | 724 |
| **Balance at September 30, 2020** | **54,076,740** | **2,163** | **288,491** | **22,240** | **280** | **17** | **(244,565)** | **68,626** | **(534)** | **68,092** |
| **Balance at January 1, 2021** | **54,131,553** | **2,165** | **288,757** | **23,825** | **280** | **(189)** | **(257,747)** | **57,091** | **(545)** | **56,546** |
| Result for the period | — | — | — | — | — | — | (43,400) | (43,400) | (40) | (43,440) |
| Other comprehensive income | — | — | — | — | — | 461 | — | 461 | — | 461 |
| Recognition of share-based payments | 112,657 | 5 | 382 | 4,435 | — | — | — | 4,822 | — | 4,822 |
| Issuance of ordinary shares | 20,498,451 | 820 | 107,657 | — | — | — | — | 108,477 | — | 108,477 |
| Treasury shares transferred | (217,933) | — | — | — | — | — | — | — | — | — |
| Share options lapsed | — | — | — | (391) | — | — | 391 | — | — | — |
| Share options exercised | 338,653 | 5 | 1,150 | (821) | — | — | 821 | 1,155 | — | 1,155 |
| **Balance at September 30, 2021** | **74,863,381** | **2,995** | **397,946** | **27,048** | **280** | **272** | **(299,935)** | **128,606** | **(585)** | **128,021** |

## PROQR THERAPEUTICS N.V.

## Unaudited Condensed Consolidated Statement of Cash Flows

| | Three month period ended September 30, | | Nine month period ended September 30, | |
|---|---|---|---|---|
| | **2021** | **2020** | **2021** | **2020** |
| | *€ 1,000* | *€ 1,000* | *€ 1,000* | *€ 1,000* |
| **Cash flows from operating activities** | | | | |
| Net result | (15,069) | (13,189) | (43,440) | (33,386) |
| Adjustments for: | | | | |
| — Depreciation | 544 | 651 | 1,777 | 1,703 |
| — Share-based compensation | 1,716 | 1,676 | 4,435 | 6,348 |
| — Other income | — | — | — | (8,423) |
| — Financial income and expenses | (266) | 1,863 | 2,491 | 2,024 |
| — Results related to associates | 132 | 84 | 239 | 270 |
| — Gain on recognition of financial asset | — | — | (621) | — |
| — Results related to financial liabilities measured at fair value through profit or loss | 611 | 305 | 1,373 | 305 |
| — Net foreign exchange gain / (loss) | 206 | (255) | 461 | (134) |
| — Income tax expenses | 35 | 75 | 95 | 86 |
| Changes in working capital | 4,630 | (321) | 5,197 | (3,440) |
| *Cash used in operations* | *(7,461)* | *(9,111)* | *(27,993)* | *(34,647)* |
| Corporate income tax paid | (35) | (157) | (95) | (168) |
| Interest received | — | 27 | 5 | 118 |
| Interest paid | (561) | (569) | (1,714) | (607) |
| ***Net cash used in operating activities*** | ***(8,057)*** | ***(9,810)*** | ***(29,797)*** | ***(35,304)*** |
| **Cash flow from investing activities** | | | | |
| Purchases of property, plant and equipment | (175) | (264) | (259) | (806) |
| ***Net cash used in investing activities*** | ***(175)*** | ***(264)*** | ***(259)*** | ***(806)*** |
| **Cash flow from financing activities** | | | | |
| Proceeds from issuance of shares, net of transaction costs | 23,223 | — | 108,477 | — |
| Proceeds from exercise of share options | 402 | 12 | 1,155 | 724 |
| Proceeds from borrowings | 284 | — | 853 | 579 |
| Proceeds from convertible loans | — | 13,477 | — | 13,542 |
| Repayment of lease liability | (347) | (235) | (597) | (542) |
| ***Net cash generated by financing activities*** | ***23,562*** | ***13,254*** | ***109,888*** | ***14,303*** |
| **Net increase (decrease) in cash and cash equivalents** | **15,330** | **3,180** | **79,832** | **(21,807)** |
| Currency effect cash and cash equivalents | 1,369 | (1,474) | 471 | (1,296) |
| Cash and cash equivalents, at beginning of the period | 139,442 | 87,141 | 75,838 | 111,950 |
| **Cash and cash equivalents at the end of the period** | **156,141** | **88,847** | **156,141** | **88,847** |