



**FEDERACIÓN DE ASOCIACIONES
MEDICUS MUNDI ESPAÑA (F.A.M.M.E)**

Auditors report on the annual accounts
at 31 desember 2015

2 May 2016

GM AUDITORS, S.L.

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Col·legi: Censurs i de Comptes núm.1 · RCAC núm.50-213 · R. M. Barcelona I. 24474 E. 75966 For. I · NIF B 08464339

Núm.3148/16

AUDITOR'S REPORT ON THE ANNUAL ACCOUNTS

(Translation from the original in Spanish. In the event of discrepancy, the original Spanish version prevails)

To the Associations, members of the FEDERACION DE ASOCIACIONES MEDICUS MUNDI ESPANA (F.A.M.M.E.) by appointment of its Executive Board:

We have audited the accompanying annual accounts of FEDERACION DE ASOCIACIONES MEDICUS MUNDI EN ESPANA (F.A.M.M.E.), which comprise the Balance Sheet as at 31 December 2015, the Income Statement and the related explanatory report for the year then ended.

Executive Board's Responsibility for the Annual Accounts

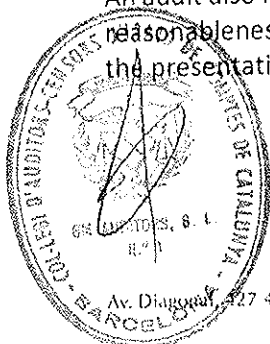
The Executive Board is responsible for the preparation and fair presentation of the attached Annual Accounts, so that they show a true and fair view of the equity, financial situation and results of F.A.M.M.E., in accordance with the regulatory framework on financial information that applies to the Entity in Spain, identified in Note 2 of the attached explanatory report, and for such internal control as management determines is necessary to enable the preparation of annual accounts so that they are free from any material error or misstatement due to fraud or error.

Auditor's responsibility

It is our responsibility to express an opinion on the attached annual accounts based on our audit. We have carried out our audit in accordance with the effective regulatory legislation on audits in Spain. Said legislation requires our compliance with ethical requirements, in addition to planning and executing the audit in order to ascertain with reasonable certainty that the annual accounts are free of material error or misstatement.

Some procedures are required in order to obtain auditory evidence on the amounts and information provided in the annual accounts. The procedures selected are at the auditor's discretion, including the risk assessment for material error or misstatement in the annual accounts due to fraud or error. When carrying out said risk assessments, the auditor considers the relevant internal audits on the annual accounts, carried out by the Entity, in order to choose the most appropriate auditing procedures based on the circumstances and not with the aim of providing an opinion on the effectiveness of the Entity's internal auditing procedure.

An audit also includes an assessment of the adequacy of the accounting policies applied and the reasonableness of the accounting estimations made by Management, in addition to assessing the presentation of the annual accounts as a whole.



GM AUDITORS, S.L.

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It is our belief that the auditing evidence we have obtained provides a sufficient and adequate basis for our auditing opinion.

Opinion

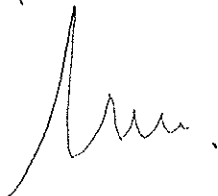
It is our opinion that the attached annual accounts provide, for all intents and purposes, a true and fair view of the equity and financial situation of F.A.M.M.E., on 31 December 2015, in addition to the results thereof, corresponding to the financial year ending on the aforementioned date. The foregoing is in accordance with the applicable regulatory framework on financial information and, in particular, with the accounting principles and criteria contained therein.

Paragraph of other issues

Note 17 of the related explanatory report is not part of the audited annual accounts.

Barcelona, 2 May 2016

GM AUDITORS, SL
(ROAC Nº S0213)



David Sallán Mata
Partner



GM AUDITORS, S.L.

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Document: FINANCIAL STATEMENT

Entity: FEDERATION OF MEDICUS MUNDI ASSOCIATIONS

Year: 2015

ASSETS		Notes	2015	2014
A)	FIXED ASSETS		2.266.496,12	4.049.459,30
I.	Intangible fixed assets	Note 5.1	14.792,25	16.705,02
III.	Tangible fixed assets	Note 5.2	276.566,72	282.617,13
VI.	Non-current financial investments	Note 7	137,15	137,15
VIII.	Debtors for long-term grants		1.975.000,00	3.750.000,00
B)	CURRENT ASSETS		2.608.147,12	5.077.118,25
II.	Users and other debtors related to own activity	Nota 6	2.354.599,00	2.985.793,80
III.	Trade debtors and others receivables	Nota 7	10.935,19	11.955,53
1.	Sales and services customers		1.408,37	1.794,73
3.	Other debtors		9.526,82	10.160,80
IV.	Short-term accounts with MM Associat.	Nota 7	2.474,20	9.922,97
V.	Other short-term accounts	Nota 7.1	66.682,71	66.238,37
VII.	Cash and other equivalent liquid assets	Nota 7	173.456,02	2.003.207,58
TOTAL ASSETS			4.874.643,24	9.126.577,55

Document: FINANCIAL STATEMENT
 Entity: FEDERATION OF MEDICUS MUNDI ASSOCIATIONS
 Year: 2015

NET ASSETS AND LIABILITIES		Notes	2015	2014
A)	NET ASSETS		263.441,88	253.332,00
A-1	Own funds	Note 9	250.839,11	229.458,40
I.	Social fund		120.202,42	120.202,42
II.	Reserves		109.255,98	99.692,40
III.	Retained profits from previous years			
IV.	Retained profit (loss) for the year	Note 3	21.380,71	9.563,58
A-3	<u>Specific donations and bequests/ legacies received</u>		12.602,77	23.873,60
B)	NON- CURRENT LIABILITIES		2.051.657,99	3.848.467,92
II.	Long term debts	Note 8	2.042.037,08	3.833.675,67
1.	Amounts owed to credit institutions		67.037,08	83.675,67
3.	Other long- term debts		1.975.000,00	3.750.000,00
3.1	Other long-term debts with MM Associations		1.975.000,00	3.750.000,00
4.	L/T debts convertible into grants, donat. & legacies			
V.	Long term debts		9.620,91	14.792,25
C)	CURRENT LIABILITIES		2.559.543,37	5.024.777,63
II.	Short-term (S/T) debts	Note 8	183.467,44	196.961,67
1.	Amounts owed to credit instituions		16.529,37	16.400,72
3.	Other short-term debts			
4.	S/T debts convertible into grants, donat. & legacies		166.938,07	180.560,95
III.	Short-term debts with MM Associations	Note 8	2.354.859,19	4.814.079,68
V.	Trade creditors and other payables	Note 8	13.364,69	8.200,65
1.	Suppliers			
2.	Other creditors		7.037,72	1.963,59
3.	Other payables to Public Authorities		6.326,97	6.237,06
VI.	Short-term accruals and deferrals		7.852,05	5.535,63
TOTAL NET ASSETS AND LIABILITIES			4.874.643,24	9.126.577,55

Document: FINANCIAL STATEMENT

Entity: FEDERATION OF MEDICUS MUNDI ASSOCIATIONS

Year: 2015

FINANCIAL STATEMENT		Notes	2015	2014
A)	SURPLUS/ (DEFICIT) FOR THE YEAR		21.380,71	9.563,58
1.	Income related to the Entity's activity	Note 10	225.575,73	189.494,41
a)	Associate and affiliate fees		92.666,00	88.897,00
b)	User contributions			
c)	Income from promotions, sponsorships and partnerships			
d)	Grants, donations & legacies charged to the surplus/ (deficit) for the year		82.633,04	50.483,29
e)	Repayment of aid and allocations			
f)	Donations received		50.276,69	50.114,12
2.	Sales and other ordinary income from commercial activities	Note 10	1.163,94	1.483,25
3.	Aid and other expenditure	Note 11.1	- 2.402,97	- 2.995,47
a)	Cash aid			
c)	Exp. Arising from cooperation agreements and governmental		- 2.402,97	- 2.995,47
d)	Repayments of grants, donations and legacies			
7.	Other Activity Income	Note 11.6	17.594,80	11.051,31
8.	Staff costs	Note 11.3	- 110.247,96	- 102.758,56
9.	Other activity expenditure	Note 11.4	- 97.454,75	- 78.617,35
10.	Depreciation of fixed assets		- 12.712,04	- 7.680,65
11.	Capital grants, donations & legacies transferred to surplus for the year		300,53	
12.	Reversal of provisions			
13.	Impairment & loss on disposal of fixed assets			
14.	Other income	Note 11.7	4,84	- 0,04
A.1)	ACTIVITY SURPLUS/ (DEFICIT)		21.822,12	9.976,90
15.	Financial income	Note 11.8	0,12	0,23
16.	Financial costs		- 907,57	- 1.339,81
17.	Fair value adjustment on financial instruments		444,34	926,26
18.	Exchange rate differences		21,70	
19.	Impairment and loss on disposal of financial instruments			
A.2)	SURPLUS/ (DEFICIT) ON FINANCIAL TRANSACTIONS		- 441,41	- 413,32

A.3)	SURPLUS/ (DEFICIT) BEFORE TAX	21.380,71	9.563,58
20.	Corporate income tax		
A.4)	NET ASSETS ADJUSTMENTS RECOGNISED IN THE SURPLUS/ (DEFICIT) FOR THE YEAR	21.380,71	9.563,58
B)	INCOME & EXPENDITURE CHARGED DIRECTLY TO NET ASSETS		
1.	Public grants received	53.059,88	22.660,00
2.	Private grants, donations and legacies received-	18.602,86	40.647,29
	2.1 Private grants received.	18.602,86	27.823,29
	2.2 Private grants and legacies received		12.824,00
3.	Private donations & legacies received		
B.1)	INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM DIRECTLY CHARGED INCOME & EXPENDITURE	71.662,74	63.307,29
C)	RECLASSIFICATIONS RELATED TO THE SURPLUS/ (DEFICIT) FOR THE YEAR		
1.	Public grants received	- 53.059,88	- 22.660,00
2.	Private grants, donations and legacies received-	- 29.873,69	- 27.823,29
	2.1 Private grants received.	- 17.300,53	- 27.823,29
	2.2 Private grants and legacies received	- 12.573,16	
C.1)	INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM SURPLUS/ (DEFICIT) RECLASSIFICATIONS FOR THE YEAR	- 82.933,57	- 50.483,29
D)	INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM DIRECTLY CHARGED INCOME & EXPENDITURE	- 11.270,83	12.824,00
E)	POLICIES		
F)	ERRORS ADJUSTMENTS		
G)	INCREASE/ (DECREASE) IN THE SOCIAL FUND		
H)	OTHER INCREASES/ (DECREASES)		
I)	TOTAL SURPLUS/ (DEFICIT) & INCREASE/ (DECREASE) TO NET ASSETS FOR THE YEAR	10.109,88	22.387,58

SEGMENTED INCOME STATEMENT 2015									
ITEM	ASSOCIATION	DEVELOPMENT PROJECTS	EDUCATION AND AWARENESS-RAISING PROJECTS	VOLUNTEERISM	FAIR TRADE	GENDER	SOCIAL ACTION	COMMUNICATION	FUNDRAISING TOTAL
INCOME									
Inc. Entity's activity									
* Sales & other ordinary income from commercial	1.163,94								1.163,94
* MM Assoc. member fees	92.666,00								92.666,00
* General donations	20.594,71								20.594,71
* Corporate donations	29.681,98								29.681,98
* Users donations and sponsors incomes									
* Other activity income	300,53								0,00
* Other activity income	15.474,60		2.120,20						300,53
* Services provided	661,79								17.594,80
* Extraordinary income (& non-current income)	4,84								661,79
Total activity income	160.548,39	0,00	2.120,20	0,00	0,00	0,00	0,00	0,00	162.668,59
Other income									
* Donations & legacies									
* execution income									0,00
* Projects income									0,00
* In. from priv. grants & restric. don.								8.173,55	12.573,16
* Income from public grants									53.059,88
* Management inc. grants and restricted donations		28.037,00	25.022,88						17.000,00
* Public donations management income	17.000,00								0,00
Total other income	17.000,00	28.037,00	29.422,49	0,00	0,00	0,00	0,00	8.173,55	82.633,04
Financial year gap									
TOTAL	177.548,39	28.037,00	31.542,69	0,00	0,00	0,00	0,00	8.173,55	245.301,63

ITEM	ASSOCIATION	DEVELOPMENT PROJECTS	EDUCATION AND AWARENESS-RAISING PROJECTS	VOLUNTEERISM	FAIR TRADE	GENDER	SOCIAL ACTION	COMMUNICATION	FUNDRAISING	TOTAL
EXPENDITURE										
* Cash & non-cash aid/ repayments										0,00
* Supplies (only projects)										0,00
* Supplies										0,00
* Outside services	40.433,53	28.037,00	11.908,31	32,00				13.438,26	3.586,91	97.436,01
* Taxes	18,74									18,74
* Staff costs	79.374,68		30.873,28							110.247,96
* Exp. coop. agreem'ts & gov. bods.	2.402,97									2.402,97
* Financial costs	1.103,20									1.103,20
* Exceptional exp. & other losses										
* Depreciation	12.712,04									12.712,04
* Provisions & other dot.										0,00
* Business Tax										0,00
Total expenditure	136.045,16	28.037,00	42.781,59	32,00	0,00	0,00	0,00	13.438,26	3.586,91	223.920,92
Surpl./ (defic.) for year										21.380,71
TOTAL	136.045,16	28.037,00	42.781,59	32,00	0,00	0,00	0,00	13.438,26	3.586,91	245.301,63

Ratio Overhead Costs to Total Resources Managed:

Ratio Development Project Costs to Total Resources Managed:

Ratio Education and Awareness-raising Costs to Total Resources Managed:

Ratio Volunteerism Costs to Total Resources Managed:

Ratio Fair Trade Costs to Total Resources Managed:

Ratio Gender Costs to Total Resources Managed:

Ratio Social Action Costs to Total Resources Managed:

Ratio Communication Costs to Total Resources Managed:

Ratio Fundraising Costs to Total Resources Managed:

60,76%
12,52%
19,11%
0,01%
0,00%
0,00%
0,00%
6,00%
1,60%

SEGMENTED INCOME STATEMENT 2014

ITEM	Association	Development Projects	Education and Awareness- Raising Projects	Volunteerism / Fair Trade/ Gender	Communicat. and Fundraising	TOTAL
INCOME	172.472,17	7.823,29	22.660,00	0,00	0,00	202.955,46
Inc. Entity's activity	152.472,17	0,00	0,00	0,00	0,00	152.472,17
* Sales & other ordinary income from commercial activities	1.483,25					1.483,25
* MM Assoc. member fees	88.897,00					88.897,00
* General donations	23.178,92					23.178,92
* Corporate donations	26.935,20					26.935,20
* Other activity income	11.051,31					11.051,31
* Services provided	926,49					926,49
* Financial income	152.472,17	0,00	0,00	0,00	0,00	152.472,17
Total activity income						
Other income	20.000,00	7.823,29	22.660,00	0,00	0,00	50.483,29
* In. from priv. grants & restric. don.		7.823,29				7.823,29
* Income from public grants			22.660,00			22.660,00
* Management inc. grants and restricted donations	20.000,00					20.000,00
Total other income	20.000,00	7.823,29	22.660,00	0,00	0,00	50.483,29
Financial year gap						
TOTAL	172.472,17	7.823,29	22.660,00	0,00	0,00	202.955,46

ITEM	Association	Development Projects	Education and Awareness- Raising Projects	Volunteerism / Fair Trade/ Gender	Communicat. and Fundraising	TOTAL
EXPENDITURE	156.222,82	7.823,29	18.033,64	28,00	11.284,13	193.391,88
* Cash & non- cash aid/ repayments						0,00
* Outside services	41.425,35	7.823,29	18.033,64	28,00	11.284,13	78.594,41
* Taxes	22,94					22,94
* Staff costs	102.758,56					102.758,56
* Exp. coop. agreem'ts & gov. bods.	2.995,47					2.995,47
* Financial costs	1.339,81					1.339,81
* Exceptional exp. & other losses	0,04					0,04
* Depreciation	7.680,65					7.680,65
Total expenditure	156.222,82	7.823,29	18.033,64	28,00	11.284,13	193.391,88
Surplus/ (defic) for year						9.563,58
TOTAL	156.222,82	7.823,29	18.033,64	28,00	11.284,13	202.955,46

Ratio Overhead Costs to Total Resources Managed: 80,78%

Ratio Development Project Costs to Total Resources Managed: 4,05%

Ratio Education and Awareness- raising Costs to Total Resources Managed: 9,32%

Ratio Volunteerism/ Fair Trade/ Gender Costs to Total Resources Managed: 0,01%

Ratio Communications & Fundraising Costs to Total Resources Managed: 5,83%

SEGMENTED INCOME STATEMENT 2015 BY PROCESSES													
NOW	ITEM	ASSOCIATION	RIGHT TO HEALTH				SOCIAL TRANSP. & CITIZE. CONSTRUCTION				ASSOCIATIONS DEV. & SOCIAL SUPPORT		
BEFORE	ITEM	ASSOCIATION	DEVELOPM ENT PROJECTS	HUMAN. AID PROJECT S	SOCIAL ACTION PROJECT S	STUDIES (Only Health)	POLITICAL & SOCIAL INCID. (Only Health)	EDUCATI ON AWARE NESS- RAISING PROJECT S	GENDER	FAIR TRADE	STUDIES (Only Non- Health)	POLITICA L & SOCIAL INCID. (Only Non- Health)	TOTAL
	INCOME	177,548.39			59,579.69				0.00			8,173.55	245,301.63
	Inc. Entity's activity												162,668.59
	income from commercial activities	1,163.94											1,163.94
	* IM Assoc. member fees	92,666.00											92,666.00
	* General donations	20,594.71											20,594.71
	* Corporate donations	29,681.98											29,681.98
	* Users donations & sponsors incomes												0.00
	* Other current activity	300.53											300.53
	* Other activity income	15,474.50					2,120.20						17,594.60
	* Services provided	661.79											661.79
	* Extraord. Income (& non-current assets income)	4.84											4.84
	Total activity income	160,546.39					2,120.20	0.00					162,668.59
	Other income												82,633.04
	* Donations and legacies executincome												0.00
	* Projects income												0.00
	* In. from priv. grants & restric. Con.						4,399.61					8,173.55	12,573.16
	* Income from public grants		28,037.00				25,022.86						53,059.86
	* Management inc. grants and restricted donations	17,000.00											17,000.00
	* Public grants manag. income												0.00
	Total other income	17,000.00	28,037.00	0.00	0.00	0.00	29,422.49	0.00	0.00	0.00	0.00	8,173.55	82,633.04
	Financial year gap												
	TOTAL	177,548.39	28,037.00	0.00	0.00	0.00	33,962.69	0.00	0.00	0.00	0.00	8,173.55	32,633.94

NOV	ITEM	ASSOCIATION	RIGHT TO HEALTH					SOCIAL TRANSF. & CITIZ. CONSTRUCTION					ASSOCIATIONS DEV. & SOCIAL SUPPORT			TOTAL
BEFORE	ITEM	ASSOCIATION	DEVELOPME NT PROJECTS	HUMAN. AID PROJECT S	SOCIAL ACTION PROJECT S	STUDIES (Only Health)	POLITICAL & SOCIAL INCD. (Only Health)	EDUCATI ON ANS AWAREN ESS- RAISING PROJECT S	GENDER	FAIR TRADE	STUDIES (Only Non- Health)	POLITICAL & SOCIAL INCD. (Only Non- Health)	COMMUNI CATION	MARKETI NG AND FUNDRAI SING	VOLUNTE ERISM	TOTAL
	EXPENDITURE	126,410.16			75,818.59					4,635.00				17,057.17		223,920.92
	* Cash & non- cash aid/ repayments															0.00
	* Supplies (only projects)															0.00
	* Supplies															0.00
	* Outside services	30,798.53	28,037.00				16,908.31					4,635.00	13,438.26	3,586.91	32.00	97,436.01
	* Taxes	16.74														16.74
	* Staff costs	79,374.68					30,872.28									110,247.96
	* Exp. coop. agreem'ts & gov. bods.	2,402.97														2,402.97
	* Financial costs	1,103.20														1,103.20
	* Exceptional exp. & other losses															0.00
	* Depreciation	12,712.04														12,712.04
	* Provisions & other dot.															0.00
	* Business Tax															0.00
	Total expenditure	126,410.16	28,037.00	0.00	0.00	0.00	47,781.59	0.00	0.00	0.00	0.00	4,635.00	13,438.26	3,586.91	32.00	223,920.92
	Surpl./ (defic.) for year															21,380.71
	TOTAL	126,410.16	28,037.00	0.00	0.00	0.00	47,781.59	0.00	0.00	0.00	0.00	4,635.00	13,438.26	3,586.91	32.00	245,301.63

Document: **NOTES TO THE FINANCIAL STATEMENTS**
Entity: **FEDERATION OF MEDICUS MUNDI ASSOCIATIONS**
Period: **2015**

1.- ENTITY'S MAIN ACTIVITY.

The not-for-profit Association **medicusmundi** Spain was established, with full legal capacity to act, in Barcelona in 1963. In 1992 the Association **medicusmundi** became a Federation and changed its name to the Federation of **medicusmundi** Associations in Spain (henceforth the Federation or FAMME). It has its headquarters at calle Lanuza 9, Madrid. Its Tax ID Number (C.I.F.) is G-80454549 and its Registry Number is F-1,430.

FAMME is a non-governmental, not-for-profit organization working for international solidarity. It has a federal structure based on Associations from the Spanish provinces and autonomous regions and it is independent of the public authorities or any other economic, political or religious group. As of 31st December 2015 the Federation included thirteen member Associations, which carry out their activities from their headquarters in the various provinces and autonomous regions across Spain.

Having been granted Public Utility status by Ministerial Order dated 27th February 1998, certain aspects of the Federation's activities are governed by Law 49/2002 of 23rd December regarding the tax system for not-for-profit entities and tax incentives for patronage. The Federation is partially exempt from tax.

The Federation's principal activities, as set out in articles 9 and 10 of its Articles of Association, are as follows:

- "To help bring about changes in society by promoting a culture of solidarity and civic engagement, so that poverty can be eradicated and health can be a right available to all."
- "To help improve the population's health by implementing a strategy to strengthen primary health care and to improve both the coverage and quality levels of health systems, whether public or in the private, not-for-profit sector."
- "To encourage poverty reduction in all its dimensions, with special attention to the most disadvantaged regions and communities."
- "To promote human rights, gender equity and environmental sustainability by introducing these perspectives into all the activities carried out by the Federation of **medicusmundi** Associations."
- "To support the social structure, the strengthening of institutions and the involvement of beneficiary communities in the dynamics of social empowerment with the aim of encouraging their growing role in the processes of change affecting them."
- "To foster solidarity and commitment in Spanish society towards people living in developing countries."
- "To support and coordinate the actions undertaken by the member Associations, to promote cooperation between them and to provide them with assistance and advice on any issue within the framework of these Articles of Association in order to fulfil the above aims."

The Association's programs and projects on cooperation and education for development are targeted at the residents of the communities in developing countries. We work closely with these communities and their residents are the direct beneficiaries of our support. The Federation has filed its annual accounts at the Registry of Associations at the Ministry of the Interior.

2.- ACCOUNTING BASIS FOR THE ANNUAL ACCOUNTS

1) A true and fair view

The attached annual accounts have been prepared from the Entity's accounting records, which have been kept in accordance with the 2007 Spanish General Chart of Accounts' rules for Small and Medium-sized Enterprises (Royal Decree 1515/2007 of 16th November) and in accordance with Royal Decree 1491/2011 of 24th October, which laid down the rules for adapting the General Chart of Accounts for not-for-profit entities and the model for applying them.

It is the opinion of the FAMME Executive Board that these annual accounts give a true and fair view of the entity's financial position, its assets and its surplus for the 2013 financial year and that they accurately reflect the levels to which its activities comply with existing legislation, subject to the clarifications contained in these Notes.

In accordance with the Federation's Articles of Association, these annual accounts must be submitted to the Ordinary General Meeting for approval. The Federation's Executive Board believes that they will be approved without any changes.

2) Accounting principles

The Entity has fully applied the accounting principles as stated in Spanish commercial law, Spanish Commercial Code and other commercial legislation.

New General Chart of Accounts approved by Royal Decree 1515/2007 and the amendments made by Royal Decree 1491/2011 of 24th October and the 26th March 2013 Resolution published by the Spanish Accounting and Audit Institute (ICAC).
Accountancy standards laid down by the Spanish Accounting and Audit Institute (ICAC).
Any other applicable legislation.

3) Key issues in measuring and estimating uncertainties

The Executive Board does not consider that there are any significant uncertainties or key issues which may affect the valuation of the Federation.

4) Comparative Information

No changes have been made to the format of the financial statements which make up the Federation's Annual Accounts. In accordance with current legislation, the Executive Board has provided comparative figures for the previous year for both the Statement of Financial Position and the Income Statement.

5) Items accounted for under different headings.

Amounts owed to credit institutions are accounted for as long term and short term loans.

Amounts owned to banks, liabilities transformed into grants, donations and legacies and grants debtors have figures registered both into long and short term.

6) Changes to accounting policies

No changes into criteria have been registered, except for those included in RD 1491/2011, of 24th of October , in which are approved rules of adaptation of P.G.C to ESFL and model plan of ESFL.

7) Error amendments

No error amendments have been registered.

3.- PERIOD SURPLUS.

Period **surplus** amounts **21.380,71 Euros**, This section sets forth the proposed surplus distribution, which the Executive Board will put forward at the Federation's General Meeting.

The Executive Board's proposed surplus distribution for the year is as follows:

Distribution basis	Year 2015	Year 2014
Period 2015 surplus	21.380,71	
Period 2014 surplus		9.563,58
TOTAL	21.380,71	9.563,58
Aplication	Year 2015	Year 2014
General Reserve	21.380,71	9.563,58
TOTAL	21.380,71	9.563,58

4.- ACCOUNTING AND VALUATION RULES.

The principal accounting and valuation rules used by the Entity to prepare its Annual Accounts are as follows:

1) Intangible fixed assets.

Intangible fixed assets solely relate to computer software, which is recorded at cost and depreciated on a straight-line basis over a maximum of 4 years.

2) Tangible fixed assets.

Tangible fixed assets are shown in the Statement of Financial Position at cost plus, where relevant, any additional costs involved in making them ready for their intended use.

The Entity has not included any exchange rate differences, interest or any other financial charges in the purchase cost.

The Entity treats the costs of extending, updating or improving an asset, when these are expected to increase the asset's estimated useful life, as increasing the book value of the asset up to a maximum of its market value. The costs of maintenance, servicing and repairs incurred during the year, however, are charged to the Income Statement.

Given its special characteristics as a not-for-profit entity, the Federation does not own any assets with the primary aim of generating a profit, as its goals are not profit-driven but rather involve promoting cooperation, education and awareness-raising.

The Entity depreciates its tangible fixed assets on a straight-line basis, spreading the total cost of the assets over their estimated useful life, as follows:

Item	% anual
• Buildings	2%
• Fixtures and Fittings	5%
• Furniture	10%
• Computer Equipment	25%

3) Investment properties.

Given the nature of the Entity, it does not generally own any assets which may be classified as investment properties, except those obtained through donations, bequests and legacies.

4) Financial assets and liabilities.

Given its nature and its social aim of providing technical and financial support for international cooperation projects in developing countries and for education and awareness-raising projects, the Entity does not trade in goods and services and so only acquires financial assets and liabilities on an occasional basis. In this regard, its trading activity is essentially based on receiving grants from public and private sources and donations, which it uses to finance the management structures it needs and the projects it undertakes with its partners.

All financial assets, cash, liquid assets and third-party loans, therefore, are shown at their actual value. The Entity has no financial derivatives.

Assets held for negotiation: the Entity treats assets as being held for negotiation when:

- They are originated or acquired to be sold in the short term.
- They are part of a portfolio of identified financial instruments which are managed together and for which there is evidence of a recent actual pattern of short-term profit taking, or
- The asset is a derivative financial instrument, providing that it is neither a financial guarantee contract nor designated as a hedging instrument.

Financial assets held for negation are initially valued at fair value, which, unless there is evidence to the contrary, is the same as the transaction price. Changes in fair value are charged to the year's income statement.

Financial liabilities essentially relate to accounts payable for supplies and services, which are also valued and shown at their actual value.

5) Inventories.

The Entity does not have any inventories of goods with a market value.

6) Foreign currency transactions.

All transactions denominated in foreign currencies fall due in less than one year. All expenditure incurred abroad is calculated using the average exchange rate for the transfers made during the year. Cash denominated in foreign currencies held at the year end is valued at the prevailing rate of exchange on 31st December. Any debits and credits denominated in foreign currencies are accounted for using the rate of exchange applicable on the date of the transaction.

7) Corporate income tax.

Given the nature of its activities, the Entity is exempt from corporate income tax, in accordance with the regulations for Not-for-Profit Entities with Public Utility status.

8) Income and expenditure.

Income and expenditure are accounted for on an accruals basis, i.e. when the actual flow of goods and services they represent occurs, regardless of when the monetary or financial flow arises. The same policy is also used for cooperation projects through the reconciliation of each project's funds as at 31st December each year.

However, following the prudence concept, the Entity only accounts for income realized as at the year-end whilst foreseeable contingencies and losses, including potential losses, are accounted for as soon as they are known.

9) Provisions and contingencies.

Due to its type of activity and in the absence of any assets at risk of impairment, deterioration or default, the Entity does not need to make any provisions for contingencies.

10) Grants, donations and legacies.

Repayable grants are shown as liabilities until such time as they become non-repayable.

Restricted non-repayable grants, donations and legacies are directly accounted for under net assets at the amount awarded and are later proportionally reclassified as income in the surplus for the year, based on the expenses which the grant is financing.

Non-restricted non-repayable donations are directly accounted for in the surplus for the year. These grants become non-repayable when there is an individual agreement awarding the grant, donation or legacy to the entity, all the conditions for the award have been met and there is no reasonable doubt that it will be received.

Whilst they remain repayable grants, they are accounted for as 'long/short term debts convertible into grants'. When the grants are awarded to finance specific costs, they are accounted for as income in the year in which those costs were incurred.

11) Joint ventures.

There are no joint ventures.

12) Transactions with FAMME member Associations.

The Federation of **medicmundi** Associations brings together thirteen Associations from around Spain. As a result, FAMME carries out transactions with **medicmundi** Associations which involve both the shared management of AECID- and EU-funded projects and business dealings within the **medicmundi** network.

5.- INTANGIBLE AND TANGIBLE FIXED ASSETS AND NON-CURRENT INVESTMENTS

5.1- Intangible fixed assets.

The movement in Intangible fixed assets during the 2015 financial year was as follows:

Item	Opening Bal. 31.12.2014	Inflows	Outflows	Closing Bal. 31.12.2015
a) Cost	20.073,60	3.146,00	--	23.219,60
Computer software	20.073,60	3.146,00	--	23.219,60
TOTAL COST	20.073,60	3.146,00	--	23.219,60
b) Depreciation	3.368,58	5.058,77	--	8.427,35
Computer software	3.368,58	5.058,77	--	8.427,35
TOTAL DEPRETIATION	3.368,58	5.058,77	--	8.427,35
TOTAL INTANGIBLE ASSETS	16.705,02	(1.912,77)	--	14.792,25

At 31-12-2015 the Entity had fully depreciated intangible fixed assets amounting to 3.496,60€.

Balance in Intangible fixed assets during 2014 financial year is as follows:

Item	Opening Balance 31.12.2013	Inflows	Outflows	Closing Balance 31.12.2014
a) Cost	3.496,60	16.577,00	--	20.073,60
Computer software	3.496,60	16.577,00	--	20.073,60
TOTAL COST	3.496,60	16.577,00	--	20.073,60
b) Depreciation	3.214,96	153,62	--	3.368,58
Computer software	3.214,96	153,62	--	3.368,58
TOTAL DEPRECIATION	3.214,96	153,62	--	3.368,58
TOTAL INTANGIBLE ASSETS	281,64	16.423,38	--	16.705,02

At 31-12-2014 the Entity had fully depreciated intangible fixed assets amounting to 2,882.12€.

5.2- Tangible fixed assets.

The movement in Tangible fixed assets during 2015 financial year is as follows:

Item	Opening Balance 31.12.2014	Inflows	Outflows	Closing Balance 31.12.2015
a.1) Cost	370.163,03	1.602,86	3.209,42	370.163,03
• Land	170.094,45	--	--	170.094,45
• Buildings (headquarters)	95.678,13	--	--	95.678,13
• Fixtures and Fittings	89.001,65	--	--	89.001,65
• Furniture	7.672,21	--	340,78	7.331,43
• IT systems	7.716,59	1.602,86	2.868,64	6.450,81
TOTAL COST	370.163,03	1.602,86	3.209,42	368.556,47
b.1) Depreciation	87.545,90	7.653,27	3.209,42	91.989,75
• Buildings	22.962,72	1.913,56	--	24.876,28
• Fixtures and Fittings	51.917,60	4.450,08	--	56.367,68
• Furniture	5.641,17	693,98	340,78	5.994,37
• IT systems	7.024,41	595,65	2.868,64	4.751,42
TOTAL DEPRECIATION	87.545,90	7.653,27	3.209,42	91.989,75

At 31-12-2015 the Entity had fully depreciated tangible fixed assets amounting to 8.503,09€.

The movement in Tangible fixed assets during the 2014 financial year is as follows:

Item	Opening Balance 31.12.2013	Inflows	Outflows	Closing Balance 31.12.2014
a.1) Cost	370.214,94	3.000,50	3.052,41	370.163,03
• Land	170.094,45	--	--	170.094,45
• Buildings (headquarters)	95.678,13	--	--	95.678,13
• Fixtures and Fittings	89.001,65	--	--	89.001,65
• Furniture	7.571,57	2.601,50	2.500,86	7.672,21
• IT systems	7.869,14	399,00	551,55	7.716,59
TOTAL COST	370.214,94	3.000,50	3.052,41	370.163,03
b.1) Depreciation	83.071,28	7.527,03	3.052,41	87.545,90
• Buildings	21.049,16	1.913,56	--	22.962,72
• Fittings and Fixtures	47.467,52	4.450,08	--	51.917,60
• Furniture	7.437,72	704,31	2.500,86	5.641,17
• IT systems	7.116,88	459,08	551,55	7.024,41
TOTAL DEPRECIATION	83.071,28	7.527,03	3.052,41	87.545,90

At 31-12-2014 the Entity had fully depreciated tangible fixed assets amounting 10.370,09 euros.

The depreciation rates used are listed in point 4.2 of these Notes.

No tangible fixed assets are located outside Spanish territory. The Entity has not capitalized any interest charges or exchange rate differences and it has not considered it necessary to make any provision for these assets.

There are no property investments or assets under financial leases.

6.- USERS AND OTHER DEBTORS RELATED TO THE ENTITY'S ACTIVITY.

The closing balance of Users and Other Debtors Related to the Entity's Activity is **2.354.599,00 €** for 2015 and the breakdown by funding body is as follows:

FUNDING BODY	Opening bal. 31-12-14	Additions	Reductions	Transfers	Closing bal. 31- 12-15
Grants: AECID	2.095.000,00	566.613,00	2.661.613,00	1.875.000,00	1.875.000,00
Grants: ECHO	784.944,80	2.015.000,00	2.326.944,80*		473.000,00
Grants: E.U.	25.849,00		19.250,00		6.599,00
Grants: General Óptica	80.000,00	80.000,00	160.000,00		0,00
Grants: Fuenlabrada Council		30.000,00	30.000,00		0,00
TOTALS	2.985.793,80	2.691.613,00	5.197.807,80	1.875.000,00	2.354.599,00

*From the total of reductions, 115.116,97€ are related to grants cut-down (see note 14 of the report)

AECID grant is classified as long-term with a value of 1.875.000 euros. It is a grant conceded in period 2014 and it is planned to be executed by period 2017.

ECHO grant is classified as long-term with a value of 100.000 euros. It is a grant conceded in period 2015 and it is planned to be executed by period 2017.

The closing balance of Users and Other Debtors Related to the Entity's Activity is **2.985.793,80 €** for 2014 and the breakdown by funding body is as follows:

FUNDING BODY	Opening bal. 31-12-13	Additions	Reductions	Transfers	Closing bal. 31- 12-14
Grants: AECID	318.588,00	7.720.000,00	2.193.588,00	3.750.000,00	2.095.000,00
Grants: ECHO	863.000,00	2.190.000,00	2.268.055,20		784.944,80
Grants: E.U.	45.099,00		19.250,00		25.849,00
Grants: General Óptica	80.000,00	80.000,00	80.000,00		80.000,00
Grants: Inditex	21.752,50		21.752,50		0,00
TOTALS	1.328.439,50	9.990.000,00	4.582.645,70	3.750.000,00	2.985.793,80

7.- FINANCIAL ASSETS

All assets are valued at cost or redemption value as there are no possible risks of impairment. No adjustments were made for impairment or losses as there are no credit risks.

There are no Group, multi-group or associated companies.

FINANCIAL INSTRUMENTS	CYC	Nº40	2014	2015	2015	2015
LONG TERM FINANCIAL INVESTMENTS	270	Long-term guarantees	137,15	137,15	137,15	137,15
SUBORDINATED DEBT FOR LARGO PLAZO	262	Long term grants debtors	3.750.000,00	1.975.000,00	1.975.000,00	1.975.000,00
USERS AND OTHER DEBTORS TO THE ENTITY'S ACTIVITY	448	Debtors related to grant award	2.365.793,80	2.354.599,00	2.354.599,00	
TRADE DEBTORS AND OTHER RECEIVABLES	430	Customers	1.794,73	1.408,37		2.368.008,39
SHORT-TERM FINANCIAL ACCOUNTS WITH NM	440	Short term debtors	10.160,80	9.526,82		
ASSOCIATIONS	5521	Short-term a/cs with MM Associations	9.922,97	2.474,20	2.474,20	
OTHER SHORT TERM ACCOUNTS	541	Short-term debt securities	66.238,37	66.682,71	66.682,71	66.682,71
CASH AND CASH EQUIVALENTS	570	Cash	438,62	230,19		
	5720	Bank accounts Association	1.953.017,23	38.269,61		
	5721	Bank accounts projects	49.751,73	134.956,22	173.456,02	173.456,02
		TOTAL FINANCIAL ASSETS	8.877.285,40	1.583.284,27	1.583.284,27	4.583.284,27

	Long term financial instruments		Short term financial instruments	
	Year 2014	Year 2015	Year 2014	Year 2015
Loans and receivables	3.750.137,15	1.975.137,15	3.007.672,30	2.368.008,39
Assets held for negotiation			66.238,37	66.682,71
Cash and liquid assets			2.003.207,58	173.456,02
YEAR 2014	8.877.285,40			
YEAR 2015	4.583.284,27			

We shall now move on to describe the most significant headings and any which may be seen as extraordinary for the Federation's type of activity.

- Long term financial investments. This heading relates to two deposits. The first concerns opening the post office box, which is used exclusively for the Christmas Card Campaign, and the second was a deposit made to Unión Fenosa when they carried out the electrical installation at the Federation's headquarters.
- Long term grants debtors. Long term grants of AECID and ECHO.
- Users and Other Debtors Related to the Entity's Activity: This relates to the outstanding amounts receivable from public/private grants approved by the Federation.
- Commercial debtors and other accounts payables. This relates to the outstanding amounts receivables from Laboral Kutxa and from Bankia and Colección Solidaria.
- Financial short term debts with **medicusmundi** Associations. Related to financial debts with other **medicusmundi** Associations, derived from actions performed **medicusmundi** net.
- Other short term accounts. These are the investment funds referred to in point 7.1 of these Notes.
- Cash and cash equivalents: These are the grants awaiting transfer and the closing cash balance.

CLASSIFICATION OF FINANCIAL ASSETS BY MATURITY

CATEGORY	AMOUNT	2016	2017	2018	REST
Long term financial investments.	137,15				137,15
Long term grants debtors	1.975.000,00		1.975.000,00		
Users and Other debtors Related to the Entity's Activity	2.354.599,00	2.354.599,00			
Trade debtors and other receivables	10.935,19	10.935,19			
Short term accounts with MM Associations	2.474,20	2.474,20			
Other short term accounts	66.682,71	66.682,71			
Cash and cash equivalents	173.456,02	173.456,02			

7.1- FINANCIAL INVESTMENTS.

The entire Financial Investments balance relates to two Investment Funds, one called SANTANDER RENDIMIENTO CLASE B and the other called SANTANDER SOLIDARIO DIVIDENDO EUROPA, both managed by BANCO SANTANDER GESTIÓN- BANCO SANTANDER ACTIVOS INMOBILIARIOS. The deposit holder is the BANCO SANTANDER INVESTMENT- BANCO SANTANDER BSN-BANIF-BANESTO-BANDESCO.

Item	Balance 2015	Balance 2014
• Financial asset investments – Rendimiento Clase B.	60.123,23	59.762,81
• Financial asset investments – Solidario Dividendo Europa.	6.115,14	5.549,30
• Revaluation of financial assets	639,97	926,26
• Devaluation of the active – Solidario Dividendo Europa	(195,63)	
TOTALS	66.682,71	66.238,37

The movement during 2015 financial year was as follows:

INVESTMENTS	Opening Bal. 31-12-14	2015 Investment	2015 Withdrawal	Closing Bal. 31-12-15
Rendimiento Clase B	60.123,23		195,63	59.927,60
Solidario Dividendo Europa	6.115,14	639,97		6.755,11
TOTALS	66.238,37	639,97	195,63	66.682,71

The movement during 2014 financial year was as follows:

INVESTMENTS	Opening Bal. 31-12-13	2014 Investment	2014 Withdrawal	Closing Bal. 31-12-14
Rendimiento Clase B	59.762,81	360,42		60.123,23
Solidario Dividendo Europa	5.549,30	565,84		6.115,14
TOTALS	65.312,11	926,26		66.238,37

8. FINANCIAL LIABILITIES

FINANCIAL POSITION ASSET	A/C	NAME	BAL 2014	BAL 2013	VALUE
LONG TERM DEBTS	170	Amounts owed to credit institutions (long term)	83.675,67	67.037,08	2.042.037,08
	171	Log terms debts with MM Associations	3.750.000,00	1.975.000,00	
	520	Long term debts convertible into grants, donations and legacies	16.400,72	16.529,37	
SHORT TERM DEBTS	522	Amounts owed to credit institutions (short term)	180.560,95	166.938,07	183.467,44
	5521	Short term a/c with MM Associations	6.134,88	6.859,19	6.859,19
DEBTS WITH MM ASSOCIATIONS	5521	Credit account with MM Associations- Grants pending payment	4.807.944,80	2.348.000,00	2.545.364,35
TRADE CREDITORS AND OTHER		Short term a/c with MM Associations- Grants pending payment	1.963,59	7.037,72	
	410				7.037,72
TOTAL FINANCIAL LIABILITIES			8.845.680,61	4.587.401,43	4.587.401,43

	Long term financial instruments		Short term financial instruments			
	Amounts owed to credit institutions		Amounts owed to credit institutions		Payables and others	
	Year 2014	Year 2015	Year 2014	Year 2015	Year 2014	Year 2015
Debits and payables	3.833.675,67	2.042.037,08	16.400,72	16.529,37	4.996.604,22	2.528.834,98
YEAR 2014	8.845.680,61					
YEAR 2015	4.587.401,43					

We shall now move on to describe the most important headings as well as any which may be seen as extraordinary for the Federation's type of activity.

- Long term debts and short term debts. This relates to a mortgage from the Banco Santander for the sum of 256,000.00 euros for the purchase of premises to be used as the Federation's headquarters. The mortgage was granted on 8th November 2002 and matures on 8th November 2020.
- Long term debts with **medicusmundi** Associations. Balance with **medicusmundi** Associations of the grants approved by the Federation, to be executed by 2016 onwards
- Short term debts convertible into grants, donations and legacies. This is the balance of the grants approved for the Federation's projects beginning in 2015 financial year.
- Short term debts with MM Associations. These relate to financial accounts with other MM Associations arising from business dealings carried out within the **medicusmundi** network and to grants awaiting transfer.
- Trade creditors and other payables. The remaining short term financial liabilities entirely relate to pending payments to be made to suppliers and others when due.

CLASSIFICATION OF FINANCIAL LIABILITIES BY MATURITY

CATEGORY	AMOUNT	2016	2017	2018	REST
Long term debts	2.042.037,08		1.991.873,85	17.000,85	33.162,38
Short term debts	183.467,44	183.467,44			
Debts with MM Associations and others	2.354.859,19	2.354.859,19			
Trade creditors and other payables.	7.037,72	7.037,72			

9.- OWN FUNDS

The movement in this group of accounts during 2015 financial year was as follows:

Item	Balance at 31-12-14	Additions	Transfers	Reductions	Closing balance at 31-12-15
• Social fund	120.202,42	---	---	---	120.202,42
• General reserve	98.505,28	9.563,58	---	---	108.068,86
• Country Plan Reserve	1.187,12	---	---	---	1.187,12
• Surplus 2014	9.563,58	---	(9.563,58)	---	---
SUBTOTAL	229.458,40	---	---	---	229.458,40
Surplus for the year	---	21.380,71	---	---	21.380,71
TOTAL OWN FUNDS	229.458,40	30.944,29	(9.563,58)	---	250.839,11

The movement for this group of accounts during the 2014 financial year was as follows:

Item	Balance at 31-12-13	Additions	Transfers	Reductions	Closing balance at 31-12-14
• Social fund	120.202,42	---	---	---	120.202,42
• General reserve	82.886,92	15.618,36	---	---	98.505,28
• Country Plan Reserve	1.187,12	---	---	---	1.187,12
• Millennium Bus Reserve	15.618,36	---	(15.618,36)	---	---
• Surplus 2013	---	---	---	---	---
SUBTOTAL	219.894,82	---	---	---	219.894,82
Surplus/ (Deficit) for the year	---	9.563,58	---	---	9.563,58
TOTAL OWN FUNDS	219.894,82	25.181,94	(15.618,36)	---	229.458,40

Given the Federation's legal status as a not-for-profit Association, there are no shares and its own funds are made up of a social fund.

Regarding the restriction on the availability of the reserves, the Federation allocates them based on the surpluses, if any, which it is able to obtain. Their use is always restricted to financing the projects and activities that are part of the Entity's social aim.

The breakdown of the **Reserves** in 2015 was as follows:

RESERVES	Opening Balance 31.12.14	Additions	Reductions	Closing Balance 31.12.15
GENERAL RESERVE				
General reserve	98.505,28	---	---	98.505,28
2013 Surplus distribution	---	9.563,58	---	9.563,58
Project additions a/c	---	---	---	---
Project reductions a/c	---	---	---	---
Country Plan Reserve	1.187,12	---	---	1.187,12
2013 Surplus distribution	---	---	---	---
Project additions a/c	---	---	---	---
Project reductions a/c	---	---	---	---
Total General Reserve	99.692,40	9.563,58	---	109.255,98

TOTAL RESERVES	99.692,40	9.563,58	109.255,98
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The breakdown of the **Reserves** in 2014 was as follows:

RESERVES	Opening Balance 31.12.13	Additions	Reductions	Closing Balance 31.12.14
RESERVA GENERAL				
GENERAL RESERVE	82.886,92			82.886,92
General reserve		15.618,36		15.618,36
2013 Surplus Distribution				
Project additions a/c				
Project reductions a/c				
	1.187,12			1.187,12
Country Plan Reserve				
2013 Surplus Distribution				
Project additions a/c				
Total General Reserve	84.074,04	15.618,36		99.692,40
TOTAL RESERVES	84.074,04	15.618,36		99.692,40

10.- TAX SITUATION.

10.1. Corporate income tax.

a) The Federation is governed by the Law 49/2002 of 23rd December on the tax arrangements for not-for-profit entities and tax incentives for patronage. All its unearned income received during the financial year is exempt from corporation tax. This unearned income is broken down as follows:

CONCEPT		2015	2014
a)	Exemptions provided by art. 6 y 7 of law 49/2002	245.301,63	202.955,46
1º	<u>Unearned income from the following sources:</u>	225.575,73	189.494,41
a)	Gifts, donations and others	50.276,69	50.114,12
	- General gifts	50.276,69	23.178,92
	- Contributions from users and income from sponsors		26.935,20
b)	Members' fees	92.666,00	88.897,00
c)	Grants, donations and legacies for the Entity's activity	82.633,04	50.483,29
	- Public and private grants	82.633,04	50.483,29
	- Bequests and legacies		
2º	<u>Unearned income arising from movable and immovable assets</u>	962,32	926,49
	- Movable (interest and dividends)	661,79	926,49
	- Immovable (rent and leases)	300,53	
4º	<u>Unearned income arising from ancillary activities</u>	18.763,58	12.534,56

- Service provision	17.594,80	11.051,31
- Sales and other ordinary income from commercial activities	1.163,94	1.096,19
- Other income	4,84	
TOTAL	245.301,63	202.955,46

b) The information demanded by tax legislation for an entity to enjoy not-for-profit status for the purposes of Law 49/2002 is listed in the following table:

REQUIREMENTS TO BENEFIT FROM LAW 49/2002	Section in the Notes
1. That the entity pursues objectives of public interest	1
2. That the entity allocates at least 70% of the income it receives to implementing its goals	13.2
3. That its economic activities are not at variance with its goals	11.9
4. That its associates are not the main beneficiaries	1
5. That the Executive Board's duties are performed without remuneration	15.7
6. Allocation of assets in the event of dissolution	15.11.e
7. Inscription at the Registry	1
8. Accounting requirements	2
9. Accountability	1 y 2

There are no taxable temporary differences, tax bases or tax credits for tax losses carried forward in the statement of financial position at the year end. There are also no provisions arising from corporation tax, from tax contingencies or from events after the year end involving a change to the tax rules on the tax assets and liabilities shown.

10.2 Other Taxes.

In period 2015, other taxes amount is as follows:

Other taxes	2015	2014
Registry of Associations Fees	18,74	22,94-
TOTAL	18,74	22,94

Given the Federation's activity, the Entity is considered to be a final consumer and, therefore, exempt from VAT on its activities, with the exception of any activities of an economic nature. The Entity submits a VAT return relating to those activities.

11.- INCOME AND EXPENDITURE.

The Entity treats grants received as income. This income, however, is not accounted for on a receipt basis but as and when those grants are spent on the projects for which they were awarded. Consequently, when the Entity allocates funds to cover project costs, it accounts for these funds as expenditure but, at the same time, it apportions a proportional part of the relevant grant to income.

11.1.- Cash Aid (3.a), Non-cash Aid (3.b) and Repayments of grants, donations and legacies made in the financial year (3.d).

The Entity has no cash-aids in 2015 financial year, nor in previous year.

11.2.- Stocks of goods (6)

The Entity had no stocks of goods in 2015 financial year, nor in previous year.

11.3.- Staff costs (8).

CONCEPT	Association	Development Cooperation	Education and Awareness-raising	Volunteerism	Fair Trade	Gender	Social Action	Communications	Fundraising
Salaries	63.030,04		20.413,96						
Compensations									
Social security	15.874,56		10.459,32						
Redundancies									
Training									
Other social costs (insurance, accident prevention, study grants etc.)	470,08								
TOTAL 2015	79.374,68		30.873,28						
110.247,96									

ITEM	Association	Development Cooperation	Education and Awareness-raising	Volunteerism/ Fair Trade/ Gender	Communications and Fundraising
Salaries	75.967,37				
Severance					
Social security	26.131,66				
Redundancies					
Training	200,00				
Other social costs (insurance, accident prevention, study grants etc.)	459,53				
TOTAL 2014	102.758,56				
102.758,56					

11.4.- Other activity expenditure (9).

Concept	Association	Development Cooperation	Education and Awareness-raising	Volunteerism	Fair Trade	Gender	Social Action	Communications	Fundraising
• Outside services	40.433,53	28.037,00	11.908,31	32,00				13.438,26	3.586,91
Repairs and servicing	8.426,50								
Professional services	5.212,41							5.285,95	
Insurance premium	336,80			32,00					
Bank services & other similar costs	154,25								
Advertising & Public Relations								2.887,60	
Supplies	3.507,62								
Oth. services:	22.795,95	28.037,00	11.908,31					5.264,71	3.586,91
-Deliveries	444,59		42,09						
-Mail	311,30		34,00						
-Telephone	2.391,06		910,00						
-Security	875,74								
-Office supplies	185,65		111,91						
-Photocopies	29,11		213,74						
-Web Page								4.901,71	
-Health and Cooperation Report			4.399,61						
-Charitable bequests									3.586,91
-Organization fees	9.635,00								
-Travel & subsistence, and interpr.	7.807,66	28.037,00	5.896,96						
-Social network diffusion	990,00							363,00	
-Power legal.									
-Oth. expen.	125,84		300,00						
• Other taxes	18,74								
TOTAL 2015	40.452,27	28.037,00	11.908,31	32,00				13.438,26	3.586,91
97.454,75									

Item	Association	Development Cooperation	Education and Awareness-raising	Volunteerism/ Fair Trade / Gender	Communications and Fundraising
• Outside services					
Repairs and servicing	6.594,52				
Professional services	4.008,93				
Insurance premium	325,18			28,00	
Bank services & other similar costs	267,17				
Advertising & Public Relations					2.510,80
Supplies	3.331,16				
Other services:	26.898,39				8.773,33
-Communications	601,48				
-Telephone	2.875,05		840,00		
-Security	858,14				
-Office supplies	657,19		10,00		
-Photocopies	144,94				
-Web page					4.938,01
-Health & Cooperation Report			6.505,21		
-Charitable bequests					3.835,32
-Organisation fees	10.407,50				
-Travel & subsistence expenses and interpreting costs.	6.784,74	7.823,29	10.678,43		
- Internal Org. Day	2.365,63				
- MMM-Famme manag.support	1.500,00				
- Other expenditure	703,72				
Bad debt losses related to the Entity's activity					
• Other taxes					
TOTAL 2014	41.425,35	7.823,29	18.033,64	28,00	11.284,13
			78.594,41		

11.5.- Income from promotions, sponsorships and partnerships (1c).

The Entity did not receive any income from promotions, sponsorships and partnerships in the 2015 financial year nor in previous year.

11.6.- Other income from the Association's activities (7).

Other activity income	TOTAL 2015	TOTAL 2014
Income for various services	17.594,80	11.051,31

Tripartita grant bonuses		
TOTAL	17,594,80	11.051,31

Various service income are related to **medicusmundi** nam because of local rental, fotocopies... and Médicos del Mundo Health and Cooperation Report income.

11.7.- Other income (14).

The amount for other income is **4,84 €** and **0,04 €** in 2014 period.

11.8. - Financial Income (15).

2015 closing balance for Financial Income is **0,12 €** and relates to interest earned from the Entity's bank accounts. In 2014 the figure was **0,23 €**.

11.9.- Sales and other ordinary income related to current activity (2)

Current activity result is subsidiary as it is not over the limit of 20.000,00€ as established in article 7th of Law 49/2002 and the obtained income is dedicated to the consecution of the aims of Entity.

The ending balance is **1.163,94€** and it is related to the image cession of Affinity Cards to Laboral Kutxa. In period 2014 the ending balance was **1.483,25€**, related to the same concept.

12.- GRANTS, DONATIONS AND LEGACIES.

Below is a breakdown of situation regarding grants which the Federation has received to fund the projects and activities undertaken with its partners and which it has accounted for in its statement of financial position. These specifically relate to grants which, at the year end, are very close to being implemented or where the cost incurred by the project can be justified to the funding body.

The movement in these grants during the 2015 financial year is as follows:

TYPE OF GRANT	FUNDING BODY	Balance 31.12.2014	Awarded (sum of 172+522+ 132)	Transfers and Adjustments (amounts refunded)	Interests	Implement. 2015	Pending Implementation		
							Long term debts convertible into grants (172)	Long term debts convertible into grants (172)	Grants (13)
<u>REPAYABLE PUBLIC GRANTS</u>	• European Union	33.450,11				25.022,88		8.427,23	
	• Fuenlabrada council.- Bolivia		30.000,00	(1.963,00)		28.037,00			
TOTAL REPAYABLE PUBLIC GRANTS		33.450,11	30.000,00	(1.963,00)		53.059,88		8.427,23	
<u>REPAYABLE PRIVATE GRANTS</u>	• Private Grants	147.110,84	80.000,00	(51.600,00)		17.000,00		158.510,84	
	General Óptica								
TOTAL REPAYABLE PRIVATE GRANTS		147.110,84	80.000,00	(51.600,00)*		17.000,00		158.510,84	
TOTAL PUBLIC AND PRIVATE GRANTS 2015		180.560,95	110.000,00	(53.563,00)		70.059,88		166.938,07	
<u>GRANTS, DONATIONS & LEGACIES-NON-REPAYABLE</u>	• Private grants REDES		1.602,86			300,53			1.302,33
	• Finalists Donations	23.873,60				12.573,16			11.300,44
TOTAL NON-REPAYABLE DONATIONS & LEGACIES		23.873,60	1.602,86			12.873,69			12.602,77
TOTAL PUBLICS AND PRIVATE GRANTS TOTAL DONATIONS AND LEGACIES		204.434,55	111.602,86	(53.563,00)		82.933,57		166.938,07	12.602,77

* Transfer General Óptica grant to member Associations of Famme, acting as ending beneficiaries of the grant, and therefore not impacting over the profit and loss account of the Entity.

The movement in these grants during the 2014 financial year was as follows:

TYPE OF GRANT	FUNDING BODY	Balance 31.12.2013	Awarded (sum of 172+522+ 132)	Transfers and Adjustments (amounts refunded)	Interests	Implement. 2014	Pending Implementation		
							Long term debts convertible into grants (172)	Long term debts convertible into grants (172)	Grants (132)
<u>REPAYABLE PUBLIC GRANTS</u>	• European Union	45.454,46		10.655,65		22.660,00		33.450,11	
TOTAL REPAYABLE PUBLIC GRANTS		45.454,46		10.655,65*		22.660,00		33.450,11	
<u>REPAYABLE PRIVATE GRANTS</u>	• Private Grants General Óptica	142.534,13	80.000,00	(47.600,00)		27.823,29		147.110,84	
TOTAL REPAYABLE PRIVATE GRANTS		142.534,13	80.000,00	(47.600,00)**		27.823,29		147.110,84	
TOTAL PUBLIC AND PRIVATE GRANTS 2014		187.988,59	80.000,00	(36.944,35)		50.483,29		180.560,95	
<u>NON REPAYABLE DONATIONS AND LEGACIES</u>	• Finalists Donations	11.049,60	12.824,00						23.873,60
TOTAL NON REPAYABLE DONATIONS AND LEGACIES		11.049,60	12.824,00						23.873,60
TOTAL PUBLICS AND PRIVATE GRANTS TOTAL DONATIONS AND LEGACIES		199.038,19	92.824,00	(36.944,35)		50.483,29		180.560,95	23.873,60

* Transfer from long to short term.

** Transfer grant General Óptica to member Associations of Famme acting as final beneficiaries of the grant, and therefore w/o influence over the Entity income statement.

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Management Income relates to the % concession which the various funding bodies, in keeping with their rules, make as part of their grants in order to support the overheads of the institutions which we manage. The management income for the current financial year is **17.000,00 Euros**, and its breakdown as follows:

FUNDING BODY	BALANCE 2015	BALANCE 2014
<u>MANAGEMENT INCOME FROM PUBLIC GRANTS</u>	0,00	0,00
MANAGEMENT INCOME FROM PUBLIC GRANTS	0,00	0,00
<u>MANAGEMENT INCOME FROM PRIVATE GRANTS AND RESTRICTED DONATIONS</u>	17.000,00	20.000,00
PRIVATE GRANTS		
General Óptica	17.000,00	20.000,00
<u>MANAGEMENT INCOME FROM RESTRICTED DONATIONS</u>	17.000,00	20.000,00
TOTAL MANAGEMENT INCOMES	17.000,00	20.000,00

Ratio Management Income / Overhead Costs 17.000,00 / 136.045,16 = **12,50% cost coverage.**

13.- THE ENTITY'S PRINCIPAL ACTIVITY, ALLOCATION OF RESOURCES TO ITS AIMS & ADMINISTRATIVE COSTS.

13.1 Entity's Main Activity.

In order to carry out its principal activity during the year, the Association relied on the material and human resources outlined in the following table:

I. Performed Activities

COOPERATION ACTIVITIES				
The following table outlines the aims, the funding methods, the financial and human resources used and the number of beneficiaries in the Entity's cooperation activities.				
PROJECT & SPECIFIC AIMS		COUNTRY	CLASSIFICATION BY SECTOR	
Project: "Implementation of Politic of Family Health, Communitarian & Intercultural in province Muñecas of La Paz Department (Bolivia). Phase III". Objective: Improvement in the access to a full health assistance intercultural of quality and gender focus through the implementation of a strategy of health promotion in the defined intervention areas, with a wide participation of the responsibility members, with obligations and rights.		Bolivia	CAD 122 Basic Health, Subsector 12220 Basic Health Attention	
BENEFICIARY POPULATION				
Total beneficiaries	31.136			
Direct beneficiaries	4.155			
Beneficiary population categories:				
	Individuals	Legal Entites		
a)	4.155	General population		
b)				
c)				
FUNDING METHODS		RESOURCES		
Fuenlabrada Council	30.000,00	Cash aid		
		Supplies		
		Staff costs		
		Other expenditure		28.037,00
		Depreciation		
		Financial costs		
		Exchange rate differences		
		Management Income (Transferred to MM. Nam)		1.963,00
TOTAL	30.000,00 €	TOTAL		30.000,00 €
STAFF EMPLOYED				
Type of staff	Number	Hours/week		
Aid workers				
Volunteers				
Contracted service staff				
Local staff	4			

EDUCATION FOR DEVELOPMENT ACTIVITIES

The following table outlines the aims, the funding methods, the financial and human resources used and the number of beneficiaries in the Entity's cooperation activities.

PROJECT & SPECIFIC AIMS		COUNTRY	CLASSIFICATION BY SECTOR	
Health and Cooperation Report. Aim: Impact in Development Cooperation and Humanitarian Action official policies in Health Sector, in order to improve its quality, efficacy and efficiency.		Spain	Sensitiveness	
Proyect "health workers for all and all for health workers" . Objective: Everyone may have access to medical, nurses and generally speaking health staff. If the situations remains as it is today, 1.000 million people all over the world would not have access to health proffessionals through their lives. The proyect "Health workers for all and all for Health workers" is an initiative of the civil european society to contribute to a sustainable health sector, compatible all over the world societies. The proyect "Health workers for all and all for Health workers" has the aim of developing and sharing adecuated tools for the analysis of politics, the construction of a community of practices and the action.		Europe	Sensitiveness	
BENEFICIARY POPULATION:				
Total beneficiaries:	6.336			
Direct beneficiaries:	2.672			
Beneficiary population categories:				
	Individuals	Legal entities		
a)	Public Institutions Workers	1.204	8	Universities
b)	Parlamentarians	86	140	ONGD
c)	Students	1.210	4	Ministeries
d)			20	Health Colectives
FUNDING METHODS		RESOURCES		
Euoepan Union	25.022,88	Cash aid		
medicumsmundi	17.758,71	Supplies		
		Staff costs		30.873,28
		Other expenditure		11.908,31
		Depreciation		
		Financial costs		
		Exchange rate differences		
TOTAL		42.781,59 €	TOTAL	42.781,59 €
STAFF EMPLOYED				
Type of staff	Number		Hours/week	
Aid workers				
Volunteers	1		3	
Contracted service staff				
Local staff				

13.2 Allocation of resources to the Entity's aims.

a) Assets and rights directly linked to fulfilling its aims:

The Federation was set up without start-up capital and its social fund is currently made up of the accumulated surplus distributions proposed by the Executive Board. No part of the fund is made up of equity. The assets and rights that form part of the Federation's assets on its statement of financial position and its premises, furniture and equipment etc. are directly linked to fulfilling the Entity's aims.

b) Level of compliance in the allocation of income, including unearned income.

ALLOCATION OF UNEARNED INCOME											
Period	Suptus/ (Deficit) for the year	Negative adjust. (1)	Positive adjust. (2A+2 B+2C)	Base figure (2D)	Minimum unearned income to be allocated		Resources allocated to aims (EXPENDITURE + INVESTMENT \$) (3)	2013	2014	2015	OUT- STANDING SUM
					Amount	%					
2013	15.618,36	0,00	259.208,22	274.826,58	192.378,61	70,00%	268.483,63	268.483,63			0,00
2014	9.563,58	0,00	193.391,88	202.955,46	142.068,82	70,00%	221.496,01		221.496,01		0,00
2015	21.380,71	0,00	223.920,92	245.301,63	171.711,14	70,00%	232.467,68			232.467,68	0,00
TOTAL	46.562,65	0,00	676.521,02	723.083,67	506.158,57		722.447,32	268.483,63	221.496,01	232.467,68	0,00

CALCULATION OF BASE FIGURE FOR ALLOCATING RESOURCES TO THE ENTITY'S AIM									
ACCOUNTING SURPLUS									
1. NEGATIVE ADJUSTMENTS TO THE ACCOUNTING SURPLUS									21.380,71
Non computable income									
2. POSITIVE ADJUSTMENTS TO THE ACCOUNTING SURPLUS									0,00
2.A) Expenditure arising from activities undertaken to achieve the Entity's aims									
Cooperation project expenditure									28.037,00
Jumanitarian aid project expenditure									0,00
Education and awareness- raising project expenditure									42.781,59
Joint costs									140.390,29
Total expenditure related to the Entity's aim									211.208,88
2.B) Allocation to fixed asset depreciation and provisions related to activities to achieve the Entity's aims									
Depreciation and provisions									12.712,04
2.C) Income charged directly to net assets for changes to accounting policies to achieve corrections relating to previous years									
POSITIVE ADJUSTMENTS									223.920,92
BASE FIGURE (2D)									245.301,63
3. INVESTMENTS EXECUTED IN THE CURRENT ACTIVITY IN THE CONSECUTION OF ENTITY AIMS									
A/c No.	Investment detail	Purchase			Method of funding			Admissible investments	
		Date	Purchase Value	Own resources	Grant, donation or legacy	Loan	Amount up to 2014	Amount during 2015	Outstanding amount
	Purchase of premises	08-11-02	270.455,00	14.455,00		256.000,00	170.378,61	16.509,94	83.566,45
	Purchase of IT equipment	13-04-15	1.602,86		1.602,86		0,00	1.602,86	0,00
	Purchase of IT applications	01-04-15	3.146,00	3.146,00				3.146,00	
TOTAL INVESTMENTS								21.258,80	
TOTAL RESOURCES ASSIGNED DURING THE YEAR									232.467,68

13.3 Resources used during the financial year

RESOURCES USED TO FULFIL AIMS DURING THE FINANCIAL YEAR			
RESOURCES	AMOUNT		
1. Expenditure on activities to fulfil aims (without depreciation or impairment adjustments) (2A)	211.208,88		
	Own funds	Grants, donations & legacies	Debt
2. Investments in activities carried out to meet aims	3.146,00	1.602,86	16.509,94
2.1 In the current year			
2.2 Carried forward from previous years and		1.602,86	16.509,94
a) Debts incurred in previous years and settled in current year			16.509,94
b) Allocation of capital grants, donations and legacies from previous years		1.602,86	
TOTAL RESOURCES USED IN THE YEAR (1)+(2)	232.467,68		

14.- TRANSACTIONS WITH FAMME ASSOCIATION MEMBERS.

The Federation of **medicusmundi** Associations brings together thirteen Associations from around Spain.

The balance of account between the Entity and other MM Associations at the end of 2015 year is as follows:

Item	Debtor Bal.	Creditor Bal.
• MM. Álava	410,00	
• MM. Andalucía	928,92	
• MM. Aragón		
• MM. Asturias	190,19	
• MM. Bizkaia	390,00	
• MM. Cantabria	315,54	
• MM. Castilla La Mancha		
• MM. Catalunya		1.709,91
• MM. C. Valenciana- Alicante		2.067,72
• MM. C. Valenciana- Castellón		625,57
• MM. Extremadura		
• MM. Gipuzkoa	25,00	
• MM. Madrid		
• MM. Nam		2.455,99
• MM. Rioja	214,55	
TOTAL	2.474,20	6.859,19

These balances are related to services provided, expenses etc.

The balance of account between the Entity and other MM Associations at the end of 2014 year was as follows:

Item	Debtor Bal.	Creditor Bal.
• MM. Álava		374,34
• MM. Andalucía	897,80	
• MM. Aragón	1.348,24	
• MM. Asturias	1.240,31	
• MM. Bizkaia	809,15	
• MM. Cantabria	15,00	
• MM. Castilla La Mancha	1.463,61	
• MM. Catalunya		2.730,05
• MM. C. Valenciana- Alicante		2.667,77
• MM. C. Valenciana- Castellón	258,16	
• MM. Extremadura		362,72
• MM. Gipuzkoa	25,00	
• MM. Madrid	3.707,72	
• MM. Navarra	58,66	
• MM. Rioja	99,32	
TOTAL	9.922,97	6.134,88

These balances are related to services provided, expenses etc.

MM Associations beneficiaries of grants	Balance 31.12.14	Concession	Transfers	Returns	Balance 31.12.15
PAYMENT OUTSTANDING GRANTS TO BENEFICIARIES	8.557.944,80	2.733.213,00	6.853.040,83	115.116,97	4.323.000,00
Conventions AECID 2014- 2017 (medicusmundi navarra and medicusmundi catalunya AECID Project 2014	7.320.000,00		3.570.000,00		3.750.000,00
medicusmundi andalucía AECID Project 2015 (medicusmundi nam) AECID 2015 Project (medicusmundi andalucía)	220.000,00	346.613,00	220.000,00		
ECHO MALI 2013 (medicusmundi andalucía)	68.000,00		68.000,00		
ECHO MALI 2014 (medicusmundi andalucía)	180.000,00		180.000,00		
ECHO MALI 2015		500.000,00	250.000,00		250.000,00

(medicusmundi andalucía) ECHO MAURITANIA 2013	120.000,00		54.975,57	65.024,43	
(medicusmundi andalucía) ECHO MAURITANIA 2014	370.000,00		370.000,00		
(medicusmundi andalucía) ECHO MAURITANIA 2015		865.000,00	692.000,00		173.000,00
(medicusmundi andalucía) ECHO BURKINA 2013	4.944,80			4.944,80	
(medicusmundi andalucía) ECHO BURKINA 2014	275.000,00		229.852,26	45.147,74	
(medicusmundi andalucía) ECHO BURKINA 2015		750.000,00	600.000,00		150.000,00
(medicusmundi andalucía) GENERAL ÓPTICA 2015		36.000,00	36.000,00		0,00
(medicusmundi bizkaia) GENERAL ÓPTICA 2015		10.000,00	10.000,00		0,00
(medicusmundi andalucía) GENERAL ÓPTICA 2015		3.600,00	3.600,00		0,00
(medicusmundi c- la mancha) GENERAL ÓPTICA 2014		800,00	800,00		0,00
(medicusmundi nam) GENERAL ÓPTICA 2015		600,00	600,00		0,00
(medicusmundi asturias) GENERAL ÓPTICA 2015		600,00	600,00		0,00
(medicusmundi rioja)					

MM Associations beneficiaries of grants	Balance 31.12.13	Transfers	Returns	Balance 31.12.14
PAYMENT OUTSTANDING GRANTS TO BENEFICIARIES	2.053.984,88	9.957.600,00	3.453.640,08	8.557.944,80
AECID 2010 (medicusmundi navarra, medicusmundi catalunya and medicusmundi andalucía)	850.000,00	--	850.000,00	0,00
AECID 2013 (medicusmundi catalunya)	318.588,00		318.588,00	0,00
Conventions AECID 2014- 2017 (medicusmundi navarra and medicusmundi catalunya)	0,00	7.500.000,00	180.000,00	7.320.000,00
AECID Project 2014 medicusmundi andalucía	0,00	220.000,00	--	220.000,00
ECHO MALI 2013 (medicusmundi andalucía)	68.000,00			68.000,00
ECHO MALI 2014 (medicusmundi andalucía)	0,00	600.000,00	420.000,00	180.000,00
ECHO MAURITANIA 2013 (medicusmundi andalucía)	600.000,00		480.000,00	120.000,00
ECHO MAURITANIA 2014 (medicusmundi andalucía)	0,00	740.000,00	370.000,00	370.000,00
INDITEX (medicusmundi andalucía)	21.752,50		21.752,50	0,00
ECHO BURKINA 2013 (medicusmundi andalucía)	195.644,38		190.699,58	4.944,80
ECHO BURKINA 2014 (medicusmundi andalucía)	0,00	850.000,00	575.000,00	275.000,00
GENERAL ÓPTICA 2014 (medicusmundi bizkaia)		36.000,00	36.000,00	0,00
GENERAL ÓPTICA 2014		6.000,00	6.000,00	0,00

(medicusmundi andalucía) GENERAL ÓPTICA 2014		3.600,00	3.600,00	0,00
(medicusmundi c-la mancha) GENERAL ÓPTICA 2014		800,00	800,00	0,00
(medicusmundi madrid) GENERAL ÓPTICA 2014		600,00	600,00	0,00
(medicusmundi asturias) GENERAL ÓPTICA 2014		600,00	600,00	0,00
(medicusmundi rioja)				

15.- OTHER INFORMATION.

15.1 Changes to the governing body, management and representation.

Executive Board 2015		Appointments		Resignations	
			Date Appoint.		Date Resign.
Chairman	Eduardo García Langarica				
Vicechairman	Carmen Sánchez Robles				
Treasury	Alfredo Amilibia Elorza				
Secretary	Luis Casado González				
Vocal	Francisco Álvarez Embeita				
Vocal	Máxima Lizán García				
Vocal	Ricardo Fernández Quintana	Ricardo Fernández Quintana	14/11/15	Carlos Manuel Pablo Alcaine	14/11/15

Takeovers 2015	
Management	Félix Fuentenebro Fernández

Executive Board 2014		Appointments		Resignations	
			Date Appoint.		Date Resign.
Chairman	Eduardo García Langarica			Enrique Revilla Pascual	21/06/14
Vicechairman	Carmen Sánchez Robles	Carmen Sánchez Robles	21/06/14	Miguel Urquía García	21/06/14
Treasury	Alfredo Amilibia Elorza	Alfredo Amilibia Elorza	22/11/14		
Secretary	Luis Casado González				
Vocal	Francisco Álvarez Embeita				
Vocal	Máxima Lizán García				

Vocal	Carlos	Manuel	Pablo				
	Alcaine						

Takeovers 2014	
Management	Félix Fuentenebro Fernández

15.2- Staff deployment.

The deployment of staff employed by the Federation, calculated both as a period average and as at 31-12-2015, is as follows:

	2015					
Category	Females		Males		TOTAL	Staff at 31-12-15
	Permanent	Temporary	Permanent	Temporary		
Office Staff	1,00		1,63		2,63	3
2 with post-secondary Advanced Diploma			1,63		1,63	2
1 with post-secondary Diploma.	1,00				1,00	1

The deployment of staff employed by the Federation, calculated both as a period average and as at 31-12-2014, is as follows:

	2014					
Category	Females		Males		TOTAL	Staff at 31-12-14
	Permanent	Temporary	Permanent	Temporary		
Office Staff	1,00		1,63		2,63	3
2 with post-secondary Advanced Diploma			1,63		1,63	2
1 with post-secondary Diploma.	1,00				1,00	1

15.3- Code of Conduct.

The Entity complies with the Code of Conduct for Not-for-Profit Entities in all its financial investments, which are detailed in point 7.1 of these Notes.

15.4- Managed Funds.

The funds managed by the Federation during the financial year amounted **223.920,92 euros**, and their breakdown between public and private funds is as follows:

Managed Funds 2015	Amount	Percentage
• Public funds	53.059,88	23,70%
• Private funds	170.861,04	76,30%

Managed Funds 2014	Amount	Percentage
• Public funds	22.660,00	11,72%
• Private funds	170.731,88	88,28%

15.5 Expenditure on education & awareness-raising, communications & fundraising and volunteerism, fair trade & gender.

The expenditure incurred in the areas of education & awareness-raising, communications & fundraising and volunteerism, fair trade & gender in the financial year is 59.838,76 euros, equal to 26,72 % of total managed funds of the period. The breakdown is as follows:

AREA	ACTIVITY	Balance	%
EDUCATION AND AWARENESS	• Human Resources Project	25.022,88	41,82
	• Wages and Salaries	13.059,10	21,82
	• Health and Cooperation Report	4.399,61	7,35
	• Proyeccion "A Luta Continua"	300,00	0,50
	Total Education and Awareness	42.781,59	71,49
VOLUNTEERISM	• Insurance	32,00	0,06
	Total Volunteerism	32,00	0,06
COMMUNICATIONS	• MM website maintenance	4.901,71	8,19
	• New MM Web Page	5.285,95	8,83
	• FAMME report	2.887,60	4,83
	• Difussion Video in social networks	363,00	0,61
	Total Communications	13.438,26	22,46
FUNDRAISING	• Fundraising	3.586,91	5,99
	Total Fundraising	3.586,91	5,99
TOTAL AREAS EXPENSES 2015		59.838,76	100

AREA	ACTIVITY	Balance	%
EDUCATION AND AWARENESS	• Human Resources Project	11.528,43	39,28
	• Health and Cooperation Report	6.505,21	22,17
	Total Education and Awareness	18.033,64	61,45
COMMUNICATIONS & FUNDRAISING	• MM website maintenance	4.938,01	16,83
	• FAMME report	2.510,80	8,56
	• Fundraising	3.835,32	13,07
	Total Communications and Fundraising	11.284,13	38,46
VOLUNTEERISM -- FAIR TRADE -- GENDER	• Insurance	28,00	0,09
	Total Volunteerism -- Fair Trade - Gender	28,00	0,09
TOTAL AREAS EXPENSES 2014		29.345,77	100,00

15.6- Public and private fundraising.

The public and private funds raised by the Federation during the financial year were as follows:

Fundraising	Balance	Percentage
• <u>Public Funds</u>	30.000,00	10,94%
• <u>Private Funds</u>	244.271,45	89,06%
Repayable private grants	80.000,00	29,17%
Non-Repayable private grants	1.602,86	0,58%
Private finalists donations		
Own income	162.668,59	59,31%
TOTAL 2015	274.271,45	100%

Fundraising	Balance	Percentage
• <u>Public Funds</u>	0,00	--
• <u>Private Funds</u>	245.296,17	100
Private Grants	80.000,00	32,61
Private finalists donations	12.824,00	5,23
Own income	152.472,17	62,16
TOTAL 2014	245.296,17	100%

The breakdown of **public funds** is shown in the table on grants in section 12 of these Notes to the Accounts, including both the public grants raised and the interest earned on them. The **private funds** raised are of two kinds:

- Received by the Association in a **generic way** affecting the Income Statement of the period, amounted **162.668,59 euros**.
- Private grants and finalists donations, to finance projects for which have been received, amounted **81.602,86 euros**.

15.7- Information regarding the Executive Board.

During 2015 financial year, the Executive Board members did not carry out any transactions with the Federation or the Group's Associations outside the ordinary course of business or in conditions other than those prevailing in the market.

The Federation, as per its Statutes shows that all members of the Executive Board are altruistic, therefore without any remuneration related to its position in the Board.

The Executive Board members do not own shares, hold positions or carry out duties in any companies with the same, similar or complementary social aims to the Federation. However, some Executive Board members hold management positions in the Group to which the Association belongs but these roles have not been included in these Notes given that they have no effect on their duties of diligence and loyalty or on potential conflicts of interest in the context of Law 26/2003 of 17th July, which modified Law 24/1988 of 28th July, and the revised wording of Spanish Corporation Law, approved by Royal Decree 1/2010 of 2nd July.

15.8- Auditors' remuneration.

The remuneration to the Federation of **medicmundi** Associations' auditors for services provided during the 2015 financial year is 1.024 euros without taxes. In 2014 amounted 1.348 euros.

15.9- Information relating to the Environment.

The signatories to these Annual Accounts, as members of the Federation of **medicmundi** Associations' Executive Board, state that there is no item in the Federation's accounts relating to these Annual Accounts that should be included in this document, apart from the environmental information stipulated by the Ministry of Economy Order of 8th October 2001.

The Federation has no responsibilities, expenditure, assets, provisions or contingencies of an environmental nature which could have a material effect on its assets, financial position and income statement.

15.10.- Status of accomplishment of legal deadlines of payment to suppliers in commercial operations.

According to the established on the final second provision of Law 31/2014, of 3rd of December, in which is modified the Capital Entities Law for the improvement of the corporate governments, the additional provision of the third Law 15/2010, of the 5th of July is also

modified, as it is Law 3/2004, of the 29th of December, in which there are established politics of fight against delinquency in commercial operations, the follow is indicated:

	2015
Average period of payment to suppliers	11,71

The maximum period of payment to suppliers is 60 days. This data is not incorporated comparatively in the first period, according to the Additional Unique Provision of the Resolution of the 29th of January of 2016, of the Institute of Accountancy and Accounts Audit, related to the information to be incorporated into the report of annual accounts in relation to the average period of payment to suppliers in commercial operations.

15.11- Additional Information.

- a) The Federation does not own any percentage shareholding in commercial companies.
- b) The Federation's Executive Board members, as a result of their roles as Directors, have no financial interest in commercial companies and, therefore, do not receive any remuneration from such companies.
- c) Economic Cooperation Agreements in general interest activities signed by the Entity in 2015 period are as follows: General Óptica and Caja Laboral.
General Óptica has economically support with 80.000,00€ **medicusmundi** projects in South and del North countries. In the South, giving priority to eye-care projects in Burkina Faso, Guatemala and Guinea Ecuatorial. In the North, supporting our "Maratones de Cuentos" performed by various **medicusmundi** Associations. The aim of theses "Maratones" is trying to sensitize to smaller and to non-smaller, through tales, of the importance of Millenium Objectives. In this sense, **medicusmundi** has promoted and spread in its newsletters, magazines and web page the mentioned Cooperation with General Óptica.
Bankia has cooperated with the Federation of **medicusmundi** with 3.030,87€. In this sense, the Federation has promoted and spread in its newsletters, magazines and web page to this cooperation.
Caja Laboral has cooperated with the Federation of **medicusmundi** with 1.163,94€. In this sense, the Federation has promoted and spread in its newsletters, magazines and web page to this cooperation.
- d) The Federation does not carry out any priority patronage activities.
- e) In article 63 of its Articles of Association, the Federation states that "In the event that the Federation is dissolved, assuming that that there are any assets remaining, the General Meeting that approved the dissolution shall nominate a liquidation committee from among the Executive Board members to be responsible for the existing funds so that, once the Federation's obligations have been satisfied, the remaining funds, if any, shall be distributed equitably and proportionally between the member Associations of the Federation of **medicusmundi** Associations".
- f) The amount of payments, in cash or in kind, made by the Federation to its trustees representative or to members of governmental bodies, whether as reimbursement for expenses arising from the performance of their duties or as remuneration for

services provided to the Federation other than those inherent in their duties, is as follows:

Assistance to Executive Board Meetings	2.402,97
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16.- BUDGET VARIANCE ANALYSIS FOR 2015 FINANCIAL YEAR

ITEM	BUDGET	ACTUAL	VARIANCE	ITEM	BUDGET	ACTUAL	VARIANCE
EXPENDITURE TRANS.				INCOME TRANS.			
1. CASH AID & OTHER COSTS FOR ED. FOR DEV. PROJ. (HUMAN RES. PROJ).	20.000	35.246	15.246	1. ENTITY'S ACTIVITY INCOME	1.000	1.164	-164
2. COOPERATION & GOV. BODIES	4.005	2.403	-1.602	2. FEES	105.488	92.666	12.822
3. OPERATING SUPPLIES				3. PROMOTERS, SPONSORS, ...			
4. STAFF EXPENSES	101.817	110.248	8.431	4. GRANTS, DONATIONS & LEGACIES	74.000	133.210	-59.210
5. DEPRECIATIONS, PROVISION & OTHERS	71.711	74.921	3.210	5. OTHER INCOME	16.253	17.595	-1.342
6. FINANCIAL EXPENSES	1.158	1.103	-55	6. FINANCIAL INCOME	1.950	662	1.288
7. EXTRAORDINARY EXPENSES				7. EXTRAORDINARY INCOME		5	-5
SUBTOTAL OPERATIONAL TRANSACTION EXPENDITURE	198.691	223.921	25.230	SUBTOTAL OPERATIONAL TRANSACTION INCOME	198.691	245.302	-46.611
GRANTS TRANSFERABLE TO MM ASSOCIATIONS	4.855.545	6.853.041	1.997.496	GRANTS TRANSFERABLE TO MM ASSOCIATIONS	4.855.545	6.853.041	-1.997.496
TOTAL OPERATIONAL TRANSACTION EXPENDITURE	5.054.236	7.076.962	2.022.726	TOTAL OPERATIONAL TRANSACTION INCOME	5.054.236	7.098.342	-2.044.106

17.- BUDGET FOR 2016 FINANCIAL YEAR

EXPENSES	BUDGET	INCOMES	BUDGET
EXPENDITURE TRANS.		INCOME TRANS.	
1. CASH AID & OTHER COSTS FOR ED. FOR DEV. PROJ. (HUMAN RES. PROJ).		1. ENTITY'S ACTIVITY INCOME	1.400
2. COOPERATION & GOV. BODIES	3.600	2. FEES	101.705
3. OPERATING SUPPLIES		3. PROMOTERS, SPONSORS, ...	
4. STAFF EXPENSES	112.229	4. GRANTS, DONATIONS	61.900
5. DEPRECIATIONS, PROVISION & OTHERS	69.786	5. OTHER INCOME	14.611
6. FINANCIAL EXPENSES	760	6. FINANCIAL INCOME	1.050
7. EXTRAORDINARY EXPENSES		7. EXTRAORDINARY INCOME	
		APPLICATION OF FINAL DONATION	5.709
SUBTOTAL OPERATIONAL TRANSACTION EXPENDITURE	186.375	SUBTOTAL OPERATIONAL TRANSACTION INCOME	186.375
GRANTS TRANSFERABLE TO MM ASSOCIATIONS	4.323.000	GRANTS TRANSFERABLE TO MM ASSOCIATIONS	4.323.000
TOTAL OPERATIONAL TRANSACTION EXPENDITURE	4.509.375	TOTAL OPERATIONAL TRANSACTION INCOME	4.509.375