



**FEDERACIÓN DE ASOCIACIONES
MEDICUS MUNDI**

Independent auditor's report on
annual accounts (PYME)
Exercise 2021

May 23, 2022

GM AUDITORS, S.L.

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Col·legi Censors J. de Comptes núm.1 · ROAC núm.50-213 · R. M. Barcelona T. 24474 E. 75966 Foli 1 · NIF B 08484339



Free translation of the report originally issued in Spanish. In case of a discrepancy, the original language version prevails over this translation.

Num. 4223/22

INDEPENDENT AUDITOR'S REPORT ON ANNUAL ACCOUNTS (PYME)

To the Associations members of the FEDERACION DE ASOCIACIONES MEDICUS MUNDI ESPAÑA by appointment of its Executive Board:

Opinion

We have audited the annual accounts (PYME) of FEDERACION DE ASOCIACIONES MEDICUS MUNDI ESPAÑA (the Entity), which comprise the balance as at December 31, 2021, the income statement and related explanatory report for the year then ended.

In our opinion, the accompanying annual accounts (PYME) present fairly, in all material respects, the equity and financial position of the Entity as at December 31, 2021, as well as its financial performance for the year then ended, in accordance with the applicable financial reporting framework (as identified in note 2 of the notes to the annual accounts), and, in particular, with the accounting principles and criteria included therein.

Basis for opinion

We conducted our audit in accordance to the legislation governing the audit practice in force in Spain. Our responsibilities under those standards, are further described in the Auditor's responsibilities for the audit of the annual accounts (PYME) section of our report.

We are independent of the Entity in accordance with the ethical requirements, including those relating to independence, that are relevant to our audit of the annual accounts (PYME) in Spain, in accordance with the legislation governing the audit practice. In this regard, we have not rendered services other than those relating to the audit of the accounts, nor have situations or circumstances arisen that, in accordance with the provisions of the aforementioned legislation, have affected our necessary independence such that it has been compromised.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Most relevant aspects of the audit

Most relevant aspects are those that, in our professional judgment, were of most significance in our audit of the annual accounts (PYME) of the current period. These matters were addressed

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in the context of our audit of the annual accounts (PYME) as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on them.

Income registration for subsidies

As explained in the report, the Entity registers non-refundable subsidies directly in net equity and are recognized as revenue for the financial year correlated with the expenses financed. The reimbursable subsidies are recorded in the liabilities until they acquire the status of non-refundable and subsidies that will be executed by other entities and the Entity acts as a mere intermediary, only treasury movements are recorded. In the notes 12, 13 and 14 of the report are detailed the subsidies received in the financial year, the amounts pending to be executed or transferred to other entities belonging to the federation, as well as their imputation in the income statement for the year. The accrual of these revenues and expenses constitute a relevant aspect of the audit because of its importance over the Entity's revenues.

As part of our audit work, among other procedures, we have reviewed the criteria established by the Entity for the recognition of income coming from grants. We have also requested the documentation that supports the grant received in the year and validated its correct valuation, imputation criteria and we have verified too, that the funds received have been applied to its purpose. Finally, we have evaluated whether the information disclosed in the report complies with the requirements of the applicable financial reporting framework.

Executive Board's responsibility of the for the annual accounts (PYME)

The Executive Board is responsible for the preparation of the accompanying annual accounts (PYME), such that they fairly present the equity, financial position and financial performance of the Entity, in accordance with the financial reporting framework applicable to the entity in Spain, and for such internal control as the Executive Board determine is necessary to enable the preparation of annual accounts (PYME) that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts (PYME), the Executive Board is responsible for assessing the Entity ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Executive Board either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the annual accounts (PYME)

Our objectives are to obtain reasonable assurance about whether the annual accounts (PYME) as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that audits conducted in accordance with legislation governing the audit practice in Spain, will always detect a material



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misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts (PYME).

As part of an audit in accordance with legislation governing the audit practice in Spain, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts (PYME), whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Board.
- Conclude on the appropriateness of the Executive Board use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual accounts (PYME) or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts (PYME), including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Executive Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we might have identified during our Audit.

Among any significant risk communicated with the Executive Board, we determine those matters that were of most significant in the audit of the annual accounts (PYME) of the current period and therefore the ones considered most significant.



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We describe these risks in our auditor's report unless law or regulation precludes public disclosure about the matter.

Barcelona, May 23, 2022

GM AUDITORS, SL
(ROAC Nº 50213)

David Sallán Mata
(ROAC Nº 18837)

Col·legi
de Censors Jurats
de Comptes
de Catalunya



GM AUDITORS, SL

2022 Núm. 20/22/11881

Informe d'auditoria de comptes subjecte
a la normativa d'auditoria de comptes
espanyola o internacional

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Document: **FINANCIAL STATEMENT**

Entity: **FEDERATION OF MEDICUS MUNDI ASSOCIATIONS**

Year: **2021**

| ASSETS | | Notes | 2021 | 2020 |
|---------------------|--|----------|---------------------|---------------------|
| A) | FIXED ASSETS | | 642.015,30 | 249.011,72 |
| | I. Intangible fixed assets | | | |
| | III. Tangible fixed assets | Note 5.2 | 241.878,15 | 248.874,57 |
| | VI. Non-current financial investments | Note 7 | 137,15 | 137,15 |
| | VIII. Debtors for long-term grants | Note 7 | 400.000,00 | |
| B) | CURRENT ASSETS | | 1.076.918,26 | 2.088.829,71 |
| | II. Users and other debtors related to own activity | Note 6 | 400.000,00 | 1.820.000,00 |
| | III. Trade debtors and others receivables | Note 7 | 1.736,37 | 10.560,08 |
| | 1. Sales and services customers | | 824,37 | 316,80 |
| | 3. Other debtors | | 912,00 | 10.243,28 |
| | IV. Short-term accounts with MM Associat. | Note 7 | 2.512,94 | 548,10 |
| | V. Other short-term accounts | Note 7.1 | 65.526,25 | 64.819,62 |
| | VII. Cash and other equivalent liquid assets | Note 7 | 607.142,70 | 192.901,91 |
| TOTAL ASSETS | | | 1.718.933,56 | 2.337.841,43 |

Document: **FINANCIAL STATEMENT**
 Entity: **FEDERATION OF MEDICUS MUNDI ASSOCIATIONS**
 Year: **2021**

| NET ASSETS AND LIABILITIES | | Notes | 2021 | 2020 |
|---|--|---------------|---------------------|---------------------|
| A) | NET ASSETS | | 425.766,79 | 419.787,23 |
| A-1 | <u>Own funds</u> | Note 9 | 425.766,79 | 419.787,23 |
| I. | Social fund | | 200.000,00 | 200.000,00 |
| II. | Reserves | | 219.787,23 | 233.513,69 |
| III. | Retained profits from previous years | | | |
| IV. | Retained profit (loss) for the year | Note 3 | 5.979,56 | -13.726,46 |
| A-3 | <u>Specific donations and bequests/ legacies received</u> | | | |
| B) | NON- CURRENT LIABILITIES | | 410.116,13 | 10.116,13 |
| I. | Long term provisions | | 10.116,13 | 10.116,13 |
| II. | Long term debts | Note 8 | 400.000,00 | |
| 1. | Amounts owed to credit institutions | | | |
| 4. | L/T debts convertible into grants, donat. & legacies | | 400.000,00 | |
| V. | Long term debts | | | |
| C) | CURRENT LIABILITIES | | 883.050,64 | 1.907.938,07 |
| II. | Short-term (S/T) debts | Note 8 | 84.733,17 | 73.733,17 |
| 1. | Amounts owed to credit institutions | | | |
| 3. | Other short term debts | | | |
| 4. | S/T debts convertible into grants, donat. & legacies | | 84.733,17 | 73.733,17 |
| III. | Short-term debts with MM Associations | Note 8 | 787.495,15 | 1.820.697,41 |
| V. | Trade creditors and other payables | Note 8 | 10.822,32 | 13.507,49 |
| 2. | Other creditors | | 2.720,42 | 5.342,53 |
| 3. | Other payables to Public Authorities | | 8.101,90 | 8.164,96 |
| VI. | Short-term accruals and deferrals | | | |
| TOTAL NET ASSETS AND LIABILITIES | | | 1.718.933,56 | 2.337.841,43 |

Document: **FINANCIAL STATEMENT**
Entity: **FEDERATION OF MEDICUS MUNDI ASSOCIATIONS**
Year: **2021**

| FINANCIAL STATEMENT | | Notes | 2021 | 2020 |
|---------------------|---|------------------|---------------------|---------------------|
| A) | SURPLUS/ (DEFICIT) FOR THE YEAR | | 5.979,56 | -13.726,46 |
| 1. | Income related to the Entity's activity | Note 10 | 196.904,88 | 187.893,84 |
| a) | Associate and affiliate fees | | 90.000,00 | 90.000,00 |
| c) | Promotions, sponsors & collaborations income | | | |
| d) | Grants, donations & legacies charged to the surplus/ (deficit) for the year | | 40.691,90 | 29.499,16 |
| f) | Donations received | | 66.212,98 | 68.394,68 |
| | Sales and other ordinary income from commercial activities | Note 10 | 2.882,64 | 2.637,72 |
| 3. | Aid and other expenditure | Note 11.1 | - | - 483,65 |
| | Exp. Arising from cooperation agreements and governmental bodies | | | - 483,65 |
| 7. | Other Activity Income | Note 11.6 | 9.017,98 | 9.639,43 |
| 8. | Staff costs | Note 11.3 | - 141.960,64 | - 141.972,62 |
| 9. | Other activity expenditure | Note 11.4 | - 54.574,51 | - 63.151,83 |
| 10. | Depreciation of fixed assets | | - 6.996,42 | - 7.317,13 |
| 11. | Capital grants, donations & legacies transferred to surplus for the year | | | |
| 13. | Deterioration due to fixed assets alienation | | | |
| 14. | Other income | Note 11.7 | - 1,00 | - 480,00 |
| A.1) | ACTIVITY SURPLUS/ (DEFICIT) | | 5.272,93 | - 13.234,24 |
| 15. | Financial income | Note 11.8 | | |
| 16. | Financial costs | | | - 19,70 |
| 17. | Fair value adjustment on financial instruments | | 706,63 | - 449,04 |
| 18. | Exchange rate differences | | | |
| 19. | Impairment and loss on disposal of financial instruments | | | - 23,48 |
| A.2) | SURPLUS/ (DEFICIT) ON FINANCIAL TRANSACTIONS | | 706,63 | - 492,22 |
| A.3) | SURPLUS/ (DEFICIT) BEFORE TAX | | 5.979,56 | - 13.726,46 |
| A.4) | NET ASSETS ADJUSTMENTS RECOGNISED IN THE SURPLUS/ (DEFICIT) FOR THE YEAR | | 5.979,56 | - 13.726,46 |

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| | | | |
|-------------|--|--------------------|--------------------|
| B) | INCOME & EXPENDITURE CHARGED DIRECTLY TO NET ASSETS | | |
| 1. | Public grants received | 1.877,00 | 469,25 |
| 2. | Private grants, donations and legacies received- | 32.000,00 | 16.666,83 |
| | 2.1 Private grants received. | 32.000,00 | 16.666,83 |
| | 2.1 Private donations and legacies received | | |
| 3. | Private donations & legacies received | | |
| B.1) | INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM DIRECTLY CHARGED INCOME & EXPENDITURE | 33.877,00 | 17.136,08 |
| C) | RECLASSIFICATIONS RELATED TO THE SURPLUS/ (DEFICIT) FOR THE YEAR | | |
| 1. | Public grants received | - 1.877,00 | - 469,25 |
| 2. | Private grants, donations and legacies received- | - 32.000,00 | - 16.666,83 |
| | 2.1 Private grants received. | - 32.000,00 | - 16.666,83 |
| | 2.1 Private donations and legacies received | | |
| C.1) | INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM SURPLUS/ (DEFICIT) RECLASSIFICATIONS FOR THE YEAR | - 33.877,00 | - 17.136,08 |
| D) | INCREASE/ (DECREASE) IN NET ASSETS ARISING FROM DIRECTLY CHARGED INCOME & EXPENDITURE | - | - |
| E) | POLICIES | | |
| F) | ERRORS ADJUSTMENTS | | |
| G) | INCREASE/ (DECREASE) IN THE SOCIAL FUND | Note 9 | |
| H) | OTHER INCREASES/ (DECREASES) | | |
| I) | TOTAL SURPLUS/ (DEFICIT) & INCREASE/ (DECREASE) TO NET ASSETS FOR THE YEAR | 5.979,56 | - 13.726,46 |

| SEGMENTED INCOME STATEMENT 2021 BY LINES OF ACTION | | | | | | | | | | | | | | | | |
|--|-------------|---------------------------------|-------------------------------|----------------------------------|-----------------------------|---|--|--------|---------------|-------------------------------------|---|-----------------------------------|--------------------------------------|------------------|------------|------------|
| ITEM | ASSOCIATION | RIGHT TO HEALTH | | | | | SOCIAL TRANSF. & CITIZ. CONSTRUCTION | | | | | ASOCIATIONS DEV. & SOCIAL SUPPORT | | | TOTAL | |
| ITEM | ASSOCIATION | DEVELOP MENT PROJECT S | HUMAN. AID PROJECT S | SOCIAL ACTION PROJECT S | STUDIES (Only Health) | POLITICAL & SOCIAL INCID. (Only Health) | EDUCATI ON AWARE ESS- RAISING PROJECT S | GENDER | FAIR TRADE | STUDIES (Only Non- Health) | POLITICA L & SOCIAL INCID. (Only Non- Health) | COMMUNIC ATION | MARKETIN G AND FUNDRAIS ING | VOLUNTE ERISM | TOTAL | |
| INCOME | 206.239,93 | 1.798,80 | | | | | 1.877,00 | | | | | 295,52 | | | | 210.211,25 |
| Inc. Entity's activity | | | | | | | | | | | | | | | | 170.038,73 |
| * Sales & other ordinary income from commercial activities | | | | | | | | | | | | | | | | |
| * MM Assoc. member fees | 2.882,64 | | | | | | | | | | | | | | 2.882,64 | |
| * General donations | 90.000,00 | | | | | | | | | | | | | | 90.000,00 | |
| * Corporate donations | 22.808,20 | | | | | | | | | | | | | | 22.808,20 | |
| * Users donations & sponsors incomes | 43.404,78 | | | | | | | | | | | | | | 43.404,78 | |
| * Other current activity | 519,38 | | | | | | | | | | | | | | 0,00 | |
| * Other activity income | 7.219,18 | | | | | 1.798,80 | | | | | | | | | 519,38 | |
| * Services provided | 1.405,75 | | | | | | | | | | | | | | 9.017,98 | |
| * Extraord. Income (& non-current assets income) | | | | | | | | | | | | | | | 1.405,75 | |
| Total activity income | 168.239,93 | | | | | 1.798,80 | | | | | | | | | 0,00 | |
| Other income | | | | | | | | | | | | | | | | 170.038,73 |
| * Donations and legacies execut.income | | | | | | | | | | | | | 295,52 | | 40.172,52 | |
| * Projects income | | | | | | | | | | | | | | | 295,52 | |
| * In. from priv. grants & restric. don. | | | | | | | | | | | | | | | 0,00 | |
| * Income from public grants | | | | | | | 1.877,00 | | | | | | | | 0,00 | |
| * Management inc. grants and restricted donations | 38.000,00 | | | | | | | | | | | | | | 1.877,00 | |
| * Public grants manag. income | | | | | | | | | | | | | | | 38.000,00 | |
| Total other income | 38.000,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 1.877,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 295,52 | 0,00 | 0,00 | |
| Financial year gap | | | | | | | | | | | | | | | | |
| TOTAL | 206.239,93 | 0,00 | 0,00 | 0,00 | 0,00 | 1.798,80 | 1.877,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 295,52 | 0,00 | 210.211,25 | |

| ITEM | ASSOCIATION | RIGHT TO HEALTH | | | | | | SOCIAL TRANSF. & CITIZ. CONSTRUCTION | | | | | ASSOCIATIONS DEV. & SOCIAL SUPPORT | | | TOTAL |
|---|-------------|-----------------------------|-------------------------------|----------------------------------|-----------------------------|---|--|--------------------------------------|---------------|-------------------------------------|---|-------------------|--------------------------------------|------------------|------------|------------|
| ITEM | ASSOCIATION | DEVELOPM ENT PROJECTS | HUMAN. AID PROJECT S | SOCIAL ACTION PROJECT S | STUDIES (Only Health) | POLITICAL & SOCIAL INCID. (Only Health) | EDUCATI ON ANS AWAREN ESS- RAISING PROJECT S | GENDER | FAIR TRADE | STUDIES (Only Non- Health) | POLITIC AL & SOCIAL INCID. (Only Non- Health) | COMMUNIC ATION | MARKETIN G AND FUNDRAIS ING | VOLUNTE ERISM | TOTAL | |
| EXPENDITURE | 130.237,27 | 40.934,23 | | | | | | 8.797,30 | | | | | 24.262,89 | | | 204.231,69 |
| * Cash & non- cash aid/ repayments | | | | | | | | | | | | | | | 0,00 | |
| * Supplies (only projects) | | | | | | | | | | | | | | | 0,00 | |
| * Supplies | | | | | | | | | | | | | | | 0,00 | |
| *Outside services | 32.341,93 | | | | | 8.123,07 | | | | | 1.231,93 | 9.088,78 | 3.630,00 | 122,99 | 54.538,70 | |
| * Taxes | 35,81 | | | | | | | | | | | | | | 35,81 | |
| * Social security coop. staff | | | | | | | | | | | | | | | 0,00 | |
| * Social security headquarters staff | 90.162,99 | | | | | 32.811,16 | 1.877,00 | | | | 5.688,37 | 11.421,12 | | | 141.960,64 | |
| * Exp. coop. agreem'ts & gov. bods. | | | | | | | | | | | | | | | 0,00 | |
| * Financial costs | 699,12 | | | | | | | | | | | | | | 699,12 | |
| * Exceptional exp. & other losses | 1,00 | | | | | | | | | | | | | | 1,00 | |
| * Depreciation | 6.996,42 | | | | | | | | | | | | | | 6.996,42 | |
| * Provisions & other dot. | | | | | | | | | | | | | | | 0,00 | |
| * Business Tax | | | | | | | | | | | | | | | 0,00 | |
| Total expenditure | 130.237,27 | 0,00 | 0,00 | 0,00 | 0,00 | 40.934,23 | 1.877,00 | 0,00 | 0,00 | 0,00 | 6.920,30 | 20.509,90 | 3.630,00 | 122,99 | 204.231,69 | |
| Surpl./ (defic.) for year | | | | | | | | | | | | | | | 5.979,56 | |
| TOTAL | 130.237,27 | 0,00 | 0,00 | 0,00 | 0,00 | 40.934,23 | 1.877,00 | 0,00 | 0,00 | 0,00 | 6.920,30 | 20.509,90 | 3.630,00 | 122,99 | 210.211,25 | |

Association Expenses Ratio over Total Managed Resources: 63,77%

Right to Health Expenses Ratio over Total Managed Resources: 20,04%

Social Transformation & Citizenship Construction Expenses Ratio over Total Managed Resources: 4,31%

Associative Development & Social Responsibility Expenses Ratio over Total Managed Resources: 11,88%

| SEGMENTED INCOME STATEMENT 2020 BY LINES OF ACTION | | | | | | | | | | | | | | | |
|--|-------------|---------------------------------|-------------------------------|----------------------------------|-----------------------------|---|--|--------|---------------|-------------------------------------|---|-----------------------------------|--------------------------------------|------------------|------------|
| ITEM | ASSOCIATION | RIGHT TO HEALTH | | | | | SOCIAL TRANSF. & CITIZ. CONSTRUCTION | | | | | ASOCIATIONS DEV. & SOCIAL SUPPORT | | | TOTAL |
| ITEM | ASSOCIATION | DEVELOP MENT PROJECT S | HUMAN. AID PROJECT S | SOCIAL ACTION PROJECT S | STUDIES (Only Health) | POLITICAL & SOCIAL INCID. (Only Health) | EDUCATI ON ANS AWAREN ESS- RAISING PROJECT S | GENDER | FAIR TRADE | STUDIES (Only Non- Health) | POLITICA L & SOCIAL INCID. (Only Non- Health) | COMMUNIC ATION | MARKETIN G AND FUNDRAIS ING | VOLUNTE ERISM | TOTAL |
| INCOME | 193.259,01 | 2.482,97 | | | | | 469,25 | | | | | 3.951,66 | | | 200.172,89 |
| Inc. Entity's activity | | | | | | | | | | | | | | | 173.741,98 |
| * Sales & other ordinary income from commercial activities | 2.637,72 | | | | | | | | | | | | | | 2.637,72 |
| * MM Assoc. member fees | 90.000,00 | | | | | | | | | | | | | | 90.000,00 |
| * General donations | 27.709,51 | | | | | | | | | | | | | | 27.709,51 |
| * Corporate donations | 40.685,17 | | | | | | | | | | | | | | 40.685,17 |
| * Users donations & sponsors incomes | | | | | | | | | | | | | | | 0,00 |
| * Other current activity | 3.068,25 | | | | | 2.482,97 | | | | | | | | | 3.068,25 |
| * Other activity income | 7.156,46 | | | | | | | | | | | | | | 9.639,43 |
| * Services provided | 1,90 | | | | | | | | | | | | | | 1,90 |
| * Extraord. Income (& non-current assets income) | | | | | | | | | | | | | | | 0,00 |
| Total activity income | 171.259,01 | | | | | 2.482,97 | | | | | | 0,00 | | | 173.741,98 |
| Other income | | | | | | | | | | | | | | | 26.430,91 |
| * Donations and legacies execut.income | | | | | | | | | | | | | 3.294,83 | | 3.294,83 |
| * Projects income | | | | | | | | | | | | | | | 0,00 |
| * In. from priv. grants & restric. don. | | | | | | | | | | | | 666,83 | | | 666,83 |
| * Income from public grants | | | | | | | 469,25 | | | | | | | | 469,25 |
| * Management inc. grants and restricted donations | 22.000,00 | | | | | | | | | | | | | | 22.000,00 |
| * Public grants manag.income | | | | | | | | | | | | | | | 0,00 |
| Total other income | 22.000,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 469,25 | 0,00 | 0,00 | 0,00 | 0,00 | 666,83 | 3.294,83 | 0,00 | 26.430,91 |
| Financial year gap | | | | | | | | | | | | | | | 13.726,46 |
| TOTAL | 193.259,01 | 0,00 | 0,00 | 0,00 | 0,00 | 2.482,97 | 469,25 | 0,00 | 0,00 | 0,00 | 0,00 | 666,83 | 3.294,83 | 0,00 | 213.899,35 |

| ITEM | ASSOCIATION | RIGHT TO HEALTH | | | | | SOCIAL TRANSF. & CITIZ. CONSTRUCTION | | | | | ASSOCIATIONS DEV. & SOCIAL SUPPORT | | | TOTAL |
|--------------------------------------|-------------------|----------------------|---------------------|------------------------|-----------------------|---|--------------------------------------|-------------|-----------------|---------------------------|---|------------------------------------|---------------------------|--------------|-------------------|
| ITEM | ASSOCIATION | DEVELOPMENT PROJECTS | HUMAN. AID PROJECTS | SOCIAL ACTION PROJECTS | STUDIES (Only Health) | POLITICAL & SOCIAL INCID. (Only Health) | EDUCATION AWARENESS-RAISING PROJECTS | GENDER | FAIR TRADE | STUDIES (Only Non-Health) | POLITICAL & SOCIAL INCID. (Only Non-Health) | COMMUNICATION | MARKETING AND FUNDRAISING | VOLUNTEERISM | TOTAL |
| EXPENDITURE | 119,457,67 | | | 58,627,89 | | | | | 8,919,16 | | | | 26,894,63 | | 213,899,35 |
| * Cash & non-cash aid/ repayments | | | | | | | | | | | | | | | 0,00 |
| * Supplies (only projects) | | | | | | | | | | | | | | | 0,00 |
| * Supplies | 32.724,38 | 10.164,00 | | | | | | | | | | | | | 0,00 |
| * Outside services | | | | | | | | | | | | | | | 63.080,31 |
| * Taxes | 71,52 | | | | | | | | | | | | | | 71,52 |
| * Social security coop. staff | | | | | | | | | | | | | | | 0,00 |
| * Social security headquarters staff | 77.886,87 | | | | | | | | | | | | | | 0,00 |
| * Exp. coop. agreements & gov. bods. | 483,65 | | | | | | | | | | | | | | 483,65 |
| * Financial costs | 494,12 | | | | | | | | | | | | | | 494,12 |
| * Exceptional exp. & other losses | 480,00 | | | | | | | | | | | | | | 480,00 |
| * Depreciation | 7.317,13 | | | | | | | | | | | | | | 7.317,13 |
| * Provisions & other dot. | | | | | | | | | | | | | | | 0,00 |
| * Business Tax | | | | | | | | | | | | | | | 0,00 |
| Total expenditure | 119,457,67 | 10.164,00 | 0,00 | 0,00 | 0,00 | 0,00 | 469,25 | 0,00 | 0,00 | 0,00 | 8.449,91 | 22.563,63 | 4.235,00 | 96,00 | 213,899,35 |
| Surpl./ (defic.) for year | | | | | | | | | | | | | | | |
| TOTAL | 119,457,67 | 10.164,00 | 0,00 | 0,00 | 0,00 | 0,00 | 469,25 | 0,00 | 0,00 | 0,00 | 8.449,91 | 22.563,63 | 4.235,00 | 96,00 | 213,899,35 |

Association Expenses Ratio over Total Managed Resources: 56,86%

Right to Health Expenses Ratio over Total Managed Resources: 27,41%

Social Transformation & Citizenship Construction Expenses Ratio over Total Managed Resources: 4,17%

Associative Development & Social Responsibility Expenses Ratio over Total Managed Resources: 12,67%

Document: **NOTES TO THE FINANCIAL STATEMENTS**
Entity: **FEDERATION OF MEDICUS MUNDI ASSOCIATIONS**
Period: **2021**

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, non-profitable 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 2021, the Federation included eight 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 2021 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.

Commercial Code and other commercial legislation.

General Accounting Plan approved according to the RD 1515/2007 and adaptations according to RD 1491/2011 of 26th of October, its Resolution of 26th of March 2013 of the Accounting Institute and Accounting Audit (ICAC), by which it is approved the General Accounting Plan of small and medium non-profit entities without and following the modifications of the RD 602/2016 of 2nd of December of 2016.

Development rules in accounting matters established by the ICAC.

Other corresponding legislation applicable.

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.

7) Error amendments

No error amendments have been registered.

3.- PERIOD SURPLUS

Period surplus amounts **5.979,56 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 2021 | Year 2020 |
|-----------------------------|------------------|-------------------|
| Shortfall period | | 13.726,46 |
| Surplus period | 5.979,56 | |
| TOTAL | 5.979,56 | 13.726,46 |
| Application | Year 2021 | Year 2020 |
| General Reserve | 5.979,56 | -13.726,46 |
| Internal Solidarity Reserve | | |
| Social Fund | | |
| TOTAL | 5.979,56 | -13.726,46 |

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 only acquires financial assets and liabilities on an occasional basis. In this regard, its trading activity is essentially based on receiving grants and donations from public and private sources, which it uses to finance their management structures, its needs and projects which undertakes with its partners.

Financial Assets at amortised cost

The financial Assets included in this category should be valued initially at their cost, that may be equal to the reasonable value of the given price adding on top the transactional costs that may be directly assigned to them.

Its subsequent valuation may be done at its depreciated cost, only when its due date is longer than a year and the impact of flow updates is relevant against its nominal value. For the financial assets of this category with due date below a year may be valued at its nominal value.

At the period closing, the valuation corrections of impairment should be booked if there is evidence that the owed values will not be paid.

Financial assets kept for negotiation

The Entity considers financial assets kept for negotiation when:

- a) Are originated or acquired with the aim of being sold at short term.
- b) Are part of a portfolio of financial tools identified and jointly managed of which there is evidence of recent proceedings to get gains at short term or,
- c) Is a derived financial tool, only when it is not a warranty contract and it has not been assigned as a coverage tool.

The financial assets kept for negotiation are initially valued at a reasonable value unless there is contrary evidence, this should be the transaction price. The changes in the reasonable value are assigned to the period profit and loss statement.

At least at period closing, the necessary value corrections should be booked only when there is objective evidence that the booked value of the investment may not be recoverable. The value corrections of impairment or its reversal should be booked as an expense or an income in the profit and loss statement.

Financial assets at cost

In this category, the investments in the assets of the group, multigroup and associated entities should be classified, according to the 10th rule of preparation of the annual accounts, and the remaining asset tools, unless to these it applies what is mentioned in the paragraph of financial assets kept for negotiation.

The investments in asset tools included under this category should be valued initially at cost, that may be equal to the reasonable value of the given price adding on top the transactional costs that may be directly assigned to them.

Subsequently should be valued at cost, less, when applicable, the accumulated amount of value corrections of impairment.

At least at period closing, the necessary value corrections should be booked only when there is objective evidence that the booked value of the investment may not be recoverable. The value corrections of impairment or its reversal should be booked as an expense or an income in the profit and loss statement.

Financial liabilities at amortised cost

In reference to financial liabilities, correspond essentially to the supplier opened balances and service suppliers as well as refundable subsidies that may be booked as liabilities until the conditions to be treated as refundable are met.

The financial liabilities included under this category should be valued initially at cost, that may be equal to the reasonable value of the given price adding on top the transactional costs that may be directly assigned to them. Subsequently should be valued at depreciated cost.

Its subsequent valuation may be done at its depreciated cost, only when its due date is longer than a year and the impact of flow updates is relevant against its nominal value. For the financial assets of this category with due date below a year may be valued at its nominal value.

5) Inventories

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

6) Foreign currency transactions

All transactions in foreign currency are 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 in foreign currency held at year-end is valued at the prevailing exchange rate on the 31st December. Debits and credits in foreign currency are accounted using the exchange rate 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 accrual 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 **medicusmundi** Associations brings together eight Associations in Spain. As a result, FAMME carries out transactions with **medicusmundi** Associations which involve both the shared management of AECID- and EU-funded projects and business deals within the **medicusmundi** network.

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

5.1- Intangible fixed assets

The movement in Intangible fixed assets during the 2021 financial year was as follows:

| Item | Opening Bal. 31.12.2020 | Inflows | Outflows | Closing Bal. 31.12.2021 |
|--------------------------------|----------------------------|---------|----------|----------------------------|
| a) Cost | 23.219,60 | -- | -- | 23.219,60 |
| Computer software | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL COST | 23.219,60 | -- | -- | 23.219,60 |
| b) Depreciation | 23.219,60 | -- | -- | 23.219,60 |
| Computer software | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL DEPRETIATION | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL INTANGIBLE ASSETS | -- | -- | -- | -- |

As of 31-12-2021 all intangible fixed assets are fully depreciated

Balance in Intangible fixed assets during 2020 financial year was as follows:

| Item | Opening Bal. 31.12.2019 | Inflows | Outflows | Closing Bal. 31.12.2020 |
|--------------------------------|----------------------------|---------|----------|----------------------------|
| a) Cost | 23.219,60 | -- | -- | 23.219,60 |
| Computer software | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL COST | 23.219,60 | -- | -- | 23.219,60 |
| b) Depreciation | 23.219,60 | -- | -- | 23.219,60 |
| Computer software | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL DEPRETIATION | 23.219,60 | -- | -- | 23.219,60 |
| TOTAL INTANGIBLE ASSETS | -- | -- | -- | -- |

As of 31-12-2020 all intangible fixed assets are fully depreciated.

5.2- Tangible fixed assets

The movement in Tangible fixed assets during 2021 financial year was as follows:

| Item | Opening Bal. 31.12.2020 | Inflows | Outflows | Closing Bal. 31.12.2021 |
|------|----------------------------|---------|----------|----------------------------|
|------|----------------------------|---------|----------|----------------------------|

| Item | Opening Bal. 31.12.2020 | Inflows | Outflows | Closing Bal. 31.12.2021 |
|------------------------------|----------------------------|-----------------|----------|----------------------------|
| a.0) Cost | 5.260,00 | -- | -- | 5.260,00 |
| • Other constructions | 5.260,00 | -- | -- | 5.260,00 |
| a.1) Cost | 372.561,86 | -- | -- | 372.561,86 |
| • Land | 170.094,45 | -- | -- | 170.094,45 |
| • Buildings (headquarters) | 95.678,13 | -- | -- | 95.678,13 |
| • Fixtures and Fittings | 91.420,68 | -- | -- | 91.420,68 |
| • Furniture | 8.946,26 | -- | -- | 8.946,26 |
| • IT systems | 6.422,34 | -- | -- | 6.422,34 |
| TOTAL COST | 377.821,86 | -- | -- | 377.821,86 |
| b.1) Depreciation | 128.947,29 | 6.996,42 | -- | 135.943,71 |
| • Land | 34.444,08 | 1.913,56 | -- | 36.357,64 |
| • Buildings (headquarters) | 79.634,06 | 4.740,36 | -- | 84.374,42 |
| • Fixtures and Fittings | 8.917,69 | 28,57 | -- | 8.946,26 |
| • Furniture | 5.951,46 | 313,93 | -- | 6.265,39 |
| • IT systems | | | | |
| TOTAL DEPRECIATION | 128.947,29 | 6.996,42 | -- | 135.973,71 |
| TOTAL TANGIBLE ASSETS | 248.874,57 | 6.996,42 | -- | 241.878,15 |

At 31-12-2021 the Entity had fully depreciated tangible fixed assets amounting to 14.112,90 €.

The Entity received during 2016 period a property valued in 5.760 euros related to the valuation of the undivided part of a property received in inheritance being neither used nor exploded by the Federation and therefore is not being depreciated, although it is worth mentioning that 500 euros of the property state were unsubscribed.

The movement in Tangible fixed assets during the 2020 financial year was as follows:

| Item | Opening Bal. 31.12.2019 | Inflows | Outflows | Closing Bal. 31.12.2020 |
|----------------------------|----------------------------|-----------------|----------|----------------------------|
| a.0) Cost | 5.260,00 | -- | -- | 5.260,00 |
| • Other constructions | 5.260,00 | -- | -- | 5.260,00 |
| a.1) Cost | 372.561,86 | -- | -- | 372.561,86 |
| • Land | 170.094,45 | -- | -- | 170.094,45 |
| • Buildings (headquarters) | 95.678,13 | -- | -- | 95.678,13 |
| • Fixtures and Fittings | 91.420,68 | -- | -- | 91.420,68 |
| • Furniture | 8.946,26 | -- | -- | 8.946,26 |
| • IT systems | 6.422,34 | -- | -- | 6.422,34 |
| TOTAL COST | 377.821,86 | -- | -- | 377.821,86 |
| b.1) Depreciation | 121.630,16 | 7.317,13 | -- | 128.947,29 |
| • Land | 32.530,52 | 1.913,56 | -- | 34.444,08 |
| • Buildings (headquarters) | 74.893,70 | 4.740,36 | -- | 79.634,06 |
| • Fixtures and Fittings | 8.744,15 | 173,54 | -- | 8.917,69 |
| • Furniture | 5.461,79 | 489,67 | -- | 5.951,46 |
| • IT systems | | | | |
| TOTAL DEPRECIATION | 121.630,16 | 7.317,13 | -- | 128.947,29 |

| Item | Opening Bal. 31.12.2019 | Inflows | Outflows | Closing Bal. 31.12.2020 |
|------------------------------|----------------------------|-----------------|-----------|----------------------------|
| TOTAL TANGIBLE ASSETS | 256.191,70 | 7.317,13 | -- | 248.874,57 |

At 31-12-2020 the Entity had fully depreciated tangible fixed assets amounting to 13.981,01€

Entity, in 2016 period has received a property valued in 5.760 euros related to the valuation of the undivided part of a received heritage not in usage and exploitation by the Federation and therefore not to be depreciated. As of closing date its sale is being managed.

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.

In both periods 2021 and 2020, the Entity has fixed assets subsidized for a value of 3.711,85 euros.

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 **400.000,00 €** as of 2021 and the breakdown by funding body is as follows:

| USERS AND OTHER DEBTORS | Opening balance | Additions | Reductions | Transfers | Closing balance |
|---|---------------------|---------------------|---------------------|-------------------|-------------------|
| Public grants pending of collection | | | | | |
| Grants: AECID | 1.250.000,00 | 370.000,00 | 1.620.000,00 | | 0,00 |
| Grants: ECHO | 270.000,00 | | 270.000,00 | | 0,00 |
| Total | 1.520.000,00 | 370.000,00 | 1.890.000,00 | | 0,00 |
| Private party grants pending of collection | | | | | |
| Grants: General Óptica | 0,00 | 80.000,00 | 80.000,00 | | 0,00 |
| Grants: Inditex | 300.000,00 | 800.000,00 | 300.000,00 | 400.000,00 | 400.000,00 |
| Total | 300.000,00 | 880.000,00 | 380.000,00 | 400.000,00 | 400.000,00 |
| TOTALS | 1.820.000,00 | 1.250.000,00 | 2.270.000,00 | 400.000,00 | 400.000,00 |

The closing balance of Users and Other Debtors Related to the Entity's Activity was **1.820.000,00 €** for 2020 and the breakdown by funding body, as follows:

| USERS AND OTHER DEBTORS | Opening balance | Additions | Reductions | Transfers | Closing balance |
|---|---------------------|---------------------|---------------------|-------------|---------------------|
| Public grants pending of collection | | | | | |
| Grants: AECID | 1.700.000,00 | 2.200.000,00 | 2.650.000,00 | | 1.250.000,00 |
| Grants: ECHO | 600.000,00 | 270.000,00 | 600.000,00 | | 270.000,00 |
| Total | 2.300.000,00 | 2.470.000,00 | 3.250.000,00 | | 1.520.000,00 |
| Private party grants pending of collection | | | | | |
| Grants: General Óptica | 0,00 | 80.000,00 | 80.000,00 | | 0,00 |
| Grants: Inditex | 300.000,00 | 300.000,00 | 300.000,00 | | 300.000,00 |
| Total | 300.000,00 | 380.000,00 | 380.000,00 | | 300.000,00 |
| TOTALS | 2.600.000,00 | 2.850.000,00 | 3.630.000,00 | 0,00 | 1.820.000,00 |

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.

| Category | Balance | Account | Description | 2021 | 2020 |
|---|---------|---------|---|---------------------|---------------------|
| Financial Assets at long-term amortization cost | | | | | |
| Loans and long-term receivables | | | | | |
| Long term financial investments | | | | | |
| | | 270 | Long-term guarantees | 137,15 | 137,15 |
| Long-term grants debtors | | | | | |
| | | 262 | Long-term grant debts | 400.000,00 | |
| Total Financial Assets at long-term amortization cost | | | | 400.137,15 | 137,15 |
| Financial Assets at short-term amortization cost | | | | | |
| Users and other debtors to the entity's activity | | | | | |
| | | 4483 | Public grants pending collection | | 1.520.000,00 |
| | | 4484 | Private grants pending collection | 400.000,00 | 300.000,00 |
| Trade debtors and other receivables | | | | | |
| | | 430 | Customers | 824,37 | 316,80 |
| | | 440 | Debtors | 912,00 | 10.243,28 |
| Short-term financial accounts with MM Associations | | | | | |
| | | 5521 | Short term a/cs with MM Associations | 635,94 | 548,10 |
| | | 5524 | Cta. Cte. Asoc. MM vinculadas a proyectos | 1.877,00 | |
| Other short term accounts | | | | | |
| | | 541 | Short-term financial invest. in financial instruments | 65.526,25 | 64.819,62 |
| Cash and liquid assets | | | | | |
| Cash and other liquid assets | | | | | |
| | | 570 | Cash, euro | 95,66 | 86,21 |
| | | 5720 | Bank accounts Association | 520.888,96 | 117.210,90 |
| | | 5721 | Bank accounts projects | 86.158,08 | 75.604,80 |
| Total Financial Assets at short-term amortization cost | | | | 1.076.918,26 | 2.088.829,71 |
| TOTAL FINANCIAL ASSETS | | | | 1.477.055,41 | 2.088.966,86 |

| Categories | Class | | | |
|---------------------------------------|---------------------------|---------------|-------------------|---------------|
| | Long Term Financial Tools | | | |
| | Receivables and others | | TOTAL | |
| | 2021 | 2020 | 2021 | 2020 |
| Financial assets kept for negotiation | | | 0,00 | 0,00 |
| Financial assets at amortization cost | 400.137,15 | 137,15 | 400.137,15 | 137,15 |
| Financial assets at cost | | | 0,00 | 0,00 |
| TOTAL | 400.137,15 | 137,15 | 400.137,15 | 137,15 |

| Categories | Class | | | |
|---------------------------------------|----------------------------|---------------------|---------------------|---------------------|
| | Short Term Financial Tools | | | |
| | Receivables and others | | TOTAL | |
| | 2021 | 2020 | 2021 | 2020 |
| Financial assets kept for negotiation | | | 0,00 | 0,00 |
| Financial assets at amortization cost | 1.076.918,26 | 2.088.829,71 | 1.076.918,26 | 2.088.829,71 |
| Financial assets at cost | | | 0,00 | 0,00 |
| TOTAL | 1.076.918,26 | 2.088.829,71 | 1.076.918,26 | 2.088.829,71 |

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. Related to long-term grants received from Inditex.
- 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 Caixabank.
- 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.

7.1- FINANCIAL INVESTMENTS

All Financial Investments belong to an Investment Fund call SANTANDER RENDIMIENTO CLASE A and SANTANDER SOSTENIBLE ACCIONES CLASE C, which its governance entity is BANCO SANTANDER ASSET MANAGEMENT, S.A, S.G.I.I.C and the depository entity is CACEIS BANK SPAIN, S.A.

| Item | Balance 2021 | Balance 2020 |
|---|------------------|------------------|
| • Financial asset investments– Class A Performance | 57.523,38 | 57.974,32 |
| • Financial asset investments– Sustainable Equity Class C | 7.296,24 | 7.294,34 |
| • Devaluation of the active– Class A Performance | (699,12) | (450,94) |
| • Revaluation of the active– Sustainable Equity Class C | 1.405,75 | 1,90 |
| TOTALS | 65.526,25 | 64.819,62 |

The movement during 2021 financial year was as follows:

| INVESTMENTS | Opening Bal. 31-12-20 | 2021 Investment | 2021 Withdrawal | Closing Bal. 31-12-21 |
|--------------------------------------|--------------------------|-----------------|-----------------|--------------------------|
| Class A Performance | 57.523,38 | | 699,12 | 56.824,26 |
| Santander Sustainable Equity Class C | 7.296,24 | 1.405,75 | | 8.701,99 |
| TOTALS | 64.819,62 | 1.405,75 | 699,12 | 65.526,25 |

The movement during 2020 financial year was as follows:

| INVESTMENTS | Opening Bal. 31-12-19 | 2020 Investment | 2020 Withdrawal | Closing Bal. 31-12-20 |
|--------------------------------------|--------------------------|-----------------|-----------------|--------------------------|
| Class A Performance | 57.974,32 | | 450,94 | 57.523,38 |
| Santander Sustainable Equity Class C | 7.294,34 | 1,90 | | 7.296,24 |
| TOTALS | 65.268,66 | 1,90 | 450,94 | 64.819,62 |

Financial Investments made by the Entity in 2021 & 2020 periods followed the established principles in the code of conduct of financial investments of **medicusmundi** as indicated in section 18.

8. FINANCIAL LIABILITIES

| Category | Balance | Account | Description | 2021 | 2020 |
|--|---------|---------|--|---------------------|---------------------|
| Financial liabilities at long-term amortization cost | | | | | |
| Long term debts | | | | | |
| | | 172 | Long term debts transf. in grants and donations | 400.000,00 | |
| Total Financial liabilities at long-term amortization cost | | | | 400.000,00 | 0,00 |
| Financial liabilities at short-term amortization cost | | | | | |
| Short term debts | | | | | |
| | | 520 | Short term debts with credit institutions | | |
| | | 522 | Short term debts transf. in grants and donations | 84.733,17 | 73.733,17 |
| Debts with MM Associations - short term | | | | | |
| | | 5521 | Checking account with MM Associations | 3.495,15 | 6.697,41 |
| | | 5524 | Check. account with MM Assoc. linked with projects | 784.000,00 | 1.814.000,00 |
| Comercial creditors & other account payables | | | | | |
| | | 410 | Creditors for providing services | 2.720,42 | 5.342,53 |
| Total Financial liabilities at short-term amortization cost | | | | 874.948,74 | 1.899.773,11 |
| TOTAL FINANCIAL ASSETS | | | | 1.274.948,74 | 1.899.773,11 |

| Categories | Class | | | | | |
|--|--------------------------------|-------------|------------------------|-------------|-------------------|-------------|
| | Long term financial tools | | | | | |
| | Debts with credit institutions | | Derivatives and others | | TOTAL | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Financial liabilities at amortization cost | | | 400.000,00 | 0,00 | 400.000,00 | 0,00 |
| Financial liabilities kept for negotiation | | | | | | |
| TOTAL | 0,00 | 0,00 | 400.000,00 | 0,00 | 400.000,00 | 0,00 |

| Categories | Class | | | | | |
|--|--------------------------------|-------------|------------------------|---------------------|-------------------|---------------------|
| | Short term financial tools | | | | | |
| | Debts with credit institutions | | Derivatives and others | | TOTAL | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Financial liabilities at amortization cost | 0,00 | 0,00 | 874.948,74 | 1.899.773,11 | 874.948,74 | 1.899.773,11 |
| Financial liabilities kept for negotiation | | | | | | |
| TOTAL | 0,00 | 0,00 | 874.948,74 | 1.899.773,11 | 874.948,74 | 1.899.773,11 |

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

- Long-term debts convertible into grants, donations and legacies. Balance of the approved grants for Federation projects, to be executed from 2023 onwards.
- Short-term debts convertible into grants, donations and legacies. Balance of the approved grants for Federation projects, to be executed in 2022 period.
- 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 | 2022 | 2023 | REST |
|--|------------|------------|------------|------|
| Long-term debts convertible into grants, donations and legacies | 400.000,00 | | 400.000,00 | |
| Short-term debts convertible into grants, donations and legacies | 84.733,17 | 84.733,17 | | |
| Debts with Assoc. Short term | 787.495,15 | 787.495,15 | | |
| Trade creditors and other payables | 2.720,42 | 2.720,42 | | |

9.- OWN FUNDS

The movement in this group of accounts during 2021 financial year was as follows:

| Item | Balance at 31-12-20 | Additions | Transfers | Reductions | Closing balance at 31-12-21 |
|-----------------------------|---------------------|-----------------|-------------|------------|-----------------------------|
| • Social fund | 200.000,00 | | | | 200.000,00 |
| • General reserve | 133.513,69 | | (13.726,46) | | 119.787,23 |
| • Reserve Common Fond Solid | 100.000,00 | | | | 100.000,00 |
| • Surplus 2020 | (13.726,46) | | 13.726,46 | | |
| SUBTOTAL | 419.787,23 | | | | 419.787,23 |
| Surplus for the year | | 5.979,56 | | -- | 5.979,56 |
| TOTAL OWN FUNDS | 419.787,23 | 5.979,56 | -- | | 425.766,79 |

The movement for this group of accounts during the 2020 financial year was as follows:

| Item | Balance at 31-12-19 | Additions | Transfers | Reductions | Closing balance at 31-12-20 |
|-----------------------------|---------------------|--------------------|-------------|------------|-----------------------------|
| • Social fund | 200.000,00 | | | | 200.000,00 |
| • General reserve | 147.479,17 | | (13.965,48) | | 133.513,69 |
| • Country Plan Reserve | 1.187,12 | | (1.187,12) | | |
| • Reserve Common Fond Solid | 100.000,00 | | | | 100.000,00 |
| • Surplus 2019 | (15.152,60) | | 15.152,60 | | |
| SUBTOTAL | 433.513,69 | | | | 433.513,69 |
| Deficit for the year | | (13.726,46) | | -- | (13.726,46) |
| TOTAL OWN FUNDS | 433.513,69 | (13.726,46) | -- | | 419.787,23 |

In 2016, the Entity received 53.433,52 euros related to the valuation of assets received of various heritages delivered to the foundational fund of the Entity. As of closing period date it is pending of sale the property registered in the immobilized material of point 5.2.

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 could obtain. Their use is always restricted to financing the projects and activities that are part of the Entity's social aim.

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 | | 2021 | 2020 |
|--------------|---|-------------------|-------------------|
| a) | Exemptions provided by art. 6 y 7 of law 49/2002 | 210.211,25 | 200.172,89 |
| 1º | <u>Unearned income from the following sources:</u> | 196.904,88 | 187.893,84 |
| a) | Gifts, donations and others | 66.212,98 | 68.394,68 |
| | - General gifts | 22.808,20 | 27.709,51 |
| | - Enterprises donations | 43.404,78 | 40.685,17 |
| b) | Members' fees | 90.000,00 | 90.000,00 |
| c) | Grants, donations and legacies for the Entity's activity | 40.691,90 | 29.499,16 |
| | - Public and private grants | 40.396,38 | 26.204,33 |
| | - Donations and legacies | 295,52 | 3.294,83 |
| 2º | <u>Unearned income arising from movable and immovable assets</u> | 1.405,75 | 1,90 |
| | - Movable (interest and dividends) | 1.405,75 | 1,90 |
| | - Immovable (rent and leases) | | |
| 4º | <u>Unearned income arising from ancillary activities</u> | 11.900,62 | 12.277,15 |
| | - Service provision | 9.017,98 | 9.639,43 |
| | - Sales and other ordinary income from commercial activities | 2.882,64 | 2.637,72 |
| | - Other income | | |
| TOTAL | | 210.211,25 | 200.172,89 |

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. Registration | 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 2021, other taxes amount is as follows:

| Other taxes | 2021 | 2020 |
|-------------------------------|--------------|--------------|
| Register of Associations Fees | 11,94 | 19,12 |
| Digital Certificate Fees | | 52,40 |
| Contributions | 23,87 | |
| TOTAL | 35,81 | 71,52 |

Given the Federation's activity, the Entity is considered to be final user and, therefore, exempt from VAT on its activities, except for 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 neither cash-aids in 2021 financial year, nor in previous year.

11.2.- Stocks of goods (6)

The Entity had no stocks of goods in 2021 financial year, nor in previous year.

11.3.- Staff costs (8)

| CONCEPT | 2021 | 2020 |
|--|-------------------|-------------------|
| Salaries | 107.338,28 | 107.296,26 |
| Compensations | | |
| Social security | 34.004,40 | 34.004,40 |
| Redundancies | | |
| Training | 45,00 | 99,00 |
| Other social costs (insurance, accident prevention, study grants etc.) | 572,96 | 572,96 |
| TOTAL | 141.960,64 | 141.972,62 |

11.4.- Other activity expenditure (9)

| CONCEPT | 2021 | 2020 |
|-------------------------------------|------------------|------------------|
| • Outside services | 54.538,70 | 63.080,31 |
| Repairs and maintenance | 7.648,05 | 7.314,59 |
| Professional services | 8.178,11 | 16.446,97 |
| Insurance premium | 463,88 | 445,67 |
| Bank services & other similar costs | 1.173,87 | 942,55 |
| Advertising & public relations | 3.729,20 | 3.399,63 |
| Supplies | 1.515,01 | 2.353,31 |
| Other services: | 31.830,58 | 32.177,59 |
| -Deliveries | 196,25 | 166,80 |
| -Mail | 383,09 | 161,05 |
| -Office supplies | 672,05 | 589,23 |
| -Photocopies | 504,55 | 273,98 |
| -Telephone | 2.847,79 | 2.822,24 |
| -Travels, allowances & displac. | 28,72 | 218,30 |
| -Organizational fees | 9.635,00 | 9.835,00 |
| -Security | 818,04 | 818,04 |
| -Domain & web page mainten. | 5.359,58 | 3.666,79 |
| -Health and Cooperation report | 4.414,49 | 3.626,10 |
| -Solid. Legacies | 3.630,00 | 3.630,00 |
| -Testamenta | | 605,00 |
| -Other expenses | 3.341,02 | 5.765,06 |
| • Other taxes | 35,81 | 71,52 |
| TOTAL | 54.574,51 | 63.151,83 |

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

The Entity had no income from promotions, sponsorships and partnerships in 2021 financial year, nor in previous year.

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

| Other activity income | TOTAL 2021 | TOTAL 2020 |
|-----------------------------|-----------------|-----------------|
| Income for various services | 9.017,98 | 9.639,43 |
| TOTAL | 9.017,98 | 9.639,43 |

Various service income is related to **medicusmundi** nam because of local rental, photocopies... and to the income of Médicos del Mundo through the Report of Health and Cooperation and small adjustments.

11.7.- Other income (14)

In period 2021 the amount related to other results was **1,00€** and in 2020 there was **480,00€**.

11.8. - Financial Income (15)

There has been no financial incomes neither in 2021 nor in 2020 periods.

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

Sales and other incomes of the commercial activity reflected in the actual annual accounts are auxiliary or complementary to the activities defined with the aim of accomplish the Entity objectives, being the net value of the performance in the period **2.882,64€** figure that means **1,38%** of the total income of the Entity in the period, therefore it does not exceed the 20% figure of the total period income according to what it is legally indicated in section 7.11 of 49/2002 law.

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 2021 financial year was as follows:

| TYPE OF GRANT | FUNDING BODY | Balance 31.12.2020 | Awarded | Transfers and Adjustments | Interests | Implement. 2021 | Pending Implementation | | |
|--|--|-----------------------|---------------------------|------------------------------|-----------|-----------------------|--|---|--------|
| | | | | | | | Long term debts convertible into grants | Short term debts convertible into grants | Grants |
| REPAYAB. PUBLIC GRANTS | • Public Grants; AECID | | 1.877,00 | | | 1.877,00 | | | |
| TOTAL REPAYABLE PUBLIC GRANTS | | | 1.877,00 | | | 1.877,00 | | | |
| REPAYAB. PRIVATE GRANTS | • Private Grants; General Óptica Inditex | 67.733,17 6.000,00 | 80.000,00 1.200.000,00 | (47.000,00) (784.000,00) | | 32.000,00 6.000,00 | 400.000,00 | 68.733,17 16.000,00 | |
| TOTAL REPAYABLE PRIVATE GRANTS | | 73.733,17 | 1.280.000,00 | (831.000,00)* | | 38.000,00 | 400.000,00 | 84.733,17 | |
| TOTAL PUBLIC AND PRIVATE GRANTS 2019 | | 73.733,17 | 1.281.877,00 | (831.000,00) | | 39.877,00 | 400.000,00 | 84.733,17 | |
| GRANTS. DONATIONS& LEGACIES-NON- REPAYABLE | • Private grants;RED.ES • Finalists Donations | | | | | | | | |
| TOTAL NON-REPAYABLE DONATIONS & LEGACIES | | | | | | | | | |
| TOTAL PUBLICS AND PRIVATE GRANTS TOTAL DONATIONS AND LEGACIES | | 73.733,17 | 1.281.877,00 | (831.000,00) | | 39.877,00 | 400.000,00 | 84.733,17 | |

* Transfer General Óptica and Inditex grants 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 is 831.000,00€

The movement in these grants during the 2020 financial year was as follows:

| TYPE OF GRANT | FUNDING BODY | Balance 31.12.2019 | Awarded | Transfers and Adjustments | Interests | Implement. 2020 | Pending Implementation | | |
|--|---|-------------------------|------------------|------------------------------|-----------|--------------------|--|---|--------|
| | | | | | | | Long term debts convertible into grants | Short term debts convertible into grants | Grants |
| REPAYAB. PUBLIC GRANTS | • Public Grants; AECID | | 469,25 | | | 469,25 | | | |
| TOTAL REPAYABLE PUBLIC GRANTS | | | 469,25 | | | 469,25 | | | |
| REPAYAB. PRIVATE GRANTS | • Private Grants; General Óptica Inditex | 48.000,00 300.000,00 | 80.000,00 | (43.600,00) (294.000,00) | | 16.666,83 | | 67.733,17 6.000,00 | |
| TOTAL REPAYABLE PRIVATE GRANTS | | 348.000,00 | 80.000,00 | (337.600,00)* | | 16.666,83 | | 73.733,17 | |
| TOTAL PUBLIC AND PRIVATE GRANTS 2019 | | 348.000,00 | 80.469,25 | (337.600,00) | | 17.136,08 | | 73.733,17 | |
| GRANTS. DONATIONS& LEGACIES-NON- REPAYABLE | • Private grants; RED ES • Finalists Donations | | | | | | | | |
| TOTAL NON-REPAYABLE DONATIONS & LEGACIES | | | | | | | | | |
| TOTAL PUBLICS AND PRIVATE GRANTS TOTAL DONATIONS AND LEGACIES | | 348.000,00 | 80.469,25 | (337.600,00) | | 17.136,08 | | 73.733,17 | |

* Transfer General Óptica and Inditex grants 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 is 337.600,00€

The official capital grants received during 2021 period were related to a donation of 2 laptops and 1 printer done by the public organism **Red.es** for a total value of 3.711,85 €, of which it has been transferred to period income the figure of the booked depreciation (0€).

| | Initial Balance | Increases | Reductions | End Balance |
|---------------------------|-----------------|-----------|------------|-------------|
| Capital Grants | | | | -- |
| Grants & capital legacies | | | | |
| Other grants & subsidies | | | | |
| TOTAL | | | | |

| Entity | Project Name | Amount |
|---|---|---------------------|
| Agencia Española de Cooperación Internacional de Desarrollo (AECID) | Support to the national program of early detection of breast cancer and uterus neck through the usage of X-rays in the area | 370.000,00 |
| Agencia Española de Cooperación Internacional de Desarrollo (AECID) | Integral management program of sanitary waste through innovative technology in health centers without treatments | 11.272,57* |
| General Óptica | Visual health projects in Guatemala and Burkina Faso and Storytellers | 80.000,00 |
| Inditex | Promotion of the health right and social rights of the workers of the tailoring sector in Morocco | 1.200.000,00 |
| TOTAL | | 1.661.272,57 |

*This subsidy has been received by the company Athisa in collaboration with MM. Sur.

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 **38.000,00 Euros**, and its breakdown as follows:

| FUNDING BODY | IMPORTE 2021 | IMPORTE 2020 |
|---|------------------|------------------|
| MANAGEMENT INCOME FROM PUBLIC GRANTS | | |
| MANAGEMENT INCOME FROM PUBLIC GRANTS | | |
| MANAGEMENT INCOME FROM PRIVATE GRANTS AND RESTRICTED DONATIONS | 38.000,00 | 22.000,00 |
| PRIVATE GRANTS | | |
| General Óptica'21 | 16.000,00 | 16.000,00 |

| | | |
|--|------------------|------------------|
| General Óptica'22 | 16.000,00 | |
| Inditex | 6.000,00 | 6.000,00 |
| MANAGEMENT INCOME FROM RESTRICTED DONATIONS | 38.000,00 | 22.000,00 |
| TOTAL MANAGEMENT INCOMES | 38.000,00 | 22.000,00 |

Ratio Management Income / Overhead Costs 38.000,00 / 130.237,27 = **29,18% cost coverage.**

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

13.1 Entity's Main Activity

With the entering in force of Law INT/1089/2014, on the 11th of June, in which the activities memory model is approved to be used in the procedures referred to associations of public utility, the information to which the current paragraph is referred will be not compulsory needed. However, in the following charts a summary of the activities carried on by this Entity is showed.

I. Performed Activities

| OTHER ENTITY ACTIVITIES | | | | | |
|--|---|--------------------------------|---------------------------|-------------------------|--|
| In the following chart(s) other activities (action lines) are showed. They are developed by the Entity in the compliance of the statutory objectives, indicating not only the financial tools used but also the economic and human resources used to carry it out. | | | | | |
| ACTION LINE: | | EDUCATION AND AWARENESS | | | |
| In collaboration MM (if there is more than 1 Associat. pl select it): | | | | | |
| In collaboration with other organizations, associations, social movements, instit. & public/private entities: | | | | | |
| Name: | | | | | |
| Type: | | | | | |
| LOCATION | | | | | |
| Autonomous Communities: | | Spain | | | |
| Provinces: | | | | | |
| Locations: | | | | | |
| INCOMES AND EXPENSES OF THE ACTION LINE | | | | | |
| Financing | Detailed | Incurring value in 2020 | Resources | Incurring value in 2020 | |
| Public grants | Agencia Española de Cooperación Internacional al Desarrollo (AECID) | 1.877,00 | Collaboration expenses | | |
| | | | Governing bodies expenses | | |
| Private grants | | | Procurement | | |
| Sales | | | Payroll Expenses | 1.877,00 | |
| Donations and legacies | | | Other activity expenses | | |
| Sponsorships/others | | | Depreciation | | |
| Contribution with medicusmundi own resources: | | | Financial expenses | | |
| Total | | 1.877,00 € | Total | 1.877,00 € | |
| STAFF ASSIGNED TO LINE ACTION | | | | | |
| Staff at headquarters : | | | | | |
| Fist Name & Family Name | Role | Education | Sex | Hours /week | |
| Carlos Mediano | Study Area | Degree | M | 2 | |
| Félix Fuentesnebro | Director | Degree | M | 2 | |
| Teresa Rosario | Communication Area | Degree | F | 1 | |
| | | | | | |
| | | | | | |
| Providing services | | | | | |
| Total Volunteer no. | | Hours/week | | | |

| OTHER ENTITY ACTIVITIES | | | | | |
|---|--------------------|----------------------------|---------------------------|------------------------|-----------|
| In the following chart(s) other activities (action lines) are showed. They are developed by the Entity in the compliance of the estatutory objectives, indicating not only the financial tools used but also the economic and human resources used to carry it out. | | | | | |
| ACTION LINE: | | POLITICAL INCIDENCE | | | |
| In colaboration MM (if there is more than 1 Associat. pl select it): | | | | | |
| In colaboration with other organizations, associations, social movements, instit. & public/private entities: | | | | | |
| Name: | | | | | |
| Type: | | | | | |
| LOCATION | | | | | |
| Autonomous Communities: | | Spain | | | |
| Provinces: | | | | | |
| Locations: | | | | | |
| INCOMES AND EXPENSES OF THE ACTION LINE | | | | | |
| Financing | Detailed | Incurred value in 2021 | Resources | Incurred value in 2021 | |
| Public grants | | | Collaboration expenses | | |
| | | | Governing bodies expenses | | |
| Private grants | | | Procurement | | |
| Sales | | | Payroll Expenses | | 38.499,53 |
| Donations and legacies | | | Other activity expenses | | 9.355,00 |
| Sponsorships/others | | | Depreciation | | |
| Contribution with medicusmundi own resources: | | 47.854,53 | Financial expenses | | |
| Total | | 47.854,53 € | Total | 47.854,53 € | |
| STAFF ASSIGNED TO LINE ACTION | | | | | |
| Staff at headquarters : | | | | | |
| Fist Name & Family Name | Role | Education | Sex | Hours /week | |
| Félix Fuentenebro | Director | Degree | M | 5 | |
| Carlos Mediano | Study Area | Degree | M | 23 | |
| Teresa Rosario | Communication Area | Degree | F | 6 | |
| | | | | | |
| | | | | | |
| Providing services | 1 | | | | |
| Total Volunteer no. | | Hours/week | | | |

OTHER ENTITY ACTIVITIES

In the following chart(s) other activities (action lines) are showed. They are developed by the Entity in the compliance of the statutory objectives, indicating not only the financial tools used but also the economic and human resources used to carry it out.

| | | | |
|---|----------------------|--|--|
| ACTION LINE: | COMMUNICATION | | |
| In collaboration MM (if there is more than 1 Associat. pl select it): | | | |
| In collaboration with other organizations, associations, social movements, instit. & public/private entities: | | | |
| Name: | | | |
| Type: | | | |

| | | | |
|-------------------------|--|-------|--|
| LOCATION | | | |
| Autonomous Communities: | | Spain | |
| Provinces: | | | |
| Locations: | | | |

| INCOMES AND EXPENSES OF THE ACTION LINE | | | | |
|---|----------|------------------------|---------------------------|------------------------|
| Financing | Detailed | Incurred value in 2021 | Resources | Incurred value in 2021 |
| Public grants | | | Collaboration expenses | |
| | | | Governing bodies expenses | |
| Private grants | | | Procurement | |
| Sales | | | Payroll Expenses | 11.421,12 |
| Donations and legacies | | | Other activity expenses | 9.088,78 |
| Sponsorships/others | | | Depreciation | |
| Contribution with medicusmundi own resources: | | 20.509,90 | Financial expenses | |
| Total | | 20.509,90 € | Total | 20.509,90 € |

| STAFF ASSIGNED TO LINE ACTION | | | | | |
|-------------------------------|--------------------|------------|-----|-------------|--|
| Staff at headquarters : | | | | | |
| First Name & Family Name | Role | Education | Sex | Hours /week | |
| Teresa Rosario | Communication Area | Degree | F | 12 | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| Providing services | 3 | | | | |
| Total Volunteer no. | | Hours/week | | | |

OTHER ENTITY ACTIVITIES

In the following chart(s) other activities (action lines) are showed. They are developed by the Entity in the compliance of the statutory objectives, indicating not only the financial tools used but also the economic and human resources used to carry it out.

| | | | | | | | | | | | |
|---|--------------------|-------------------------------|---------------------------|-------------------------------|--|-----------------|--|--|--|--|--|
| ACTION LINE: | | | | | | FUNDRISE | | | | | |
| In collaboration MM (if there is more than 1 Associat. pl select it): | | | | | | | | | | | |
| In collaboration with other organizations, associations, social movements, instit. & public/private entities: | | | | | | | | | | | |
| Name: | | | | | | | | | | | |
| Type: | | | | | | | | | | | |
| LOCATION | | | | | | | | | | | |
| Autonomous Communities: | | | | Spain | | | | | | | |
| Provinces: | | | | | | | | | | | |
| Locations: | | | | | | | | | | | |
| INCOMES AND EXPENSES OF THE ACTION LINE | | | | | | | | | | | |
| Financing | Detailed | Incurred value in 2021 | Resources | Incurred value in 2021 | | | | | | | |
| Public grants | | | Collaboration expenses | | | | | | | | |
| | | | Governing bodies expenses | | | | | | | | |
| Private grants | | | Procurement | | | | | | | | |
| Sales | | | Payroll Expenses | | | | | | | | |
| Donations and legacies | | | Other activity expenses | 3.630,00 | | | | | | | |
| Sponsorships/others | | | Depreciation | | | | | | | | |
| Contribution with medicusmundi own resources: | | 3.630,00 | Financial expenses | | | | | | | | |
| | | | Extraordinary expenses | | | | | | | | |
| Total | | 3.630,00 € | Total | 3.630,00 € | | | | | | | |
| STAFF ASSIGNED TO LINE ACTION | | | | | | | | | | | |
| Staff at headquarters: | | | | | | | | | | | |
| Fist Name & Family Name | Role | Education | Sex | Hours /week | | | | | | | |
| Félix Fuentesnebro | Director | Degree | M | 2 | | | | | | | |
| Teresa Rosario | Communication Area | Degree | F | 1 | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| Providing services | | | | | | | | | | | |
| Total Volunteer no. | | Hours/week | | | | | | | | | |

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 | Suplus/ (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 S) (3) | | | | | | OUT- STANDING SUM | |
| | | | | | Amount | % | | 2017 | 2018 | 2019 | 2020 | 2021 | | |
| 2017 | -1.753,44 | 0,00 | 210.259,54 | 208.506,10 | 145.954,27 | 70,00% | 217.106,00 | 168.619,69 | | | | | | 0,00 |
| 2018 | -24.427,51 | 0,00 | 208.641,16 | 184.213,65 | 128.949,56 | 70,00% | 213.711,97 | | 213.711,97 | | | | | 0,00 |
| 2019 | -15.152,60 | 0,00 | 98.236,97 | 83.084,37 | 58.159,06 | 70,00% | 107.296,45 | | | 107.296,45 | | | | 0,00 |
| 2020 | -13.726,46 | 0,00 | 101.758,81 | 88.032,35 | 61.622,65 | 70,00% | 110.194,16 | | | | 110.194,16 | | | 0,00 |
| 2021 | 5.979,56 | 0,00 | 80.990,84 | 86.970,40 | 60.879,28 | 70,00% | 73.994,42 | | | | | 73.994,42 | | 0,00 |
| TOTAL | -49.080,45 | 0,00 | 699.887,32 | 650.806,87 | 455.564,82 | | 722.303,00 | 168.619,69 | 213.711,97 | 107.296,45 | 110.194,16 | 73.994,42 | | 0,00 |

| CALCULATION OF BASE FIGURE FOR ALLOCATING RESOURCES TO THE ENTITY'S AIM | | | | | | | | | |
|--|---------------------|----------|----------------|---------------|---------------------------|------------|-------------------|------------------------|-------------------|
| ACCOUNTING SURPLUS | | | | | | | | | 5.979,56 |
| 1. NEGATIVE ADJUSTMENTS TO THE ACCOUNTING SURPLUS | | | | | | | | | |
| Non computable income | | | | | | | | | |
| NEGATIVE ADJUSTMENTS | | | | | | | | | 0,00 |
| 2. POSITIVE ADJUSTMENTS TO THE ACCOUNTING SURPLUS | | | | | | | | | |
| 2.A) Expenditure arising from activities undertaken to achieve the Entity's aims | | | | | | | | | |
| Cooperation project expenditure | | | | | | | | | |
| Political Incidence project expenditure | | | | | | | | | |
| Education and awareness- raising project expenditure | | | | | | | | | 47.854,53 |
| Communication project expenditure | | | | | | | | | 1.877,00 |
| Fundraising project expenditure | | | | | | | | | 20.509,90 |
| Volunteering project expenditure | | | | | | | | | 3.630,00 |
| Joint costs | | | | | | | | | 122,99 |
| Total expenditure related to the Entity's aim | | | | | | | | | 73.994,42 |
| 2.B) Allocation to fixed asset depreciation and provisions related to activities to achieve the Entity's aims | | | | | | | | | |
| Depreciation and provisions | | | | | | | | | 6.996,42 |
| 2.C) Income charged directly to net assets for changes to accounting policies to achieve corrections relating to previous years | | | | | | | | | |
| | | | | | | | | | |
| POSITIVE ADJUSTMENTS | | | | | | | | | 80.990,84 |
| BASE FIGURE (2D) | | | | | | | | | 86.970,40 |
| 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 2020 | Amount during 2021 | Importe pendiente |
| | Purchase of premise | 08-11-02 | 270.455,00 | 14.455,00 | | 256.000,00 | 256.000,00 | | 0,00 |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| TOTAL INVESTMENTS | | | | | | | | | 0,00 |
| TOTAL RESOURCES ASSIGNED DURING THE YEAR | | | | | | | | | 73.994,42 |

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) | 73.994,42 | | |
| | Own funds | Grants, donations & legacies | Debt |
| 2. Investments in activities carried out to meet aims | | | |
| 2.1 In the current year | | | |
| 2.2 Carried forward from previous years and | | | |
| a) Debts incurred in previous years and settled in current year | | | |
| b) Allocation of capital grants, donations and legacies from previous years | | | |
| TOTAL RESOURCES USED IN THE YEAR (1)+(2) | 73.994,42 | | |

14.- TRANSACCIONES WITH FAMME ASSOCIATION MEMBERS

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

The balance of account between the Entity and other MM Associations at the end of 2021 year is as follows:

| Item | Debtor Bal. | Creditor Bal. |
|--------------------|---------------|-----------------|
| • MM. Álava | | 0,02 |
| • MM. Sur | | 60,00 |
| • MM. Norte | 548,10 | |
| • MM. Mediterrània | | 3.136,02 |
| • MM. Gipuzkoa | 87,84 | |
| • MM. Nam | | 27,11 |
| • MM. La Rioja | | 272,00 |
| TOTAL | 635,94 | 3.495,15 |

These balances are related to services provided, expenses etc.

The balance of account between the Entity and other MM Associations at the end of 2020 year is as follows:

| Item | Debtor Bal. | Creditor Bal. |
|--|---------------|--------------------------------------|
| <ul style="list-style-type: none"> • MM. Álava • MM. Sur • MM. Norte • MM. Bizkaia • MM. Mediterrània | 548,10 | 5,55 197,06 158,84 6.335,96 |
| TOTAL | 548,10 | 6.697,41 |

These balances are related to services provided, expenses etc.

| MM Associations beneficiaries of grants | Balance 31.12.20 | Concessions | Transfers | Returns | Balance 31.12.21 |
|--|---------------------|---------------------|---------------------|-----------------|---------------------|
| PAYMENT OUTSTANDING GRANTS TO BENEFICIARIES | 1.814.000,00 | 1.528.272,57 | 2.135.428,68 | 6.843,89 | 1.200.000,00 |
| Convenio AECID 2018- 2021 (medicusmundi sur) | 625.000,00 | | 625.000,00 | | |
| Convenio AECID 2018- 2021 (medicusmundi mediterrània) | 625.000,00 | | 625.000,00 | | |
| Project AECID 2021 (medicusmundi sur)- Marruecos | | 370.000,00 | 370.000,00 | | |
| Project AECID- Fundación Athisa 2021 (medicusmundi sur)- Marruecos | | 11.272,57 | 11.272,57 | | |
| ECHO MAURITANIA 2019 (medicusmundi sur) | 270.000,00 | | 263.156,11 | 6.843,89 | |
| Inditex 2018- 2021((medicusmundi sur) | 294.000,00 | | 294.000,00* | | |
| Inditex 2022- 2024((medicusmundi sur) | | 1.200.000,00 | | | 1.200.000,00** |
| GENERAL ÓPTICA 2020 (medicusmundi bizkaia) | | 32.000,00 | 32.000,00 | | |
| GENERAL ÓPTICA 2020 (medicusmundi sur) | | 12.000,00 | 12.000,00 | | |
| GENERAL ÓPTICA 2020 | | 900,00 | 900,00 | | |

| | | | | | |
|---|--|----------|----------|--|--|
| (medicusmundi norte) | | | | | |
| GENERAL ÓPTICA 2020 (medicusmundi la rioja) | | 700,00 | 700,00 | | |
| GENERAL ÓPTICA 2020 (medicusmundi la nam) | | 1.400,00 | 1.400,00 | | |

* Out of this 294.000,00€ the Federations assigns 6.000,00€ as management income.

** Out of this 1.200.000,00€ the Federations assigns 16.000,00€ as management income.

| MM Associations beneficiaries of grants | Balance 31.12.19 | Concessions | Transfers | Returns | Balance 31.12.20 |
|--|---------------------|-------------------|---------------------|---------|---------------------|
| PAYMENT OUTSTANDING GRANTS TO BENEFICIARIES | 4.470.000,00 | 993.600,00 | 3.649.600,00 | | 1.814.000,00 |
| Convenio AECID 2018- 2021 (medicusmundi sur) | 1.275.000,00 | | 650.000,00 | | 625.000,00 |
| Convenio AECID 2018- 2021 medicusmundi mediterrània) | 1.275.000,00 | | 650.000,00 | | 625.000,00 |
| Project AECID Humanitaria 2020 (medicusmundi nam)- Guatemala | | 600.000,00 | 600.000,00 | | |
| Project AECID 2020 (medicusmundi sur)- Mauritania | | 350.000,00 | 350.000,00 | | |
| Project AECID 2019 (medicusmundi gipuzkoa)- Etiopía | 450.000,00 | | 450.000,00 | | |
| ECHO MAURITANIA 2019 (medicusmundi sur) | 870.000,00 | | 600.000,00 | | 270.000,00 |
| Inditex 2018-2021((medicusmundi sur) | 600.000,00 | | 306.000,00* | | 294.000,00 |
| GENERAL ÓPTICA 2020 (medicusmundi bizkaia) | | 30.000,00 | 30.000,00 | | |
| GENERAL ÓPTICA 2020 (medicusmundi sur) | | 10.000,00 | 10.000,00 | | |
| GENERAL ÓPTICA 2020 | | 2.000,00 | 2.000,00 | | |

| | | | | | |
|--|--|--------|--------|--|--|
| (medicusmundi nam) | | | | | |
| GENERAL ÓPTICA 2020 (medicusmundi norte) | | 900,00 | 900,00 | | |
| GENERAL ÓPTICA 2020 (medicusmundi rioja) | | 700,00 | 700,00 | | |

* Out of this 306.000,00€ the Federation assigns 6.000,00 as management income and 6.000,00€ are left to be assigned in 2021.

15.- OTHER INFORMATION

15.1 Changes to the governing body, management, and representation.

| Executive Board 2021 | | Appointments | | Resignations | |
|----------------------|--|-------------------------------|---------------|-------------------------------|--------------|
| | | | Date Appoint. | | Date Resign. |
| Chairman | Eduardo García Langarica | Cruz Cuevas Canal | 26/06/21 | Eduardo García Langarica | 26/06/21 |
| Vicechairman | Cruz Cuevas Canal | Miren Itziar Irazabal Aguirre | 26/06/21 | Cruz Cuevas Canal | 26/06/21 |
| Treasury | Ignacio Sánchez Monroy | | | | |
| Secretary | José Luis Ayerbe Aguayo | Begoña Seguí Llinares | 26/06/21 | José Luis Ayerbe Aguayo | 26/06/21 |
| Vocal | Miren Itziar Irazabal Aguirre | | | Miren Itziar Irazabal Aguirre | 26/06/21 |
| Vocal | Rosa M ^a Gil Argaiz | | | | |
| Vocal | Begoña Seguí Llinares | | | Begoña Seguí Llinares | 29/06/21 |
| Vocal | M ^a Inmaculada Vila Mendiburu | | | | |
| Vocal | Miryam Berganza | Miryam Berganza | 26/06/21 | | |
| Vocal | Aurora Megaidés Alonso | Aurora Megaidés Alonso | 26/06/21 | | |

Takeovers 2021

| | |
|------------|------------------------------|
| Management | Félix Fuentesnebro Fernández |
|------------|------------------------------|

| Executive Board 2020 | | Appointments | | Resignations | |
|----------------------|--------------------------|--------------|---------------|--------------|--------------|
| | | | Date Appoint. | | Date Resign. |
| Chairman | Eduardo García Langarica | | | | |
| Vicechairman | Cruz Cuevas Canal | | | | |
| Treasury | Ignacio Sánchez Monroy | | | | |

| | | | | | |
|-----------|--|--|--|--|--|
| Secretary | José Luis Ayerbe Aguayo | | | | |
| Vocal | Miren Itziar Irazabal Aguirre | | | | |
| Vocal | Rosa M ^a Gil Argaiz | | | | |
| Vocal | Begoña Seguí Llinares | | | | |
| Vocal | M ^a Inmaculada Vila Mendiburu | | | | |

| Takeovers 2020 | |
|----------------|-----------------------------|
| 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 31-12-2021, is as follows:

| | 2021 | | | | | |
|--|-----------|-----------|-----------|-----------|-------|-------------------|
| Category | Females | | Males | | TOTAL | Staff at 31-12-21 |
| | Permanent | Temporary | Permanent | Temporary | | |
| <u>Office Staff</u> | 1,00 | 0,50 | 1,63 | | 3,13 | 4 |
| 4 with post-secondary Advanced Diploma | 1,00 | 0,50 | 1,63 | | 3,13 | 4 |

The deployment of staff employed by the Federation, calculated both as a period average and as at 31-12-2020, is as follows:

| | 2020 | | | | | |
|--|-----------|-----------|-----------|-----------|-------|-------------------|
| Category | Females | | Males | | TOTAL | Staff at 31-12-20 |
| | Permanent | Temporary | Permanent | Temporary | | |
| Office Staff | 1,00 | 0,50 | 1,63 | | 3,13 | 4 |
| 3 with post-secondary Advanced Diploma | | 0,50 | 1,63 | | 2,13 | 3 |
| 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 **204.231,69 euros**, and their breakdown between public and private funds is as follows:

| Managed Funds 2021 | Amount | Percentage |
|--------------------------|------------|------------|
| • <u>Fondos públicos</u> | 2.396,38 | 1,17% |
| • <u>Fondos privados</u> | 201.835,31 | 98,83 % |

| Managed Funds 2020 | Amount | Percentage |
|------------------------|------------|------------|
| • <u>Public funds</u> | 3.537,50 | 1,65% |
| • <u>Private funds</u> | 210.361,85 | 98,35 % |

15.5 Line actions expenditure

The period expenses related to project **political incidence** amounted **47.854,53 euros**, equal to **23,43 %** of total managed resources in the period.

The expenses booked during the period in the section of **education for growth** amounted **1.877,00 euros**, corresponding to **0,92 %** of the total resources being managed during the period.

The period expenses related to project **communication** amounted **20.509,90 euros**, equal to **10,04 %** of total managed resources in the period.

The period expenses related to project **marketing & fundraising** amounted **3.630,00 euros**, equal to **1,78 %** of total managed resources in the period.

The period expenses related to project **volunteering** amounted **122,99 euros**, equal to **0,06 %** of total managed resources in the period.

| LINE | ACTIVITY | Amount | % |
|-----------------------------|-----------------------------------|------------------|--------------|
| POLITICAL INCIDENCE | • Fee MM. International (70%) | 3.500,00 | 4,73 |
| | • Fee CONGDE (30%) | 1.390,51 | 1,88 |
| | • Health & Cooperation report | 4.414,49 | 5,97 |
| | • Room for Pensions Shield | 50,00 | 0,07 |
| | • Wages and Salaries Carlos | 22.787,12 | 30,80 |
| | • Social Security Carlos | 1.491,48 | 2,02 |
| | • Wages and Salaries Félix (30%) | 13.367,73 | 18,07 |
| | • Social Security Félix (30%) | 853,20 | 1,15 |
| | Total Political Incidence | 47.854,53 | 64,67 |
| EDUCATION FOR GROWTH | • Wages and Salaries Carlos | 699,00 | 0,94 |
| | • Wages and Salaries Teresa | 950,00 | 1,28 |
| | • Wages and Salaries Félix | 228,00 | 0,31 |
| | Total Education for Growth | 1.877,00 | 2,54 |

| | | | |
|--|--|---|---|
| COMMUNICATION | <ul style="list-style-type: none"> • Memory • Computer graphics Strategic Plan • Web Page Maintenance • Web Development and Support • Wages and Salaries Teresa • Social Security Teresa | 2.083,60 1.645,60 4.470,23 889,35 10.677,00 744,12 | 2,82 2,22 6,04 1,20 14,43 1,01 |
| Total Communications | | 20.509,90 | 27,72 |
| MARKETING AND FUNDSRAISING | <ul style="list-style-type: none"> • Solidarity Legacies | 3.630,00 | 4,91 |
| Total Marketing and Fundraising | | 3.630,00 | 4,91 |
| VOLUNTEERISM | <ul style="list-style-type: none"> • Insurance • Volunteering contract model | 108,00 14,99 | 0,15 0,02 |
| Total Volunteerism | | 122,99 | 0,17 |
| TOTAL 2021 | | 73.994,42 | 100 |

| LINE | ACTIVITY | Amount | % |
|--|--|--|--|
| POLITICAL INCIDENCE | <ul style="list-style-type: none"> • Fee MM. International (70%) • Fee CONGDE (30%) • Fee Futuro en Común • Tickets line 0 Solidarity Event • Health & Cooperation report • Wages and Salaries Carlos • Social Security Carlos • Wages and Salaries Félix (30%) • Social Security Félix (30%) | 3.500,00 1.390,50 200,00 110,00 3.626,10 23.007,60 7.409,64 13.430,88 4.239,08 | 4,15 1,65 0,24 0,13 4,30 27,30 8,79 15,94 5,03 |
| Total Political Incidence | | 56.913,80 | 67,53 |
| EDUCATION FOR GROWTH | <ul style="list-style-type: none"> • Wages and Salaries Carlos | 469,25 | 0,56 |
| Total Education for Growth | | 469,25 | 0,56 |
| COMMUNICATION | <ul style="list-style-type: none"> • Memory • Web Page Maintenance • MM Calendar • Wages and Salaries • Social Security, Entity • Courses and Training | 2.700,70 3.666,79 666,83 11.622,47 3.807,84 99,00 | 3,20 4,35 0,79 13,79 4,52 0,12 |
| Total Communications | | 22.563,63 | 26,77 |
| MARKETING AND FUNDSRAISING | <ul style="list-style-type: none"> • Testamenta • Solidarity Legacies | 605,00 3.630,00 | 0,72 4,31 |
| Total Marketing and Fundraising | | 4.235,00 | 5,03 |
| VOLUNTEERISM | <ul style="list-style-type: none"> • Insurance | 96,00 | 0,11 |

| | | |
|--------------------|------------------|------------|
| Total Volunteerism | 96,00 | 0,11 |
| TOTAL 2020 | 84.277,68 | 100 |

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> | 1.877,00 | 0,13% |
| • <u>Private Funds</u> | 1.450.038,73 | 99,85% |
| Repayable private grants | 1.280.000,00 | 88,14% |
| Own income | 170.038,73 | 11,71% |
| <u>Inheritances & Legacies</u> | 295,52 | 0,02% |
| TOTAL 2021 | 1.452.211,25 | 100% |

| Fundraising | Balance | Percentage |
|------------------------------------|-------------------|---------------|
| • <u>Public Funds</u> | 99,00 | 0,039% |
| • <u>Private Funds</u> | 253.741,98 | 98,68% |
| Repayable private grants | 80.000,00 | 31,11% |
| Own income | 173.741,98 | 67,57% |
| <u>Inheritances & Legacies</u> | 3.294,83 | 1,29% |
| TOTAL 2020 | 257.135,81 | 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 **170.038,73 euros**.
- Private grants and finalists donations, to finance projects for which have been received, amounted **1.280.000,00 euros**.

15.7- Information regarding the Executive Board

During 2021 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 refunded text of the Law of Capital Entities approved by Real Decree 1/2010 of 2nd of July.

The fees, either in cash or in kind, from the Federation to the members of the Executive Board on the concept of refund for the expenses generated due to the performance of their functions is as follows;

| | |
|---|---|
| Attendance to meetings of the Executive Board | 0 |
|---|---|

15.8- Auditors' remuneration.

The remuneration to the Federation of **medicusmundi** Associations' auditors for services provided during the 2021 financial year is 1.511,73 euros without taxes. In 2020 amounted 1.453,59 euros.

15.9- Information relating to the Environment.

The signatories to these Annual Accounts, as members of the Federation of **medicusmundi** 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:

| | 2021 | 2020 |
|--|------|-------|
| Average period of payment to suppliers | 9,90 | 16,17 |

The maximum period of payment to suppliers is 60 days.

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 2021 period are as follows:

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 and Guatemala. In the North, supporting our "Maratones de Cuentos" performed by various **medicusmundi** Associations. The aim of theses "Maratones" is to raise awareness to the youngest, through the stories, of the hardness you find in other countries to get access to Health. In this sense, **medicusmundi** has promoted and spread in its newsletters, magazines and web page the mentioned Cooperation with General Óptica.

Bankia-Caixabank has cooperated with the Federation of **medicusmundi** with 6.880,00€. In this sense, the Federation has promoted and spread in its newsletters, magazines and web page to this cooperation.

Laboral Kutxa (Caja Laboral) has collaborated with the Federation of **medicusmundi** with 681,30€. At the same time, the Federation has promoted and given publicity in its newsletters, magazines, social network and web page of this collaboration.

Caixabank (La Caixa) has cooperated with the Federation of **medicusmundi** with 2.201,34€. 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".

16.- BUDGET VARIANCE ANALYSIS FOR 2021 FINANCIAL YEAR

| EXPENSES | BUDGET | ACTUAL | VARIANCE | INCOME | BUDGET | ACTUAL | VARIANCE |
|--|------------------|------------------|----------------|--|------------------|------------------|-----------------|
| ONGOING OPERATIONS | | | | ONGOING OPERATIONS | | | |
| 1. MONETARY AIDS & OTHERS | | | | 1. ENTITY INCOMES FROM ITS MAIN ACTIVITY | | | |
| A) MONETARY AIDS, NON MONETARY AIDS & REFUNDS | | | | A) FEES FROM AFFILIATES & ASSOCIATES | 90.000 | 90.000 | 0 |
| B) COLLABORATION EXPENSES & GOVERN. BODIES | 8.750 | | -8.750 | B) USERS CONTRIBUTIONS | | | |
| | | | | C) INGR. DE PROMO., PATROCI. Y COLABORACS. | | | 0 |
| | | | | D) GRANTS, DONATIONS & LEGACIES ASSIGNED TO PERIOD EXCESS | 38.000 | 40.692 | -2.692 |
| | | | | F) RECEIVED DONATIONS | 51.500 | 66.213 | -14.713 |
| 2. CONSUMPTION | | | | 2. SALES & OTHER INCOME FROM COMMERCIAL ACTIVITY | 450 | 2.883 | -2.433 |
| 3. PAYROLL EXPENSES | 142.063 | 141.961 | -102 | | | | |
| 4. OTHER EXPENSES | 60.674 | 54.575 | -6.099 | 3. OTHER INCOME | 9.741 | 9.018 | 723 |
| 5. FIXED ASSETS DEPRECIATION | 7.170 | 6.996 | -174 | | | | |
| 7. FINANCIAL EXPENSES | | 699 | 699 | 4. FINANCIAL INCOME | 100 | 1.406 | -1.306 |
| 8. EXTRAORDINARY EXPENSES | | 1 | 1 | 5. EXTRAORDINARY INCOME | 1.000 | | 1.000 |
| | | | | FINAL DONATION USAGE | 27.866 | | 27.866 |
| SUBTOTAL EXPENSES ONGOING OPERATIONS | 218.657 | 204.232 | -14.425 | SUBTOTAL INCOME ONGOING OPERATIONS | 218.657 | 210.211 | 8.446 |
| TRANSF. GRANTS TO ASOC. MEDICUS MUNDI | 1.814.000 | 2.135.429 | 321.429 | TRANSF. GRANTS TO ASOC. MEDICUS MUNDI | 1.814.000 | 2.135.429 | -321.429 |
| TOTAL ONGOING OPERATIONS | 2.032.657 | 2.339.660 | 307.003 | TOTAL ONGOING OPERATIONS | 2.032.657 | 2.345.640 | -312.983 |

17.- BUDGET FOR 2022 FINANCIAL YEAR

| EXPENSES | BUDGET | INCOME | BUDGET |
|---|------------------|---|------------------|
| <u>ONGOING OPERATIONS</u> | | <u>ONGOING OPERATIONS</u> | |
| 1. MONETARY AID & OTHERS | | 1. INCOMES OF THE ENTITY FROM ITS MAIN ACTIVITY | |
| A) MONETARY AIDS | | A) FEES FROM AFFILIATES & ASSOCIATED | 95.000 |
| B) COLLABORATION EXPENSES & GOV. BODIES | 6.600 | B) USERS CONTRIBUTIONS | |
| | | C) INCOMES FROM PROMOTIONS, SPONSORSHIPS & COLLABORATIONS | |
| | | D) GRANTS, DONATIONS AND LEGACIES ASSIGNED TO PERIOD EXCESS | 40.000 |
| | | F) RECEIVED DONATIONS | 57.100 |
| 2. CONSUMPTIONS | | 2. SALES AND OTHER INCOME FROM COMMERCIAL ACTIVITY | 300 |
| 3. PAYROLL EXPENSES | 146.308 | | |
| 4. FIXED ASSETS DEPRECIATION | 7.000 | 3. OTHER INCOME | 9.762 |
| 5. OTHER EXPENSES | 56.604 | 4. FINANCIAL INCOME | 100 |
| 7. FINANCIAL EXPENSES | | 5. EXTRAORDINARY INCOME | |
| | | FINAL DONATION USAGE | 14.250 |
| SUBTOTAL EXPENSES ONGOING OPERATIONS | 216.512 | SUBTOTAL INCOMES ONGOING OPERATIONS | 216.512 |
| GRANTS TRANSFERABLE TO MM ASSOCIATIONS | 1.200.000 | GRANTS TRANSFERABLE TO MM ASSOCIATIONS | 1.200.000 |
| TOTAL ONGOING OPERATIONS | 1.416.512 | TOTAL ONGOING OPERATIONS | 1.416.512 |

18. RISK ANALYSIS ASSOCIATED TO FINANCIAL TOOLS.

The Federation has an internal "Code of Conduct for Financial Investments", as well as various procedures and internal controls that allow the identification, measurement and management of potential risks associated to the financial activity.

According to what has been established by the Board of CNMV in its instruction of the 20th of February 2019, annually is communicated to the Executive Committee of the Federation the possibility of executing Financial Investments according to the following rules:

- The Federation follows criteria on regards of security, cash and profitability diversifying the investments according to the minimum risk profile in the financial investments and in the entities of deposit of them.
- With the aim of keeping the levels of cash, the majority of the investments are done in financial tools negotiated in secondary official markets and easily interchangeable into cash to make easier its applicability to the nature of the expense to be financed with the funds received by the donors and Public Institutions, that are always kept segregated and in a cash position only.
- Transactions with a speculative nature are avoided, investing only in tools with ensured profitability not to loose purchasing power until its applicability.

a. Credit Risk.

The risks of the Federation linked to its financial tools are mitigated somehow as the majority of cash excess are placements of financial tools.

The Federation is not significantly impacted by the credit risk as the majority of its incomes are derived of received donations and grants, being unlikely that the account payables related to them are not being effective.

The Federation, as being explained, has an internal Code of Conduct for the realization of Financial Investments that allows to reduce the risks derived from the financial management.

b. Market Risk

Market risk happens because of the lost related to the changes in the reasonable value and in the future cash flows of a financial tool derived from changes in its market value. The market value includes exchange rate impact and other price risks.

I. Exchange rate impact risks.

Exchange rate impact is produced due to the lost related to changes in the reasonable value and in the future cash flows of a financial tool derived from changes in the exchange rates. The Federation does not have financial tools subject to relevant changes related to the exchange rate.

II. Other price risks.

Shares, quoted fixed income securities and investment funds are subject to changes in their reasonable value derived from the market value of such investments.

In any case, the risk in this sense is not relevant as the Federation, during period 2021 and 2020 has only invested its cash excess in fixed-term impositions and in an ISR investment fund. The investment that may be left in assets or in variable income funds always come from legacies and inheritances and are kept as investments in a transient way.

c. Cash risk.

Cash risk is produced in case the Federation has issues for cash disposal or access to it, for a sufficient amount and at an adequate cost, to be able to face the payments obligations at any time. The entity has no cash risk as of 31st of December.

These Annual Accounts, which are made up of the Statement of Financial Position, the Income Statement, the Segmented Income Statement and the Notes to the Accounts, are presented in a total of 53 sequentially numbered pages and signed by the members of Federation of **medicusmundi** Associations' Executive Board

In Madrid, on 15th of March 2022

This document is the English versions of the Annual Accounts, originally issued in Spanish and signed by all members of the Executive Board of the Federation.

A handwritten signature in dark ink, consisting of a stylized, cursive script that appears to read "Félix Fuentenebro Fernández".

Signed; Félix Fuentenebro Fernández
CEO FAMME
N.I.F: 45.418.729-P