

European Foundation for the Study of  
Chronic Liver Failure  
(EF-CLIF)

**ABBREVIATED ANNUAL ACCOUNTS**  
2018

## BALANCE SHEET

<b>ASSETS</b>	Notes	2018	2017
<b>A) NON - CURRENT ASSETS</b>		<b>264.179,17</b>	<b>300.567,06</b>
<b>I. Intangible assets</b>	5	<b>40.252,55</b>	<b>33.989,84</b>
		40.252,55	33.989,84
<b>III. Tangible assets</b>	6	<b>192.106,62</b>	<b>234.757,22</b>
		114.637,29	131.405,93
		77.469,33	103.351,29
<b>VI. Long term financial investments</b>	8 & 9	<b>31.820,00</b>	<b>31.820,00</b>
		31.820,00	31.820,00
<b>B) CURRENT ASSETS</b>		<b>4.039.376,78</b>	<b>875.245,63</b>
<b>IV. Trade and other receivables</b>	8	<b>1.546.120,85</b>	<b>68.364,95</b>
1. Account receivables		1.546.120,85	68.364,95
<b>VI. Short term financial investments</b>	8	<b>500,00</b>	<b>0,00</b>
1. Deposits		500,00	0,00
<b>VII. Short term accruals</b>		<b>33.384,24</b>	<b>20.763,68</b>
<b>VIII. Cash, banks and others</b>		<b>2.459.371,69</b>	<b>786.117,00</b>
1. Cash & banks		2.459.371,69	786.117,00
<b>TOTAL ASSETS (A+B)</b>		<b>4.303.555,95</b>	<b>1.175.812,69</b>

<b>EQUITY AND LIABILITIES</b>	Notes	2018	2017
<b>A) EQUITY</b>		<b>1.356.683,38</b>	<b>473.292,81</b>
<b>A-1) Capital and reserves</b>		<b>1.356.683,38</b>	<b>473.292,81</b>
<b>I. Endowment fund</b>	11	<b>30.000,00</b>	<b>30.000,00</b>
1. Endowment		30.000,00	30.000,00
2. (Endowment not required)		0,00	0,00
<b>II. Reserves</b>		<b>1.192.431,15</b>	<b>1.192.431,15</b>
<b>III. Profit / Losses brought forward</b>		<b>-749.138,34</b>	<b>0,00</b>
<b>IV. Net profit (loss) of the year</b>		<b>883.390,57</b>	<b>-749.138,34</b>
<b>A-2) Valuation adjustments</b>		<b>0,00</b>	<b>0,00</b>
<b>A-3) Grants, donations and receivable bequests</b>		<b>0,00</b>	<b>0,00</b>
<b>B) NON - CURRENT LIABILITIES</b>		<b>2.404.290,84</b>	<b>0,00</b>
<b>II. Long term borrowings</b>	8 & 12	<b>2.404.290,84</b>	<b>0,00</b>
3. Other		2.404.290,84	0,00
<b>C) CURRENT LIABILITIES</b>		<b>542.581,73</b>	<b>702.519,88</b>
<b>III. Short term borrowings</b>	8 & 12	<b>245.000,00</b>	<b>480.732,92</b>
3. Other debts		245.000,00	480.732,92
<b>VI. Trade creditors and others</b>	8	<b>297.581,73</b>	<b>221.786,96</b>
1. Suppliers		207.723,05	95.119,02
2. Other payables		2.448,30	2.549,50
3. Personnel		24.701,32	24.013,68
4. Tax liabilities	13	62.709,06	100.104,76
<b>TOTAL EQUITY AND LIABILITIES (A+B+C)</b>		<b>4.303.555,95</b>	<b>1.175.812,69</b>

## P R O F I T &amp; L O S S

	Note	2018	2017
<b>A) Surplus for the year</b>			
1. Income received by the Entity for its own activity.		<b>4.091.814,43</b>	<b>1.899.926,86</b>
d) Grants, donations and bequests allocated to the year's result	13	4.091.814,43	1.866.228,06
<b>2. Sales and other income from mercantile activity</b>	13	0,00	33.698,80
<b>6. Purchases</b>		<b>-123.411,80</b>	<b>0,00</b>
b) Consumables		-123.411,80	0,00
<b>8. Personnel expenses</b>	14	<b>-1.012.287,10</b>	<b>-902.245,16</b>
<b>9. Other operating expense</b>	16	<b>-1.992.290,31</b>	<b>-1.670.039,44</b>
<b>10. Depreciation of non-current assets</b>	5 & 6	<b>-80.196,31</b>	<b>-76.781,58</b>
<b>A.1) ACTIVITY SURPLUS</b>		<b>883.628,91</b>	<b>-749.139,32</b>
<b>14. Financial Income</b>		<b>0,98</b>	<b>0,98</b>
<b>15. Financial expenses</b>		<b>0,00</b>	<b>0,00</b>
<b>17. Exchange differences</b>		<b>-239,32</b>	<b>0,00</b>
<b>A.2) FINANCIAL ACTIVITY SURPLUS (14+15+16+17+18)</b>		<b>-238,34</b>	<b>0,98</b>
<b>A.3) EXCEDENTE ANTES DE IMPUESTOS (A.1+A.2)</b>		<b>883.390,57</b>	<b>-749.138,34</b>
<b>19. INCOME TAX</b>			
<b>A.4) Changes in Net Equity recognised in yearly surplus (A.3+19)</b>		<b>883.390,57</b>	<b>-749.138,34</b>
<b>B) Income and expenses recognized directly in equity</b>			
<b>1. Grants received</b>	15	58.481,10	66.228,06
<b>B.1) Changes in Net Equity due income and expenses recognized directly in equity</b>		<b>58.481,10</b>	<b>66.228,06</b>
<b>C) Reclasificacions to yearly surplus</b>			
<b>1. Grants received</b>	15	-58.481,10	-66.228,06
<b>C.1) Reclasificacions in Net Equity due income and expenses recognized directly in equity</b>		<b>-58.481,10</b>	<b>-66.228,06</b>
<b>I) TOTAL RESULT, CHANGES IN NET EQUITY DURING THE YEAR</b>		<b>883.390,57</b>	<b>-708.789,13</b>

**TOTAL CHANGES ON NET EQUITY****31/12/2018**

	Capital		Surplus from previous years	Surplus pending destination for statutory purposes	Surplus / (Deficit for the year)	<b>TOTAL</b>
	Declared	Uncalled				
<b>A. BALANCE, AS AT 2016 YEAR END</b>	30.000,00			1.034.014,14	198.850,34	1.262.864,48
I. Adjustments for changes of criteria 2016 and previous years						
II. Adjustments for errors 2016 and previous years					-40.433,33	<b>-708.789,13</b>
<b>B. ADJUSTED BALANCE, BEGINNING YEAR 2017</b>	30.000,00			1.034.014,14	158.417,01	1.262.864,48
I. Total recorded income and expenses					-708.789,13	<b>-708.789,13</b>
II. Transactions with shareholders or owners						
1. Capital increase						
2. (-) Capital decrease						
3. Other transactions with shareholders or owners						
III. Other changes in equity				158.417,01	-158.417,01	
1. Appreciation reserve						
<b>C. BALANCE, AS AT 2017 YEAR END</b>	30.000,00			1.192.431,15	-708.789,13	554.075,35
I. Adjustments for changes of criteria 2017					-40.349,21	<b>554.075,35</b>
II. Adjustments for errors 2017						
<b>D. ADJUSTED BALANCE, BEGINNING YEAR 2018</b>	30.000,00			1.192.431,15	-749.138,34	473.292,81
I. Total recorded income and expenses					883.390,57	<b>883.390,57</b>
II. Transactions with shareholders or owners						
1. Capital increase						
2. (-) Capital decrease						
3. Other transactions with shareholders or owners						
III. Other changes in equity				-749.138,34	749.138,34	
1. Appreciation reserve						
2. Other changes				-749.138,34	749.138,34	
<b>E. BALANCE, AS AT 2018 YEAR END</b>	30.000,00			443.292,81	883.390,57	1.356.683,38

# European Foundation for the Study of Chronic Liver Failure (EF-CLIF)

Abbreviated annual accounts as at 31<sup>st</sup> December 2018

*Translation of a report and accounts originally issued in Spanish and prepared in accordance with Spanish generally accepted accounting principles. In the event of a discrepancy, the Spanish language version prevails.*

## 1. ACTIVITY OF THE FOUNDATION

### a) General information

The European Foundation for the Study of Chronic Liver Failure (from now on “EF-CLIF” or the Foundation) was incorporated on 8<sup>th</sup> April 2015 as a private, non-profit organisation, subject to the Law 4/2008, of 24<sup>th</sup> April of the third book of the Civil Code of Catalonia, concerning legal persons.

EF-CLIF has opted for the special tax regime established in Law 49/2002, of December 23<sup>rd</sup>, on the tax regime of non-profit entities and tax incentives for patronage, since it meets all the requirements established in article 3 of the aforementioned Law 49/2002 and, therefore, it can be considered an entity beneficiary of patronage, according to its article 16.

EF-CLIF was registered on the Register of Foundations of the Government of Catalonia on 23<sup>rd</sup> June 2015; with Registration Number 2908.

Its legal address is Travessera de Gràcia n<sup>o</sup> 11, 7<sup>o</sup>; 08021; Barcelona. The tax identification number is G66519000.

### b) The activities of the foundation

The aims of EF-CLIF are to design, encourage, promote and advance studies and biomedical research projects at a supranational level in the field of health sciences, and in particular, in the field of chronic liver failure, within the public interest.

As stated in article 4 of its statute, in order to complete these aims, EF-CLIF will carry out the following activities:

- Provide financial support for research projects investigating chronic liver failure.
- Promote participation in competitive translational research projects aimed at improving clinical practice and innovating early diagnosis procedures; and
- Design and promote programmes and activities to train health professionals and researchers, and to encourage the dissemination of knowledge regarding chronic liver failure.

c) Activities during the financial year

With the ultimate goal of serving the public interest, EF-CLIF has conducted its work through the development of clinical studies, specified in point 14, which were carried out by researchers from the consortium of European hospitals, associated with the European Association for the Study of the Liver (EASL), known as EASL-CLIF CONSORTIUM.

The purpose of conducting joint studies is to add a European and International character, achieving synergies in the promotion, research and dissemination of knowledge.

Additionally, EF-CLIF has set up the Grifols Chair with the aim of promoting translational research in the field of cirrhosis.

d) Aid granted

EF-CLIF has formalized during the year different collaboration agreements with different organizations and institutions that enable the realization of research activities

e) Action taking to promote gender equality

EF-CLIF provides equality between men and women in all its activities and aims. Recruitment and granting of aid are executed equally between both sexes.

## **2. PRESENTATION BASIS OF THE ANNUAL ACCOUNTS**

The annual accounts have been prepared in accordance with the General Accounting Plan approved by Decree 259/2008, from 23<sup>rd</sup> December, which has been modified by Decree 125/2010, from 14<sup>th</sup> September, as well as all other commercial legislation in force.

The application stems from the following legislation:

- Law 50/2002, from 26<sup>th</sup> of December, of Foundations.
- The Royal Decree 1491/2011, from 24<sup>th</sup> October, in which the rules for the adaptation of the General Accounting Plan for non-profit organizations and the action-plan model for non-profit organizations are approved.

These abbreviated annual accounts are subject to the approval of the Board of Trustees, and it is estimated that they will be approved without any modification.

The accompanying Abbreviated Annual Accounts are expressed in Euros, unless otherwise indicated.

a) True and fair view of the foundation's affairs:

The annual accounts have been prepared with the auxiliary books of accounting for foundations, having applied the regulations in force, with the aim of showing a true picture of the net worth, the financial situation and the results of EF-CLIF.

b) Comparison of the information:

In accordance with the trade code, the Balance Sheet and the P&L Account, for the years 2018 and 2017 are presented for comparison purposes. The notes to the Abbreviated Annual Accounts also include quantitative information of the previous year, except when an accounting rule specifically states it is not necessary.

Subsequent to the approval of the Abbreviated Annual Accounts for 2017, the Foundation commissioned the audit of its annual accounts for the FY 2017 and 2016. As a result of this audit, some incidents were detected that, according to the evidence obtained with posteriority, had not been adequately treated. Therefore, the comparative figures for the items affected by these incidents have been corrected (note 2.c).

c) Error correction:

As a result of the audit performed of the Abbreviated Annual Accounts for FY 2017 and 2016, some incidents were identified and retroactively corrected in the FY 2018, thus modifying the amounts for FY 2017, as well as the initial balance for reserves of the same year.

Basically, these incidents correspond to the imputation in excess of income and expenses associated with various grants.

The effects of the corrections carried out are as follows:

	Euros		
	Year 2016	Year 2017	Total
Grants allocated to yearly surplus ALIVER	-	-446.980,52	-446.980,52
Other expenses ALIVER	-	437.180,00	437.180,00
Grants allocated to yearly surplus LIVERHOPE	-	-15.752,92	-15.752,92
Personnel expenses	-	-7.700,00	-7.700,00
Grants allocated to yearly surplus CELLEX	-33.333,33	-	-33.333,33
Other expenses	-7.100,00	-7.095,77	-14.195,77
	<b><u>-40.433,33</u></b>	<b><u>-40.349,21</u></b>	<b><u>-80.782,54</u></b>

Therefore, the corrections carried out in the comparative figures of each section of the annual accounts are as follows:

- Balance Sheet as at 31<sup>st</sup> December 2017

	Euros		
	Original balance	Adjustments	Adjusted balance
	2017		2017
Reserves	1.232.864,48	-40.433,33	1.192.431,15
Yearly surplus	-708.789,13	-40.349,21	-749.138,34
Account receivables (assets)	83.698,80	-15.333,85	68.364,95
Long term accruals (liabilities)	291.480,00	-291.480,00	0,00
Short term accruals (liabilities)	145.700,00	-145.700,00	0,00
Accounts payable (liabilities)	199.891,19	502.628,69	702.519,88

- Profit & Loss Account for the year ended 31st December 2017

	Ingreso / (Gasto)
Grants allocated to yearly surplus ALIVER & LIVERHOPE	-462.733,44
Other expenses ALIVER	437.180,00
Other expenses	-7.095,77
Personnel expenses	-7.700,00
Yearly surplus	<b><u>-40.349,21</u></b>

### 3. SURPLUS FOR THE YEAR

According to Law 4/2008, del 24 April, of the 3rd book of the civil code of Catalonia, relating to legal entities (Art.333-2), foundations must apply at least 70% of revenues and other net annual income earned to the fulfilment of the foundational aims, and the remainder must either be allocated to deferred fulfilment of these aims or to increasing endowments. This 70% is effective over a 4-year period, from the start of the next accounting period.

The proposed distribution of the results is as follows:

	Euros	
	31/12/2018	31/12/2017
<b>Basis for distribution</b>		
Surplus / (deficit) for the period	883.390,57	-749.138,34
<b>Distribution</b>		
Reserve to achieve the foundation's aims over the next 4 years	618.373,40	-
Prior year's deficit	265.017,17	-749.138,34
Total	<b><u>883.390,57</u></b>	<b><u>-749.138,34</u></b>

### 4. ACCOUNTING CRITERIA

#### a) Intangible fixed assets

Intangible assets are initially recorded at cost value, being this either their acquisition or production cost. After the initial recognition, intangible assets are valued at cost less their accumulated amortization and, if applicable, the amounts carried forward for impairment corrections recorded.

Intangible assets are systematically amortized according to their estimated lifespan and remaining residual value. Intangible assets are recognised as such only if they are likely to generate profits in the future and if their cost can be reliably valued.

#### Software applications

Computer software licenses acquired from third parties are capitalised based on the costs incurred by acquiring and preparing them to be used for the specific programs. These costs are amortized during their live span, estimated at 3 years.

Computer program maintenance costs are shown as profit or loss as incurred. The costs directly related to the production of unique identifiable computer programs controlled by the Foundation and which are likely to generate income in excess of the costs over more than one year are recognised as intangible assets. The direct costs include the expenses of the personnel who developed the computer programs and a suitable percentage of the general expenses.

b) Tangible fixed assets

The fixed assets are booked at the acquisition or production cost, including the expenses incurred during their preparation, until the items are in use. No financial expenses are included, and each one of the items is depreciated according to the accountancy and fiscal regulations in force.

The tangible assets depreciation, except real estate property that is not depreciated, is calculated systematically using a straight line method based on the following chart for lifespan and depreciation rates:

	Coefficient of depreciation
Premises; Furniture; Office equipment	10%
Computers	25%

The residual value and the useful life of the tangible assets is reviewed and adjusted, if necessary, at each closing date.

c) Rent and operating lease

The lease contracts in which the lessor keeps the main part of risks and benefits derived from the ownership are classified as operating lease contracts.

Payments in operating lease contracts (net of any incentive received from the lessor) are debited to the P&L of the corresponding exercise on a straight-line basis during the lease contract period.

As of 31 December 2018, EF-CLIF holds no assets under financial lease agreement.

d) Financial Instruments

Financial assets – Loans, deposits and receivables

Loans and receivables include trade and non-trade receivables with fixed or valuable payments that are not listed in a financial market, other than those classified in other financial asset categories. These assets are recognized initially at fair value, including transaction costs, and are subsequently measured at amortized cost using the discounted cash flow method.

Nevertheless, financial assets which have no established interest rate, which mature or are expected to be received in the short term, and for which the effect of discounting is immaterial, are measured at their nominal amount.

A financial asset, or part of it, will be written off when the rights derived from it expire or its ownership has been reassigned.

## Financial liabilities – Debts and other payables

These debts are initially recorded at their fair value, which except in case of other evidences, will be the transaction cost, adjusted by the chargeable transaction costs, plus inherent costs; and are subsequently measured at amortized cost.

A financial liability, or part of it, will be written off when the rights derived from it expire.

### e) Corporate income tax

As a non-profit organisation EF-CLIF is exempt from Corporate Income Tax, under articles 6 and 7 of the Law 49/2002, de 23 December.

### f) Income and expenses

Income and expenses are recognized on an accrual basis.

### g) Grants, donations and endowments

Grants are classified as non-refundable when the conditions established for their concession have been substantially met, and are then recorded directly in equity, net of the corresponding tax effect.

The reimbursable grants are registered as liabilities of the entity until they acquire the condition of non-refundable grants. No income is recorded until such moment.

Grants received to finance specific expenses are recorded to the P&L abbreviated accounts of the financial year in which the expenses being financed are accrued.

### h) Transactions between related parties

The transactions between related parties are recorded according to the principles described above.

During the fiscal year ended December 31, 2018 there have been no transactions between EF-CLIF and related parties.

## 5. INTANGIBLE ASSETS

The details and movements of intangible fixed assets during the financial years are as follows:

	<u>Balance at 31/12/2017</u>	<u>Additions / depreciation</u>	<u>Balance at 31/12/2018</u>
Software Applications	80.365,76	32.637,33	113.003,09
Accumulated depreciation	<u>-46.375,92</u>	-26.374,62	<u>-72.750,54</u>
Net Intangible asset	<b><u>33.989,84</u></b>		<b><u>40.252,55</u></b>

	<u>Balance at 31/12/2016</u>	<u>Additions / depreciation</u>	<u>Balance at 31/12/2017</u>
Software Applications	68.265,76	12.100,00	80.365,76
Accumulated depreciation	<u>-21.946,23</u>	<u>-24.429,69</u>	<u>-46.375,92</u>
Net Intangible asset	<b><u>46.319,53</u></b>		<b><u>33.989,84</u></b>

- There are no disassembly costs.
- There are no value adjustments due to deterioration.
- All Foundation's assets are related to its activity.
- Assets totally depreciated as at 31 December 2018 amounts to 56.552,00 Euros (zero Euros in 2017).

## 6. TANGIBLE ASSETS

The details and movements of tangible fixed assets during the financial years are as follows:

	<u>Balance at 31/12/2017</u>	<u>Additions / depreciation</u>	<u>Balance at 31/12/2018</u>
Premises; Office equipment	167.686,33	0,00	167.686,33
Furniture	55.431,67	1.490,72	56.922,39
Computers	<u>120.941,23</u>	<u>9.680,37</u>	<u>130.621,60</u>
Total cost	<b><u>344.059,23</u></b>	<u>11.171,09</u>	<b><u>355.230,32</u></b>
Premises; Office equipment	-36.280,40	-16.768,64	-53.049,04
Furniture	-11.307,03	-5.543,58	-16.850,61
Computers	<u>-61.714,58</u>	<u>-31.509,47</u>	<u>-93.224,05</u>
Total accumulated depreciation	<b><u>-109.302,01</u></b>	<u>-53.821,69</u>	<b><u>-163.123,70</u></b>
Net tangible asset	<b><u>234.757,22</u></b>		<b><u>192.106,62</u></b>

	<u>Balance at 31/12/2016</u>	<u>Additions / depreciation</u>	<u>Balance at 31/12/2017</u>
Premises; Office equipment	167.686,33	0,00	167.686,33
Furniture	52.733,54	2.698,13	55.431,67
Computers	<u>119.468,64</u>	<u>1.472,59</u>	<u>120.941,23</u>
Total cost	<b><u>339.888,51</u></b>	<u>4.170,72</u>	<b><u>344.059,23</u></b>
Premises; Office equipment	-19.511,76	-16.768,64	-36.280,40
Furniture	-5.829,97	-5.477,06	-11.307,03
Computers	<u>-31.608,39</u>	<u>-30.106,19</u>	<u>-61.714,58</u>
Total accumulated depreciation	<b><u>-56.950,12</u></b>	<u>-52.351,89</u>	<b><u>-109.302,01</u></b>
Net tangible asset	<b><u>282.938,39</u></b>		<b><u>234.757,22</u></b>

- There are no disassembly costs.
- There are no value adjustments due to deterioration.
- All the Foundation's assets are related to its activity.
- There are no fully depreciated assets.

## 7. OPERATING LEASES

EF-CLIF leases the premises where it conducts its business and where its offices are located. The lease contract has an initial term of 5 years, renewable up to 10 years.

The costs of this contract totalled 140.782,04 Euros in 2018 (138.151,22 Euros in 2017).

Future minimum payments of this non-cancellable lease contract at 31 December 2018 were 49.405,16 Euros (47.936,93 Euros in 2017), in the short term.

## 8. FINANCIAL INSTRUMENTS

The book value of each category of financial instruments as established in note 4 is the following:

	Balances at 31/12/2018, in Euros		
	Non-current assets	Current assets	
	Long term deposits	Accounts receivables	Short term deposits
Loans and other receivables	<b><u>31.820,00</u></b>	<b><u>1.546.120,95</u></b>	<b><u>500,00</u></b>

	Balances at 31/12/2017, in Euros		
	Non-current assets	Current assets	
	Long term deposits	Accounts receivables	Short term deposits
Loans and other receivables	<b><u>31.820,00</u></b>	<b><u>68.364,95</u></b>	<b><u>0,00</u></b>

	Balances at 31/12/2018, in Euros		
	Non-current liabilities	Current liabilities	
	Long term debts	Short term debts	Other creditors
Debts and other payables	<b><u>2.404.290,84</u></b>	<b><u>245.000,00</u></b>	<b><u>297.581,83</u></b>

	Balances at 31/12/2017, in Euros		
	Noncurrent liabilities	Current liabilities	
	Long term debts	Short term debts	Other creditors
Debts and other payables	<b><u>0,00</u></b>	<b><u>480.732,92</u></b>	<b><u>221.786,96</u></b>

## 9. LONG TERM FINANCIAL INVESTMENTS

The movement of long-term financial investments, within the financial year is as follows:

	Balance at 31/12/2017 & 2018
Office deposit	19.820,00
Other deposits	<u>12.000,00</u>
	<b><u>31.820,00</u></b>

The deposits are recorded at the value of reimbursement, their maturity is long-term, and they have been established in 2015.

## 10. ACCOUNTS RECEIVABLES

The breakdown of the accounts receivables is as follows:

	Euros	
	<u>31/12/2018</u>	<u>31/12/2017</u>
Grants pending to collect	1.539.937,35	100.104,76
Advances to suppliers	6.183,60	16.038,78
Other debtors	<u>0,00</u>	<u>68.364,95</u>
	<b><u>1.546.120,95</u></b>	<b><u>118.967,94</u></b>

According to the query nº 2 published in the BOICAC 117/2019 (March) "The accounting treatment applicable to grants received from the Public Administration, when the expense has not occurred and the collection of the grant is conditioned to the justification of the expense incurred", the reimbursable grants should be recorded as liabilities until they acquire the condition of non-refundable grants. The accounting entry should be registered in the moment of the grant agreement, regardless of whether the collection takes place in the following financial years and providing the right of the Foundation towards the granting Entity meets the necessary criteria for an asset recognition regulated in the Conceptual Framework of Accounting.

Following this instruction, the accounting entry made at year close is as follows:

	Euros	
	<u>Debit</u>	<u>Credit</u>
Grants pending to collect	1.539.937,35	-
Long term debts transformable in grants note 12	-	1.539.937,35

The breakdown of the Grants pending to collect is as follows:

	Euros			
	Amount provided	Previously collected	Collected in current year	Pending to collect
MicoB - Predict	2.273.400,00	0,00	-795.690,00	1.477.710,00
Carbalive	85.000,00	0,00	-72.250,00	12.750,00
Aliver	120.500,00	-48.200,00	-54.225,00	18.075,00
Liverhope	50.100,00	-15.781,50	-2.916,15	31.402,35
	<b><u>2.529.000,00</u></b>	<b><u>-63.981,50</u></b>	<b><u>-925.081,15</u></b>	<b><u>1.539.937,35</u></b>

## 11. NET EQUITY

The endowment fund for EF-CLIF amounted to 30,000.00 Euros.

Funds received from monetary contributions have been applied to the activity of EF-CLIF.

## 12. OTHER DEBTS

The breakdown of the Long term debts is as follows:

		Euros	
		31/12/2018	31/12/2017
Long term debts transformable in grants	note 10	1.539.937,35	0,00
Grants collected pending justification		864.353,49	0,00
<b>Long-term debts</b>		<b><u>2.404.290,84</u></b>	<b><u>0,00</u></b>

The breakdown of the grants provided, and their movements is as follows:

	Euros			
	Amount provided	Transferred to P&L Account in previous years	Transferred to P&L Account in current year	Refundable grants
MicoB - Predict	2.273.400,00	0,00	0,00	2.273.400,00
Carbalive	85.000,00	0,00	-48.915,96	36.084,04
Aliver	120.500,00	-66.199,48	-8.431,06	45.869,46
Liverhope	50.100,00	-28,58	-1.134,08	48.937,34
	<b><u>2.529.000,00</u></b>	<b><u>-66.228,06</u></b>	<b><u>-58.481,10</u></b>	<b><u>2.404.290,84</u></b>

The breakdown of the Short term debts is as follows:

	Euros	
	<u>31/12/2018</u>	<u>31/12/2017</u>
<b>Short-term debts</b>	<b><u>245.000,00</u></b>	<b><u>480.732,92</u></b>

The short-term debts for FY 2018 correspond to the amounts pending to be transferred to other collaborating entities in the MicroB-Predict project in concept of pre-financing received from the European Union.

The short-term debts for FY 2017 correspond to the amount to be returned to the European Union in concept of pre-financing received for project Aliver, as a result of the internal re-organisation of work and the reduction of the budget assigned to the Foundation.

### 13. CORPORATE INCOME TAX AND FISCAL SITUATION

The breakdown of the balance with the Tax Authorities is as follows:

	Euros	
	<u>31/12/2018</u>	<u>31/12/2017</u>
Withholding taxes	53.154,37	64.085,25
Social security	9.554,69	26.023,59
VAT	<u>0,00</u>	<u>9.995,92</u>
	<b><u>62.709,06</u></b>	<b><u>100.104,76</u></b>

EF-CLIF is exempt from Corporate Income Tax under articles 6 and 7 of Law 49/2002, of 23 December, on the taxation of non-profit entities and tax incentives for philanthropy.

The Corporate Income Tax calculation for the periods 2017 and 2018 is as follows:

	Euros	
	<u>31/12/2018</u>	<u>31/12/2017</u>
Surplus / (Deficit) before tax	883.390,57	-708.789,13
Tax regime for non-profit entities (Ley 49/2002):		
Expenses	3.208.424,84	2.362.661,28
Income	-4.091.815,41	-3.071.450,41
Tax base		
Tax charge (10% tax rate)	<b>0,00</b>	<b>0,00</b>
Retentions and payments on account	<u>0,00</u>	<u>0,00</u>
CIT payable	<b><u>0,00</u></b>	<b><u>0,00</u></b>

As at 31 December 2018, EF-CLIF has no tax directly recognised in equity, tax losses, unused tax credits, deferred tax or unrecorded deferred tax assets.

EF-CLIF is open to inspections for all applicable taxes and periods.

EF-CLIF considers that all applicable taxes for the years open to inspection have been properly filed and settled. However, in the event of inspection, discrepancies could arise regarding the interpretation of certain tax legislation, although EF-CLIF does not expect that any additional tax liabilities would be significant to the accompanying Abbreviated Annual Accounts taken as a whole.

#### 14. ACTIVITIES OF THE FOUNDATION

See the annex II, 2018 activity report of EF-CLIF.

#### 15. DONATIONS RECEIVED

The breakdown of donations received, and other income is as follows:

	Euros	
	<u>31/12/2018</u>	<u>31/12/2017</u>
Donations received		
Grifols, S.A.	3.840.000,00	1.600.000,00
Fundació Privada Cellex	<u>183.333,33</u>	<u>200.000,00</u>
	<b><u>4.023.333,33</u></b>	<b><u>1.800.000,00</u></b>
Grant received		
UE – project MicroB-Predict	0,00	0,00
UE – project Carbalive	48.915,97	0,00
UE – project Aliver	8.431,06	66.228,06
UE – project Liverhope	<u>1.134,07</u>	<u>0,00</u>
	<b><u>58.481,10</u></b>	<b><u>66.228,06</u></b>
Other income		
Awards received	10.000,00	0,00
Grifols Worldwide Operations Ltd	<u>0,00</u>	<u>33.698,80</u>
	<b><u>10.000,00</u></b>	<b><u>33.698,80</u></b>
Total Income	<b><u>4.091.814,43</u></b>	<b><u>1.866.228,06</u></b>

##### a) Grants provided

The Foundation is present in the European program “Horizon 2020”, an EU Framework Programme for Research and Innovation financing by the European Union, whose aim is to break down barriers to create a true single market for knowledge, research and innovation.

Horizon 2020 is the financial instrument implementing the Innovation Union, a Europe 2020 flagship initiative aimed at securing Europe's global competitiveness.

Seen to drive economic growth and create jobs, Horizon 2020 has the political backing of Europe's leaders and the Members of the European Parliament. They agreed that research is an investment in our future and therefore place it at the heart of the EU's blueprint for smart, sustainable and inclusive growth and employment.

By combining research and innovation, Horizon 2020 is helping to achieve this with its emphasis on excellence of science, industrial leadership and tackling social challenges. The aim is to ensure that Europe produces world-class science, removes barriers to innovation and makes it easier for the public and private sectors to work together in delivering innovation.

The role of the Foundation as a recipient of grants is divided into the development of research itself and the work of coordination with other entities in order to carry out research studies. The Foundation participates in the Aliver studies; Liverhope and Carbalive; the term for the realization of the own and external studies is from the year 2018 to the year 2023, and in the MicroB-Predict study, which will begin in 2019.

The accounting of the received grants is adjusted to the reality of these functions and their distribution over time. Thus, the balances as of December 31, 2018 in the different accounts are as follows:

	Euros		
	Amount provided	Transferred to P&L Account in current year	Long term debt
UE – project MicroB-Predict	795.690,00	0,00	795.690,00
UE – project Carbalive	72.250,00	-48.915,97	23.334,03
UE – project Aliver	36.225,52	-8.431,06	27.794,46
UE – project Liverhope	18.669,07	-1.134,07	17.535,00
	<b><u>922.834,59</u></b>	<b><u>-58.481,10</u></b>	<b><u>864.353,49</u></b>

## 16. INCOME STATEMENT BY COST CENTRE

The breakdown of the income statement by cost centre is as follows:

	Balance at 31/12/2018, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
1. Income received for its own activity				
d) Donation	4.023.333,33	0,00	0,00	4.023.333,33
d) Grants	0,00	0,00	0,00	0,00
2. Other income	10.000,00	0,00	0,00	10.000,00
6. Consumables	-122.970,57	0,00	-441,23	-123.411,80
8. Personnel expenses	-892.733,81	-15.006,19	-104.547,09	-1.012.287,10
9. Other operation expenses	-1.775.677,13	-116.033,67	-100.579,52	-1.992.290,32
10. Depreciation of non-current assets	-70.389,71	0,00	-9.806,60	-80.196,31
<b>A.1) ACTIVITY SURPLUS (DEFICIT)</b>	<b>1.171.562,11</b>	<b>-131.039,86</b>	<b>-215.374,45</b>	<b>825.147,81</b>
14. Financial income	0,00	0,00	0,98	0,98
17. Exchange differences	0,00	0,00	-239,32	-239,32
<b>A.3) SURPLUS / (DEFICIT)</b>	<b><u>1.171.562,11</u></b>	<b><u>-131.039,86</u></b>	<b><u>-215.612,79</u></b>	<b><u>824.909,47</u></b>

	Balance at 31/12/2017, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
1. Income received for its own activity				
d) Donation	1.800.000,00	0,00	0,00	1.800.000,00
d) Grants	66.228,06	0,00	0,00	66.228,06
2. Other income	33.698,80	0,00	0,00	33.698,80
8. Personnel expenses	-780.014,32	-11.537,51	-110.693,34	-902.245,16
9. Other operation expenses	-1.529.602,99	-58.438,06	-81.998,39	-1.670.039,44
10. Depreciation of non-current assets	-67.269,35	0,00	-9.512,23	-76.781,58
<b>A.1) ACTIVITY SURPLUS (DEFICIT)</b>	<b>-476.959,80</b>	<b>-69.975,57</b>	<b>-202.203,95</b>	<b>-749.139,32</b>
14. Financial income	0,00	0,00	0,00	0,00
<b>A.3) SURPLUS / (DEFICIT)</b>	<b><u>-476.959,80</u></b>	<b><u>-69.975,57</u></b>	<b><u>-202.203,95</u></b>	<b><u>-749.139,32</u></b>

## 17. PERSONNEL EXPENSES

The details of the Personnel Expenses are as follows:

	Balance at 31/12/2018, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
Salaries	777.234,36	12.588,21	57.506,56	847.329,13
Indemnities	0,00	0,00	26.836,82	26.836,82
Social security	90.367,19	1.978,49	17.141,81	109.487,49
Other expenses	25.132,26	439,49	3.061,90	28.633,66
	<b><u>892.733,81</u></b>	<b><u>15.006,19</u></b>	<b><u>104.547,09</u></b>	<b><u>1.012.287,10</u></b>

	Balance at 31/12/2017, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
Salaries	694.891,56	8.028,73	86.188,81	789.109,10
Social security	66.891,38	3.237,81	21.888,20	92.017,39
Other expenses	18.231,37	270,97	2.616,33	21.118,66
	<b><u>780.014,31</u></b>	<b><u>11.537,51</u></b>	<b><u>110.693,34</u></b>	<b><u>902.245,16</u></b>

The average number of persons employed in the Foundation, analysed by categories and gender, is as follows:

	2018				2017			
	Research		Organisational Structure		Research		Organisational Structure	
	F	M	F	M	F	M	F	M
Directors	0,7	1,0	0,3	-	-	1,5	-	0,5
Administration	0,5	-	1,5	-	0,5	-	1,5	-
Researchers	3,2	5,0	-	-	2,5	4,7	-	-
	<b>4,4</b>	<b>6,0</b>	<b>1,8</b>	<b>-</b>	<b>3,0</b>	<b>6,2</b>	<b>1,5</b>	<b>0,5</b>

The number of persons employed in the Foundation at the end of the year, analysed by categories, and gender is as follows:

	31/12/2018				31/12/2017			
	Research		Organisational Structure		Research		Organisational Structure	
	F	M	F	M	F	M	F	M
Directors	0,7	1,0	0,3	-	-	1,5	-	0,5
Administration	0,5	-	1,5	-	0,5	-	1,5	-
Researchers	4,0	6,0	-	-	3,0	6,0	-	-
	<b>5,2</b>	<b>7,0</b>	<b>1,8</b>	<b>-</b>	<b>3,5</b>	<b>7,5</b>	<b>1,5</b>	<b>0,5</b>

The Foundation does not have any employees who have a disability certified as greater than 33%.

b) Remuneration for the members of the Board of Trustees

No member of the Board of Trustees receives any type of remuneration derived from his position as patron of the Foundation, nor has he been granted advances or credits, and no obligations have been assumed on their behalf as collateral. Likewise, the Foundation has not incurred obligations in terms of pensions or payment of life insurance premiums for any of the patrons, previous or current, of the Foundation.

Dr. Vicente Arroyo Pérez, who holds the position of Chairman of the Board of Trustees of the Foundation, receives remuneration for his professional services as Director of the Grifols Chair, a contract that was the object of a Responsible Declaration presented in the Register of Fundacions de la Generalitat de Catalonia, after considering the Board of Trustees the need for contracting and the prevalence of the interests of the Foundation over the private individuals of the contracted employer, in accordance with the provisions of articles 332-9 and 332-10 of Law 4/2008, from April 24

The remuneration received in the FY 2018 amounts to 164 thousand Euros (163 thousand Euros in the FY 2017).

c) Senior Management

EF-CLIF does not have any senior management, and therefore there are no associated costs.

## 18. PURCHASES AND OTHER OPERATING EXPENSES

The breakdown of the purchases expenses is as follows:

	Balance at 31/12/2018, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
Consumables	<b><u>122.970,57</u></b>	<b><u>441,23</u></b>	<b><u>0,00</u></b>	<b><u>123.411,80</u></b>

The breakdown of the other operating expenses is as follows:

	Balance at 31/12/2018, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
Professional fees	1.257.212,55	4.840,00	56.385,30	1.318.437,85
Travel expenses	173.155,20	103.134,88	12.875,20	289.165,28
Rent	128.628,93	0,00	17.920,42	146.549,35
Courier	74.547,07	0,00	40,40	74.587,47
Community charges; supplies; telephone	47.450,24	0,00	6.610,71	54.060,95
IT	35.868,67	0,00	3.073,40	38.942,07
Donations	22.400,00	0,00	0,00	22.400,00
Stationery	10.404,94	923,59	1.408,84	12.737,37
Subscriptions	4.348,30	2.513,50	376,65	7.238,45
Book publishing	2.427,67	0,00	256,91	2.684,58
Others	19.233,56	4.621,70	1.631,69	25.486,95
	<b><u>1.775.677,13</u></b>	<b><u>116.033,67</u></b>	<b><u>100.579,51</u></b>	<b><u>1.992.290,31</u></b>

	Balance at 31/12/2017, in Euros			
	Research	Meetings and Conferences	Organisational Structure	Total
Professional fees	1.069.726,34	47.799,41	0,00	1.117.525,75
Travel expenses	136.429,88	1.324,17	47.077,56	184.831,61
Rent	125.994,51	17.816,27	0,00	143.810,78
Community charges; supplies; telephone	47.497,14	6.716,34	0,00	54.213,48
Symposium expenses	53.805,19	0,00	0,00	53.805,19
Donations	30.000,00	0,00	0,00	30.000,00
Courier	21.934,05	242,75	30,93	22.207,73
IT	13.512,20	1.910,70	0,00	15.422,90
Subscriptions	11,99	2.388,97	10.691,46	13.092,42
Stationery	9.743,00	1.318,74	26,62	11.088,36
Cleaning	9.528,44	1.347,37	0,00	10.875,81
Book publishing	0,00	550,55	0,00	550,55
Others	4.324,48	7.678,89	611,49	12.614,86
	<b><u>1.522.507,22</u></b>	<b><u>89.094,16</u></b>	<b><u>58.438,06</u></b>	<b><u>1.670.039,44</u></b>

## 19. AUDIT FEES

Auditor's fees for the current year amount to 5.500,00 Euros (5.500,00 Euros in 2017).

There have been no costs for fees from other companies that belong to the same group or share a commercial name with the auditor.

## 20. COLLABORATIVE AGREEMENTS AND SPONSORSHIP CONTRACTS

EF-CLIF does not have any sponsorship contracts.

## 21. SUBSEQUENT EVENTS

No relevant subsequent events have occurred, which may affect the information contained in these Annual accounts, between 31 December 2018 and the date of preparation of the accounts.

Barcelona, June 18<sup>th</sup>, 2019

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Don Vicente Maria Arroyo Pérez

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Don Ignacio Calero Guardado

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Don Antonio Páez Regadera

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European Association for the Study of the  
Liver (EASL)  
pp Don Mauro Bernardi

Item code	Description	Adquisition date	Cost	Accumulated depreciation	Net value
206000/001	ID GRUP SA: OFFICE365PLAN	08/10/2015	3.682,31	3.682,31	0,00
206000/002	IBM: SPSS STADISTIC STANDARD	15/10/2015	18.490,92	18.490,92	0,00
206000/003	SAS: SISTEMA OPERATIVO WX6	31/12/2015	24.480,72	24.480,72	0,00
206000/004	SAS : SISTEMA OPERATIVO WX6	31/12/2015	9.899,01	9.899,01	0,00
206000/005	SAS: SISTEMA OPERATIVO WX6	02/11/2016	8.276,40	5.970,50	2.305,90
206000/006	SAS: SISTEMA OPERATIVO WX6	02/11/2016	3.436,40	2.478,98	957,42
206000/007	ON MEDIC: SOFTWARE ONMEDIC DATA EFCLIF	02/08/2017	12.000,00	5.665,19	6.334,81
206000/008	ON MEDIC: SOFTWARE ON MEDIC DATA EF CLIF	02/08/2017	100,00	44,47	55,53
206000/009	ID GRUP: LICENCIA POLYCOM	29/01/2018	874,83	269,21	605,62
206000/010	SONICON: ACLARA STUDY	01/11/2018	31.762,50	1.769,23	29.993,27
<b>I. Intangible Assets</b>			<b>113.003,09</b>	<b>72.750,54</b>	<b>40.252,55</b>
215000/001	COMERCIAL MATESU: INSTALACIÓN TABIQUES	25/07/2015	28.217,20	9.058,80	19.158,40
215000/002	IBERCLIMA: INSTALACION CLIMATIZACION	30/07/2015	5.450,95	1.749,98	3.700,97
215000/003	ELECT.INTEGRAL GRAL: INSTALACION ELECTRICA	25/08/2015	13.102,00	4.206,24	8.895,76
215000/004	COMERCIAL MATESU: DIVISORIAS	25/08/2015	24.987,11	8.021,82	16.965,29
215000/005	SURIS: EQUIPOS SUELO	31/08/2015	1.995,73	640,70	1.355,03
215000/006	COMERCIAL MATESU: TABIQUES	15/09/2015	11.540,38	3.704,91	7.835,47
215000/007	MCD GRUP: MOQUETA	25/09/2015	28.926,47	9.286,51	19.639,96
215000/008	CATALANA DE SEG.Y COM.: EQUIPS SEGURETAT	29/09/2015	1.563,80	502,04	1.061,76
215000/009	SGS TECNOS: COORDINACION SEGURIDAD Y SALU	29/09/2015	774,40	248,61	525,79
215000/010	SGS TECNOS: COORDINACION SEGURIDAD Y SAL	29/09/2015	605,00	194,23	410,77
215000/011	PINTURAS SILVANO MOLINA: PINTURA	30/09/2015	2.969,34	953,26	2.016,08
215000/012	ELECTR.INTEG.GRAL: INST.LLUMS	07/10/2015	16.204,59	5.202,30	11.002,29
215000/013	ELECTR.INTEG: INSTAL.ELECTRICA	01/11/2015	5.222,31	1.653,73	3.568,58
215000/014	ELECTRIC.INTEG.GRAL: INSTAL.ELECTRICA	27/11/2015	3.192,97	988,43	2.204,54
215000/015	MATESU: PLADUR	19/10/2015	2.787,84	882,80	1.905,04
215000/016	MEME: ACONDICIONAMIENTO	01/12/2015	598,95	184,77	414,18
215000/017	SGS: COORD.SEGURIDAD Y SALUD	28/12/2015	774,40	233,17	541,23
215000/018	SGS: COORD.SEGURIDAD Y SALUD	28/12/2015	193,60	58,29	135,31
215000/019	ELECT.INTEG: MODIF.INSTALACIO ELECTRICA	24/12/2015	1.706,21	515,59	1.190,62
215000/020	TELEFONICA-SUMINISTRO Y EQUIP.LAN	22/02/2016	1.380,51	394,54	985,97
215000/021	ELEC.INTEG: INSTALACION ELECTRICA	25/02/2016	1.480,37	421,87	1.058,50
215000/022	ACUNTIA. INSTALAC.TELEF.	09/03/2016	14.012,20	3.946,45	10.065,75
216000/001	BERNARDI: MOBILIARIO OFICIINA	28/09/2015	19.890,22	6.385,52	13.504,70
216000/002	KORTILUZ CORTINAS	01/10/2015	363,00	116,54	246,46
216000/003	FUSTERIA PLANTADA: MOBILIARIO COCINA	01/11/2015	3.884,10	1.229,97	2.654,13
216000/004	TENGO IDEA: PERCHERO	05/11/2015	598,50	188,87	409,63
216000/005	DABA: MAQUINA NESPRESSO	11/11/2015	435,48	136,72	298,76
216000/006	ST96: MESA REUNIONES	04/12/2015	5.854,60	1.801,17	4.053,43
216000/007	DITEC: FARISTOL	01/12/2015	659,45	203,44	456,01
216000/008	HAWORTH- 70 SILLAS	01/01/2016	21.048,19	6.314,46	14.733,73
216000/009	ABAYS: CORTINAS	31/03/2017	1.173,10	206,02	967,08
216000/010	MEME LEMMEL:DECORACIÓN	31/03/2017	351,93	61,80	290,13
216000/011	ABAYS: CORTINAS	31/03/2017	1.173,10	205,69	967,41
216000/012	ABAYS: CORTINAS	31/12/2018	1.490,72	0,41	1.490,31
217000/001	UNIDAD CINTA EXT HP STOREEVER	21/10/2015	6.118,30	4.889,64	1.228,66
217000/002	IDC: HP DL380 GEN9	23/10/2015	11.458,58	9.141,83	2.316,75
217000/003	ID GRUP:10* HP PRODESK 600 G1	01/11/2015	9.684,00	7.666,50	2.017,50
217000/004	ID GRUP: HO ZBOOK 15U G2	01/11/2015	2.293,51	1.815,70	477,81
217000/005	ID GRUP: MONITOR ELITEDISPLAY E231	03/11/2015	1.740,28	1.375,34	364,94
217000/006	APPLE STORE: 3 IPHONE6	02/12/2015	2.351,85	1.812,07	539,78
217000/007	BASE2: EQUIPO VIDEOCONFERENCIA	01/12/2015	39.630,04	30.561,69	9.068,35
217000/008	ID GRUP: INSTAL.PUESTA EN MARCHA ORD.Y SERV	01/12/2015	4.226,81	3.259,60	967,21
217000/009	ID GRUP: HP LASERJET ENTERPRISE 700 COLOR	01/12/2015	6.420,39	4.951,25	1.469,14
217000/010	ID GRUP: INSTALACION HP 4GB	01/12/2015	2.546,66	1.963,94	582,72
217000/011	ACUNTIA: EQUIPAMIENTO CENTRALITA	31/12/2015	27.001,45	20.251,08	6.750,37
217000/012	ID GRUP: HPBOOK ISLI	29/03/2016	2.305,62	1.591,84	713,78
217000/013	BASE2 : DIF.EQUIPO VIDEOCONFERENCIA	01/05/2016	784,81	524,10	260,71
217000/014	K-TUIN- IPHONE 6S 64GB	31/08/2016	859,00	501,87	357,13
217000/015	ID GRUP: HP PRODESK 600 G2	27/12/2016	1.023,67	515,35	508,32
217000/016	ID GRUP: HP PRODESK 600 G2	19/12/2016	1.023,67	520,95	502,72
217000/017	ID GRUP: HP 600G3PD	30/04/2017	1.131,37	473,47	657,90
217000/018	BASE 2- AMX CAMARA SERENO NMX VCC	08/06/2017	341,22	133,69	207,53
217000/019	ID GRUP: HP 60063PD A.BOSCH	30/04/2018	1.047,86	176,56	871,30
217000/020	ID: M.SURFACE PORTATIL A.BOSCH	03/05/2018	2.790,44	464,44	2.326,00
217000/021	ID: IMPRESORA HP LASERJET	03/05/2018	277,70	46,22	231,48
217000/022	ID GRP: PORTATIL DELL XPS DR ARROYO	31/07/2018	2.064,89	217,80	1.847,09
217000/023	ID GRUP: HP Z4G4 ORDENADOR F.AGUILAR	31/07/2018	3.499,48	369,12	3.130,36
<b>II. Tangible Assets</b>			<b>355.230,32</b>	<b>163.123,70</b>	<b>192.106,62</b>