

# Annual accounts of the Innovative Medicines Initiative Joint Undertaking

## Financial year 2015

**Document reference:** IMI2/OUT/2016-01862

## CONTENTS

CERTIFICATION OF THE ACCOUNTS .....	3
BACKGROUND INFORMATION ON THE IMI JU .....	4
FINANCIAL STATEMENTS AND EXPLANATORY NOTES .....	5
BALANCE SHEET .....	7
STATEMENT OF FINANCIAL PERFORMANCE .....	8
CASHFLOW STATEMENT .....	9
STATEMENT OF CHANGES IN NET ASSETS .....	10
REPORTS ON THE IMPLEMENTATION OF THE BUDGET .....	27

## **CERTIFICATION OF THE ACCOUNTS**

The final annual accounts of the Innovative Medicines Initiative Joint Undertaking for the year 2015 have been prepared in accordance with the Financial Regulation of the JU and the accounting rules adopted by the Commission's Accounting Officer, as are to be applied by all the institutions, agencies and joint undertakings.

I acknowledge my responsibility for the preparation and presentation of the annual accounts of the Joint Undertaking in accordance with Article 43 of the Financial Regulation of the JU.

I have obtained from the Authorising Officer, who guaranteed its reliability, all the information necessary for the production of the accounts that show the JU's assets and liabilities and the budgetary implementation.

I hereby certify that based on this information, and on such checks as I deemed necessary to sign off the accounts, I have a reasonable assurance that the accounts present a true and fair view of the financial position of the JU in all material aspects.

(signed)

Manfred Kraff

**Accounting Officer**

## **BACKGROUND INFORMATION ON THE IMI JU**

The Innovative Medicines Initiative 2 Joint Undertaking (IMI2 JU) is working to improve health by speeding up the development of, and patient access to, the next generation of medicines, particularly in areas where there is an unmet medical or social need. It does this by facilitating collaboration between the key players involved in healthcare research, including universities, pharmaceutical companies, other companies active in healthcare research, small and medium-sized enterprises (SMEs), patient organisations, and medicines regulators. This approach has proven highly successful, and IMI projects are delivering exciting results that are helping to advance the development of urgently-needed new treatments in diverse areas.

IMI2 JU was launched in 2008 as a public-private partnership (PPP) between the European Union, represented by the European Commission, and the European pharmaceutical industry, represented by the European Federation of Pharmaceutical Industries and Associations (EFPIA). The partnership was renewed in 2014 with the creation of the IMI 2 programme.

As at 31 December 2015, IMI2 JU has 70 ongoing projects, with more in the pipeline. Some focus on specific health issues such as neurological conditions (Alzheimer's disease, schizophrenia, depression, chronic pain, and autism), infectious diseases (including antimicrobial resistance and Ebola), diabetes, lung disease, oncology, inflammation & infection, tuberculosis, and obesity.

Others focus on broader challenges in drug development like drug and vaccine safety, knowledge management, the sustainability of chemical drug production, the use of stem cells for drug discovery, drug behaviour in the body, and the creation of a European platform to discover novel medicines. IMI2 JU also supports education and training projects.

IMI2 JU has a budget of over €5 billion for the period 2008-2024, making it the world's largest PPP in health research. Half of this comes from the EU's research and innovation programmes, the Seventh Framework Programme (FP7) and Horizon 2020. The other half comes from large companies and organisations, mostly EFPIA companies. These do not receive any EU funding, but contribute to the projects 'in kind', for example by investing their researchers' time or providing access to research facilities or resources.

Following Articles 38 and 43 of its Financial Rules adopted on 7 July 2014 as last amended on 22 December 2015 (IMI2-GB-DEC-2015-44) the IMI2 JU is required to prepare and adopt its own annual accounts, which are consolidated with those of the Commission and ultimately those of the EU. The preparation of the annual accounts is entrusted to the IMI2 JU Accounting Officer.

Following the decision of the IMI2 JU's Governing Board of 23 July 2015 (IMI2-GB-DEC-2015-33) , the Accounting Officer of the Commission shall, as of 1 September 2015, act as the Accounting Officer of IMI2 JU.

# FINANCIAL STATEMENTS AND EXPLANATORY NOTES

*It should be noted that due to the rounding of figures into thousands of euros, some financial data in the tables below may appear not to add-up.*

## CONTENTS

BALANCE SHEET .....	7
STATEMENT OF FINANCIAL PERFORMANCE .....	8
CASHFLOW STATEMENT .....	9
STATEMENT OF CHANGES IN NET ASSETS .....	10
NOTES TO THE FINANCIAL STATEMENTS .....	11
1.    SIGNIFICANT ACCOUNTING POLICIES .....	12
2.    NOTES TO THE BALANCE SHEET .....	18
3.    NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE .....	23
4.    CONTINGENT ASSETS, LIABILITIES AND OTHER SIGNIFICANT DISCLOSURES .....	25
5.    FINANCIAL INSTRUMENTS DISCLOSURES .....	26

**BALANCE SHEET**

EUR '000

	Note	31.12.2015	31.12.2014
<b>NON-CURRENT ASSETS</b>			
<i>Intangible assets</i>	2.1	31	34
<i>Property, plant and equipment</i>	2.2	131	157
<i>Pre-financing</i>	2.3	200 748	239 995
		<b>200 910</b>	<b>240 185</b>
<b>CURRENT ASSETS</b>			
<i>Pre-financing</i>	2.3	50 939	20 171
<i>Exchange receivables and non-exchange recoverables</i>	2.4	69 090	1 414
<i>Cash and cash equivalents</i>	2.5	–	50 819
		<b>120 029</b>	<b>72 404</b>
<b>TOTAL ASSETS</b>		<b>320 939</b>	<b>312 589</b>
<b>CURRENT LIABILITIES</b>			
<i>Payables and other liabilities</i>	2.6	(260 042)	(10)
<i>Accrued charges and deferred income</i>	2.7	(135 950)	(223 388)
		<b>(395 992)</b>	<b>(223 399)</b>
<b>TOTAL LIABILITIES</b>		<b>(395 992)</b>	<b>(223 399)</b>
<b>NET ASSETS</b>			
<i>Contribution from Members</i>	2.8	985 676	770 446
<i>Accumulated deficit</i>		(681 256)	(452 247)
<i>Economic result of the year</i>		(379 473)	(229 009)
<b>NET ASSETS</b>		<b>(75 053)</b>	<b>89 190</b>

## STATEMENT OF FINANCIAL PERFORMANCE

EUR '000

	Note	2015	2014
<b>REVENUE</b>			
<b>Revenue from non-exchange transactions</b>			
<i>Recovery of expenses</i>	3.1	461	-
<i>Other</i>		1	-
<b>Total</b>		<b>462</b>	<b>-</b>
<b>Revenue from exchange transactions</b>			
<i>Financial income</i>		65	132
<i>Other exchange revenue</i>		99	(23)
<b>Total</b>		<b>164</b>	<b>109</b>
		<b>626</b>	<b>109</b>
<b>EXPENSES</b>			
<i>Operating costs</i>	3.2	(372 202)	(221 905)
<i>Staff costs</i>	3.3	(3 551)	(3 466)
<i>Finance costs</i>		(53)	(1)
<i>Other expenses</i>	3.4	(4 293)	(3 747)
		<b>(380 099)</b>	<b>(229 118)</b>
<b>ECONOMIC RESULT OF THE YEAR</b>		<b>(379 473)</b>	<b>(229 009)</b>



**CASHFLOW STATEMENT<sup>1</sup>**

EUR '000

	2015	2014
<i>Economic result of the year</i>	(379 473)	(229 009)
<b>Operating activities</b>		
<i>Amortisation and depreciation</i>	101	166
<i>Non-cash expenses in-kind</i>	65 432	132 186
<i>(Increase)/decrease in pre-financing</i>	8 479	(52 973)
<i>(Increase)/decrease in exchange receivables and non-exchange recoverables</i>	(67 676)	(1 204)
<i>Increase/(decrease) in pension and employee benefits</i>		
<i>Increase/(decrease) in provisions</i>	-	(48)
<i>Increase/(decrease) in accounts payable and other liabilities</i>	260 031	(132 666)
<i>Increase/(decrease) in accrued charges and deferred income</i>	(87 438)	155 390
<b>Investing activities</b>		
<i>(Increase)/decrease in intangible assets and property, plant and equipment</i>	(73)	(41)
<b>Financing activities</b>		
<i>Cash contribution from the Members</i>	149 797	168 982
<b>NET CASHFLOW</b>	<b>(50 819)</b>	<b>40 782</b>
<i>Net increase/(decrease) in cash and cash equivalents</i>	(50 819)	40 782
<i>Cash and cash equivalents at the beginning of the year</i>	50 819	10 037
<i>Cash and cash equivalents at year-end</i>	-	50 819

<sup>1</sup> Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of IMI JU, the treasury of IMI JU was integrated into the Commission's treasury system. Because of this, IMI JU does not have any bank accounts of its own in 2015. All payments and receipts are processed via the Commission's treasury system and registered on intercompany accounts, which are presented under the heading exchange receivables.

## STATEMENT OF CHANGES IN NET ASSETS

EUR '000

	Contribution from Members	Accumulated Surplus/ (Deficit)	Economic result of the year	Net Assets
<b>BALANCE AS AT 31.12.2013</b>	<b>469 278</b>	<b>(218 438)</b>	<b>(233 808)</b>	<b>17 031</b>
<i>Allocation 2013 economic result</i>	-	(233 808)	233 808	-
<i>Cash contribution</i>	168 982	-	-	168 982
<i>Contribution in-kind</i>	132 186	-	-	132 186
<i>Economic result of the year</i>	-	-	(229 009)	(229 009)
<b>BALANCE AS AT 31.12.2014</b>	<b>770 446</b>	<b>(452 247)</b>	<b>(229 009)</b>	<b>89 190</b>
<i>Allocation 2014 economic result</i>	-	(229 009)	229 009	-
<i>Cash contribution</i>	149 797	-	-	149 797
<i>Contribution in-kind</i>	65 432	-	-	65 432
<i>Economic result of the year</i>	-	-	(379 473)	(379 473)
<b>BALANCE AS AT 31.12.2015</b>	<b>985 676</b>	<b>(681 256)</b>	<b>(379 473)</b>	<b>(75 053)</b>

## **NOTES TO THE FINANCIAL STATEMENTS**

# 1. SIGNIFICANT ACCOUNTING POLICIES

## 1.1. LEGAL BASIS AND ACCOUNTING RULES

In accordance with Article 143 of the Financial Regulation, the EU entities prepare their financial statements on the basis of accrual-based accounting rules that are based on International Public Sector Accounting Standards (IPSAS). The accounting rules adopted by the Accounting Officer of the Commission are applied by all the Institutions, bodies of the EU and other entities consolidated in the EU accounts in order to establish a uniform set of rules for accounting, valuation and presentation of the accounts with a view to harmonising the process for drawing up the financial statements .

## 1.2. ACCOUNTING PRINCIPLES

The overall considerations (or accounting principles) to be followed when preparing the financial statements are laid down in EU accounting rule 1 'Financial Statements' (the same as in IPSAS 1): fair presentation, accrual basis, going concern, consistency of presentation, aggregation, offsetting and comparative information. The qualitative characteristics of financial reporting according to Article 144 of the Financial Regulation are relevance, reliability, understandability and comparability.

## 1.3. BASIS OF PREPARATION

### 1.3.1. Currency and basis for conversion

The annual accounts are presented in thousands of euros, the euro being the EU's functional and reporting currency. Foreign currency transactions are translated into euros using the exchange rates prevailing at the dates of the transactions. Year-end balances of monetary assets and liabilities denominated in foreign currencies are converted into euros on the basis of the exchange rates applying on 31 December.

#### Euro exchange rates

Currency	31.12.2015	31.12.2014	Currency	31.12.2015	31.12.2014
<b>BGN</b>	<b>1.9558</b>	1.9558	<b>LTL</b>	-	3.4528
<b>CZK</b>	<b>27.0230</b>	27.7350	<b>PLN</b>	<b>4.2639</b>	4.2732
<b>DKK</b>	<b>7.4626</b>	7.4453	<b>RON</b>	<b>4.5240</b>	4.4828
<b>GBP</b>	<b>0.7340</b>	0.7789	<b>SEK</b>	<b>9.1895</b>	9.3930
<b>HRK</b>	<b>7.6380</b>	7.6580	<b>CHF</b>	<b>1.0835</b>	1.2024
<b>HUF</b>	<b>315.9800</b>	315.5400	<b>JPY</b>	<b>131.0700</b>	145.2300
			<b>USD</b>	<b>1.0887</b>	1.2141

### 1.3.2. Use of estimates

In accordance with IPSAS and generally accepted accounting principles, due to the uncertainties inherent in the performance of the entity (e.g. receipt of cost statements) many financial statements items cannot be measured with precision but can be only estimated. The estimation process involves judgement based on the latest information available. The reasonable estimates are essential part of the preparation of financial statements and do not undermine their reliability. An estimate may need revision if changes occur in the circumstances on which the estimate was based or as a result of new information or more experience. By its nature, the revision of an estimate does not relate to prior periods and is not the correction of an error. The effect of change in accounting estimate shall be recognised in the surplus or deficit in periods in which they become known.

## 1.4. BALANCE SHEET

### 1.4.1. Intangible assets

Acquired computer software licences are stated at historical cost less accumulated amortisation and impairment losses. The assets are amortised on a straight-line basis over their estimated useful lives. The estimated useful lives of intangible assets depend on their specific economic lifetime or legal lifetime determined by an agreement. Internally developed intangible assets are capitalised when the relevant criteria of the EU accounting rules are met. The costs capitalisable include all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by management. Costs associated with research activities, non-capitalisable development costs and maintenance costs are recognised as expenses as incurred.

### 1.4.2. Property, plant and equipment

All property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition or construction of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with the item will flow to the entity and its cost can be measured reliably. Repairs and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred. Land and works of art are not depreciated as they are deemed to have an indefinite useful life. Assets under construction are not depreciated as these assets are not yet available for use. Depreciation on other assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

Type of asset	Straight line depreciation rate
<i>Buildings</i>	4% to 10%
<i>Plant and equipment</i>	10% to 25%
<i>Furniture and vehicles</i>	10% to 25%
<i>Fixtures and fittings</i>	10% to 33%
<i>Computer hardware</i>	25% to 33%
<i>Other</i>	10% to 33%

Gains or losses on disposals are determined by comparing proceeds less selling expenses with the carrying amount of the disposed asset and are included in the statement of financial performance.

### Leases

Leases of tangible assets, where the entity has substantially all the risks and rewards of ownership, are classified as finance leases. Finance leases are capitalised at the inception of the lease at the lower of the fair value of the leased asset and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The rental obligations, net of finance charges, are included as liabilities. The interest element of the finance cost is charged to the statement of financial performance over the lease period so as to produce a constant periodic interest rate on the remaining balance of the liability for each period. The assets held under finance leases are depreciated over the shorter of the assets' useful life and the lease term.

Leases where the lessor retains a significant portion of the risks and rewards inherent to ownership are classified as operating leases. Payments made under operating leases are charged to the statement of financial performance on a straight-line basis over the period of the lease.

### 1.4.3. Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation/depreciation and are tested annually for impairment. Assets that are subject to amortisation/depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be

recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use.

Intangible assets and property, plant and equipment residual values and useful lives are reviewed, and adjusted if appropriate, at least once per year. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. If the reasons for impairments recognised in previous years no longer apply, the impairment losses are reversed accordingly.

#### 1.4.4. Financial assets

The financial assets are classified in the following categories: financial assets at fair value through profit or loss; loans and receivables; held-to-maturity investments; and available for sale financial assets. The classification of the financial instruments is determined at initial recognition and re-evaluated at each balance sheet date.

##### *(i) Financial assets at fair value through profit or loss*

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by the entity. Derivatives are also categorised in this category. Assets in this category are classified as current assets if they are expected to be realised within 12 months of the balance sheet date. During this financial year, the entity did not hold any investments in this category.

##### *(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the entity provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in non-current assets, except for maturities within 12 months of the balance sheet date.

##### *(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the entity has the positive intention and ability to hold to maturity. During this financial year, the entity did not hold any investments in this category.

##### *(iv) Available for sale financial assets*

Available for sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are classified as either current or non-current assets, depending on the time period in which the entity expects to dispose of them which is usually the remaining maturity at the balance sheet date.

#### 1.4.5. Pre-financing amounts

Pre-financing is a payment intended to provide the beneficiary with a cash advance, i.e. a float. It may be split into a number of payments over a period defined in the particular contract, decision, agreement or the basic legal act. The float or advance is either used for the purpose for which it was provided during the period defined in the agreement or it is repaid. If the beneficiary does not incur eligible expenditures, he has the obligation to return the pre-financing advance to the entity. The amount of the pre-financing is reduced (wholly or partially) by the acceptance of eligible costs (which are recognised as expenses) and amounts returned.

At year-end, outstanding pre-financing amounts are measured at the amount(s) initially recognised on the balance sheet less amounts returned and eligible expenses, including estimated amounts where necessary, incurred during the period.

#### 1.4.6. Receivables and recoverables

Receivables and recoverables are carried at original amount less write-down for impairment. A write-down for impairment is established when there is objective evidence that the entity will not be able to collect all amounts due according to the original terms of receivables. The amount of the write-down is the difference between the asset's carrying amount and the recoverable amount. The amount of the write-down is recognised in the statement of financial performance.

#### 1.4.7. Cash and cash equivalents

Cash and cash equivalents are financial instruments and classified as available for sale financial assets. They include cash at hand, deposits held at call or at short notice with banks, other short-term highly liquid investments with original maturities of three months or less.

#### 1.4.8. Provisions

Provisions are recognised when the entity has a present legal or constructive obligation towards third parties as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. Provisions are not recognised for future operating losses. The amount of the provision is the best estimate of the expenditures expected to be required to settle the present obligation at the reporting date. Where the provision involves a large number of items, the obligation is estimated by weighting all possible outcomes by their associated probabilities ("expected value" method).

#### 1.4.9. Payables

A significant amount of the payables of the entity are not related to the purchase of goods or services – instead they are unpaid cost claims from beneficiaries of grants or other EU funding. They are recorded as payables for the requested amount when the cost claim is received. Upon verification and acceptance of the eligible costs, the payables are valued at the accepted and eligible amount.

Payables arising from the purchase of goods and services are recognised at invoice reception for the original amount and corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the entity.

#### 1.4.10. Accrued and deferred income and charges

At the end of the accounting period, accrued expenses are recognised based on an estimated amount of the transfer obligation of the period. Revenue is also accounted for in the period to which it relates. At year-end, if an invoice is not yet issued but the service has been rendered, the supplies have been delivered by the entity or a contractual agreement exists, an accrued income will be recognised in the financial statements. In addition, at year-end, if an invoice is issued but the services have not yet been rendered or the goods supplied have not yet been delivered, the revenue will be deferred and recognised in the subsequent accounting period.

## 1.5. STATEMENT OF FINANCIAL PERFORMANCE

### 1.5.1. Revenue

Revenue from non-exchange transactions are taxes and transfers because the transferor provides resources to the recipient entity without the recipient entity providing approximately equal value directly in exchange. Transfers are inflows of future economic benefits or service potential from non-exchange transactions, other than taxes.

Exchange revenue from the sale of goods and services is recognised when the significant risk and rewards of ownership of the goods are transferred to the purchaser. Revenue associated with a transaction involving the provision of services is recognised by reference to the stage of completion of the transaction at the reporting date.

### 1.5.2. Expenses

Exchange expenses arising from the purchase of goods and services are recognised when the supplies are delivered and accepted by the entity. They are valued at original invoice amount. Furthermore, at the balance sheet date expenses related to the service delivered during the period for which an invoice has not yet been received or accepted are recognised in the statement of financial performance.

Non-exchange expenses relate to transfers to beneficiaries and can be of three types: entitlements, transfers under agreement and discretionary grants, contributions and donations. Transfers are recognised as expenses in the period during which the events giving rise to the transfer occurred, as long as the nature of the transfer is allowed by regulation or a contract has been signed authorising the transfer; any eligibility criteria have been met by the beneficiary; and a reasonable estimate of the amount can be made.

When a request for payment or cost claim is received and meets the recognition criteria, it is recognised as an expense for the eligible amount. At year-end, incurred eligible expenses due to the beneficiaries but not yet reported are estimated and recorded as accrued expense.

## 1.6. CONTINGENT ASSETS AND LIABILITIES

### 1.6.1. Contingent Assets

A contingent asset is a possible asset that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent asset is disclosed when an inflow of economic benefits or service potential is probable.

### 1.6.2. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or a present obligation that arises from past events but is not recognised because: it is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation or, in the rare circumstances where the amount of the obligation cannot be measured with sufficient reliability.

## 1.7. JOINT UNDERTAKINGS (JUs)

### 1.7.1. Cash contribution to the JUs

The cash contribution to the JUs is treated as contribution from Members (or "quasi" equity) in accordance with the EU Accounting Rule 1.

### 1.7.2. Third party in-kind contribution to the JUs

The members of the JUs can contribute resources, mostly in-kind contributions, to the JUs. These in-kind contributions are mostly services related to activities that are part of the JUs' work programme. These in-kind contributions are of an equal value as the cash contributions and are thus treated similarly.



A distinction is made between the contributions in-kind for operational activities (IKOP) and contributions in-kind for additional activities outside the work plan (IKAA):

1. The IKOP contributions are directly linked to the work plan of the JUs. These contributions reflect the involvement of the member in the JUs. When these contributions are validated by the Executive Director of the JU, they are, in accordance to EU Accounting Rule 1, recognised as contributions from Members under the net assets heading of the balance sheet.
2. The IKAA contributions are linked to additional activities of the JUs that are not part of their work programme. The expenses related to those activities are not recognised in the financial statements of the JU.

## **1.8. CONSOLIDATION**

The accounts of this entity are consolidated in the EU consolidated annual accounts using the equity method.

## 2. NOTES TO THE BALANCE SHEET

### ASSETS

#### 2.1. INTANGIBLE ASSETS

EUR '000

<i>Gross carrying amounts at 31.12.2014</i>	414
<i>Additions</i>	-
<i>Disposals</i>	-
<i>Other changes</i>	(50)
<b>Gross carrying amounts at 31.12.2015</b>	<b>364</b>
<i>Accumulated amortisation at 31.12.2014</i>	(380)
<i>Amortisation charge for the year</i>	(71)
<i>Other changes</i>	118
<b>Accumulated amortisation at 31.12.2015</b>	<b>(333)</b>
<b>NET CARRYING AMOUNT AT 31.12.2015</b>	<b>31</b>
<i>NET CARRYING AMOUNT AT 31.12.2014</i>	34

The above amounts relate primarily to computer software.

#### 2.2. PROPERTY, PLANT AND EQUIPMENT

EUR '000

	Furniture and vehicles	Computer hardware	Total
<i>Gross carrying amount at 31.12.2014</i>	237	163	401
<i>Additions</i>	57	15	72
<i>Other changes</i>	(160)	5	(155)
<b>Gross carrying amount at 31.12.2015</b>	<b>134</b>	<b>183</b>	<b>318</b>
<i>Accumulated depreciation at 31.12.2014</i>	(110)	(134)	(244)
<i>Depreciation charge for the year</i>	(11)	(22)	(33)
<i>Other changes</i>	84	6	90
<b>Accumulated depreciation at 31.12.2015</b>	<b>(37)</b>	<b>(150)</b>	<b>(187)</b>
<b>NET CARRYING AMOUNT at 31.12.2015</b>	<b>98</b>	<b>33</b>	<b>131</b>
<i>NET CARRYING AMOUNT at 31.12.2014</i>	128	29	157

#### 2.3. PRE-FINANCING

EUR '000

	31.12.2015	31.12.2014
<i>Non-current pre-financing</i>	200 748	239 995
<i>Current pre-financing</i>	50 939	20 171
<b>Total</b>	<b>251 687</b>	<b>260 166</b>

The outstanding project-related pre-financing on 31.12.2015 was reduced by kEUR 55 780 of estimated expenses for on-going or ended projects without validated cost claims on 31.12.2015 (see note 2.6 and 2.7 below).

Additionally, for all pre-financing amounts open at 31.12.2015 a case-by-case assessment has been performed and all pre-financing that was considered unlikely to be cleared in the course of 2016 was classified as non-current pre-financing.

The decrease compared to 2014 is largely due to the fact that in the 2014 annual accounts no deduction was made for the amounts of open pre-financing which would be cleared by the estimated operating costs. In addition the classification between current and non-current pre-financing was only based on the criteria of expected finalisation of the project, i.e. not reflecting the expected spending pattern.

## 2.4. EXCHANGE RECEIVABLES & NON-EXCHANGE RECOVERABLES

On 31.12.2015 out of kEUR 69 090 of exchange receivables and non-exchange recoverables IMI JU only had kEUR 11 of non-exchange recoverables. The remaining amount of kEUR 69 079 relates to exchange receivables (see below).

	EUR '000	
	31.12.2015	31.12.2014
<i>Customers</i>	1 986	1 356
<i>Impairment on receivables from customers</i>	-	-
<i>Deferred charges relating to exchange transactions</i>	9	10
<i>Central treasury liaison accounts</i>	67 039	-
<i>Others</i>	45	48
<b>Total</b>	<b>69 079</b>	<b>1 414</b>

The significant increase in exchange receivables is the effect of IMI JU's integration in the Commission central treasury as of 1.9.2015. A corresponding decrease is noted in cash and cash equivalents. See note 2.5 for further details.

Included under the sub-heading 'Customers' is an amount of kEUR 1 537 relating to expected EFPIA cash contributions (see also note 2.6). The remaining amount under this sub-heading mainly refers to the expected recovery of expenses from a grant beneficiary (see also note 3.1).

## 2.5. CASH AND CASH EQUIVALENTS

Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of IMI JU, the treasury of IMI JU was integrated into the Commission's treasury system. Because of this, IMI JU does not have any bank accounts of its own as of 1.9.2015. All payments and receipts are processed via the Commission's treasury system and registered in intercompany accounts, which are presented under the heading exchange receivables (see note 2.4).

## LIABILITIES

### 2.6. PAYABLES AND OTHER LIABILITIES

	EUR '000	
	31.12.2015	31.12.2014
<i>Contributions in kind to be validated</i>	230 778	-
<i>Unpaid cash contributions</i>	1 537	-
<i>Current payables</i>	27 725	8
<i>Sundry payables</i>	2	2
<b>Total</b>	<b>260 042</b>	<b>10</b>

Included under the sub-heading 'Contribution in-kind to be validated' are the in kind contributions from Members related to on-going or ended projects without a validated cost statement on 31.12.2015. The amount of in-kind contributions was estimated on a case-by-case basis using the best available

information of the projects. The significant increase compared to 2014 is due to the fact that in 2014 annual accounts the corresponding amounts were recorded under accrued charges (see note **2.7**).

The sub-heading 'Unpaid cash contributions' comprises cash contributions due from EFPIA at the end of 2015 (a debit note has been issued at the end of 2015 for kEUR 1 348 and a second one at the beginning of 2016 for kEUR 189. In 2014 the corresponding amounts were recorded under net assets.

The sub-heading 'Current payables' mainly consists of liabilities to public bodies (kEUR 22 693) and suppliers (kEUR 4 531). These amounts include the eligible portion of invoices and cost claims received but not validated at 31.12.2015 and are net of pre-financing (see note **2.3** above). In 2014 the amount of cost claims received but not validated (kEUR 7 527) was included under accrued charges.

## 2.7. ACCRUED CHARGES AND DEFERRED INCOME

At 31.12.2015 IMI JU did not have any balances related to deferred income.

	<i>EUR '000</i>	
	<b>31.12.2015</b>	<b>31.12.2014</b>
<i>Accrued charges</i>	<i>135 950</i>	<i>223 387</i>
<b>Total</b>	<b>135 950</b>	<b>223 387</b>

The accrued charges represent costs estimated by the Authorising Officer as incurred in year 2015, for which no liability has been recorded on 31.12.2015 (see also note **2.6**). The amounts are net of pre-financing (see note **2.3** above ) and include kEUR 135 398 of the estimated operating costs for on going or ended projects as well as kEUR 552 of the estimated administrative expenses (mainly related to services provided to IMI JU and included in the 'Other expenses' heading of the statement of financial performance).

At 31.12.2014 accrued charges were largely composed of kEUR 107 827 related to estimated operating costs from in kind contributions and kEUR 115 037 related to estimated operating costs from grants. The amounts were not reduced by the corresponding open pre-financing (see note **2.3** above).

## NET ASSETS

### 2.8. CONTRIBUTIONS FROM MEMBERS

#### 2.8.1. Research and Innovation funding programme for 2007-2013 (FP7)

	EUR '000				
	Commission Cash	EFPIA Cash	In kind	Total Cash	In kind
<b>A. Running Costs</b>	<b>27 212</b>	<b>14 173</b>	–	<b>41 385</b>	–
<i>Previous years</i>	23 462	14 173	–	37 635	–
<i>Current year</i>	3 750	–	–	3 750	–
<b>B. Operational costs (R&amp;D Projects)</b>	<b>570 671</b>	–	<b>307 592</b>	<b>570 671</b>	<b>307 592</b>
<i>Previous years</i>	489 671	–	242 160	489 671	242 160
<i>Current year</i>	81 000	–	65 432	81 000	65 432
<i>Adjustments</i>	–	–	–	–	–
<b>Balance at 31.12.2015</b>	<b>597 883</b>	<b>14 173</b>	<b>307 592</b>	<b>612 056</b>	<b>307 592</b>
<i>Balance at 31.12.2014</i>	513 133	14 173	242 160	527 306	242 160
<i>Contribution in cash/kind in %</i>	97,68%	2,32%	100%	100%	100%
<i>Total contribution in %</i>	65,01%	34,99%		100%	
<i>Voting rights %</i>	50%	50%		100%	

## 2.8.2. Research and Innovation funding programme for 2014-2020 (Horizon 2020)

	EUR '000						
	Commission	EFPIA	Associated Partners		Total		
	Cash	Cash	In kind	Cash	In kind	Cash	In kind
<b>A. Running Costs</b>	<b>1 180</b>	<b>2 847</b>	–	–	–	<b>4 027</b>	–
<i>Previous years</i>	490	490	–	–	–	980	–
<i>Current year</i>	690	2 357	–	–	–	3 047	–
<b>B. Operational costs (R&amp;D Projects)</b>	<b>62 000</b>	–	–	–	–	<b>62 000</b>	–
<i>Previous years</i>	–	–	–	–	–	–	–
<i>Current year</i>	62 000	–	–	–	–	62 000	–
<i>Adjustments</i>	–	–	–	–	–	–	–
<b>Balance at 31.12.2015</b>	<b>63 180</b>	<b>2 847</b>	–	–	–	<b>66 027</b>	–
<i>Balance at 31.12.2014</i>	490	490	–	–	–	980	–
<i>Contribution in cash/kind in %</i>	95,69%	4,31%	–	0%	–	100%	–
<i>Total contribution in %</i>	95,69%	4,31%	–	0%	–	100%	–
<i>Voting rights %</i>	50%	50%	–	N/A	–	100%	–

### 3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE

#### NON-EXCHANGE REVENUE

##### 3.1. RECOVERY OF EXPENSES

The amount under the subheading 'Recovery of expenses' relates to the expected recovery of operating expenses from a grant beneficiary (see also note 2.4).

#### EXPENSES

##### 3.2. OPERATING COSTS

Included under this heading are operating expenses related to projects that were carried out in 2015. A part of the operating costs related to on-going or ended projects without any validated cost claims (or equivalent) available at 31 December, was estimated using the best information available at the time of the preparation of the annual accounts. The estimation is based on the case-by-case assessment of completion which ensures that only cost that reflect the services or work performed by 31 December are included in the operating costs of the year. Depending on the availability of information at the time of the preparation of the annual accounts, the estimates are based on reports of services or work performed (e.g. Report of the member of the Joint Undertaking other than the EU on the in-kind contributions in the meaning of Article 4(3) and 4(4) of Regulation (EU) No 557/2014) or costs incurred to date as a proportion of the estimated total costs of the projects ("pro-rata temporis").

The break-down of the operating costs between operating costs incurred on the basis of validated cost claims (or equivalent) and estimated operating costs, is given in the table below. It should be noted that in line with the accounting rules (see Note 1.3.2) the portion of the estimated cost also includes a revision of accounting estimates made in the previous periods.

EUR '000

	2015	2014
<i>Operating costs incurred (validated cost claims)</i>	145 862	212 838
<i>Operating costs estimated</i>	226 340	9 067
<b>Total</b>	<b>372 202</b>	<b>221 905</b>

The decrease in the operating costs incurred is due to the decrease in the validated in kind contributions cost (kEUR 65 432 for 2015 against kEUR 132 186 for 2014).

The increase in the operating costs estimated is due to the increase in estimated IMI JU contributions related to projects without any validated cost claim on 31.12.2015 (kEUR 218 424), as well as in the estimated in-kind contribution cost (kEUR 230 778). The 2015 estimated amounts are net of estimated operating costs related to 2014 (kEUR 115 037 resp. kEUR 107 827) that were reversed in 2015.

##### 3.3. STAFF COSTS

Included under this heading are expenses related to salaries and other employment-related allowances.

### 3.4. OTHER EXPENSES

EUR '000

	2015	2014
<i>Property, plant and equipment related expenses</i>	1 043	773
<i>External non IT services</i>	1 261	1 272
<i>Communications &amp; publications</i>	377	190
<i>Experts expenses</i>	716	723
<i>External IT services</i>	556	441
<i>Other</i>	337	345
<b>Total</b>	<b>4 293</b>	<b>3 747</b>

Operating lease expenses related to the IMI JU building "White Atrium" of kEUR 505 are included under the sub-heading 'property, plant and equipment related expenses'.

Amounts committed to be paid during the remaining term of this lease contract include rent and related charges and are as follows:

EUR '000

	Future amounts to be paid			Total
	< 1 year	1- 5 years	> 5 years	
<i>Buildings</i>	454	2 304	1 410	4 168



## 4. CONTINGENT ASSETS, LIABILITIES AND OTHER SIGNIFICANT DISCLOSURES

### 4.1. CONTINGENT ASSETS

EUR '000

	31.12.2015	31.12.2014
<i>Guarantees received for pre-financing</i>	1 952	-
<b>Total</b>	<b>1 952</b>	<b>-</b>

### 4.2. OTHER SIGNIFICANT DISCLOSURES

#### 4.2.1. Outstanding commitments not yet expensed

At 31.12.2015 outstanding commitments not yet expensed amounted to kEUR 571 482. The amount consists of the budgetary RAL ("Reste à Liquider") less related amounts that have been included as expenses in the 2015 statement of financial performance. The budgetary RAL is an amount representing the open commitments for which payments and/or de-commitments have not yet been made. This is the normal consequence of multi-annual programmes.

#### 4.2.2. Related parties

The related parties of the IMI JU are the venturers and key management personnel of these entities. Transactions between these entities take place as part of the normal operations of IMI JU and as this is the case, no specific disclosure requirements are necessary for these transactions in accordance with the EU accounting rules.:

#### 4.2.3. Events after reporting date

Between 31.12.2015 and 02.06.2016, kEUR 51 521 of in-kind contributions have been validated. The validated contributions are recorded as additions to net assets in 2016.

## 5. FINANCIAL INSTRUMENTS DISCLOSURES

### 5.1. CURRENCY RISKS

#### Exposure of the IMI JU to currency risk at year end

At 31.12.2015 the financial assets and financial liabilities ending balances did not include any material amounts quoted in different currencies other than the euro.

### 5.2. CREDIT RISK

#### Financial assets that are neither past due nor impaired

The financial assets are entirely composed of receivables and recoverables (kEUR 69 090 at 31.12.2015) that are neither past due nor impaired.

#### Financial assets by risk category

At 31.12.2015 the financial assets are entirely composed of receivables and recoverables against entities without an external credit rating. The entire amount of kEUR 69 090 relates to entities which never defaulted in the past.

### 5.3. LIQUIDITY RISK

#### Maturity analysis of financial liabilities by remaining contractual maturity

Financial liabilities entirely consist of accounts payable. At 31.12.2015 they amounted to kEUR 27 727. All the accounts payable have a remaining contractual maturity of less than 1 year.

## **REPORTS ON THE IMPLEMENTATION OF THE BUDGET**

*It should be noted that due to the rounding of figures into thousands of euros, some financial data in the tables below may appear not to add-up.*

## CONTENTS

1.	BUDGETARY PRINCIPLES AND STRUCTURE.....	29
2.	IMPLEMENTATION OF BUDGET REVENUE.....	31
3.	IMPLEMENTATION OF COMMITMENT APPROPRIATIONS BY BUDGET LINE .....	32
4.	IMPLEMENTATION OF PAYMENT APPROPRIATIONS BY BUDGET LINE.....	36

# 1. BUDGETARY PRINCIPLES AND STRUCTURE

## 1.1. BUDGETARY PRINCIPLES

The establishment and implementation of the budget of IMI JU is governed by the following basic principles set out in the Chapter 2 of the Financial Rules of IMI JU:

### **Principles of unity and budget accuracy**

This principle means that no revenue shall be collected and no expenditure effected unless booked to a line in the budget of IMI JU. No expenditure may be committed or authorised in excess of the appropriations authorised by the budget. An appropriation may be entered in the budget only if it is for an item of expenditure which is considered necessary.

### **Principle of annuality**

The appropriations entered in the budget shall be authorised for a financial year which shall run from 1 January to 31 December.

### **Principle of equilibrium**

Revenue and payment appropriations shall be in balance.

### **Principle of unit of account**

The budget shall be drawn up and implemented in euros and the accounts shall be presented in euros.

### **Principle of universality**

Total revenue shall cover total payment appropriations and all revenue and expenditure shall be entered in full without any adjustment against each other.

### **Principle of specification**

Appropriations shall be earmarked for specific purposes at least by title and chapter.

### **Principle of sound financial management**

Appropriations shall be used in accordance with the principle of sound financial management, namely in accordance with the principles of economy, efficiency and effectiveness.

### **Principle of transparency**

The budget shall be established and implemented and the accounts presented in accordance with the principle of transparency. The budget and any amending budgets shall be published on IMI JU's internet site within four weeks of adoption and shall be transmitted to the Commission and the Court of Auditors.

## 1.2. STRUCTURE AND PRESENTATION OF THE BUDGET

IMI JU makes use of differentiated appropriations for its administrative expenditure and operational expenditure.

Following the provisions of the Financial rules of IMI JU, the budget accounts shall consist of a statement of revenue and a statement of expenditure. The budget is distributed in the following titles:

**Title 1 budget lines** are related to staff expenditure such as salaries and allowances for persons working with IMI2 JU. It also includes recruitment expenses, staff missions, expenses for the socio-medical infrastructure and representation costs.

**Title 2 budget lines** relate to all infrastructure, equipment, meetings, experts, studies, ex-post audits and miscellaneous administrative expenditure.

**Title 3 budget lines** provide for the implementation of the activities and tasks assigned to IMI JU in accordance with its establishing Council Regulation (EC) No 73/2008 (IMI1 JU) and Council Regulation (EC) No 557/2014 (IMI2 JU).

### **1.3. HIGHLIGHTS OF THE BUDGETARY IMPLEMENTATION**

The 2015 budget was approved by the Governing Board on 21 January 2015 and adjustments were made based on the Decision of the Governing Board on carry over amounts of 2 March 2015.

The total budget approved for 2015 was EUR 315.2 million in commitment appropriation and EUR 195.4 million in payment appropriations. The budget execution of the commitment appropriation reached a level of 91 % and of the payment appropriations a level of 73 %.

Despite some recruitments carried in 2015, the number of staff filled in at the end of 2015 was lower than the one approved, therefore the additional budget was not used.

Works related to extension of the working space to accommodate additional staff took place in 2015, resulting in a full spending of office equipment budget.

IMI continued to execute its budget applying principles of sound financial management which resulted into savings for example in the organisation of events and communication related expenditure. Savings were also made in costs of ex-post audits.

The commitment appropriation linked to the Research Agenda of IMI JU was consumed by grant agreements implementing IMI1 Calls 9 – 11 and by launching IMI2 Calls 5 – 8. The voted budget appropriations (C1) were available for IMI2 operational activities and the appropriations carried over from previous year (C2) for IMI1 and IMI2 activities. The voted budget appropriations (C1) were consumed by launching IMI2 Calls 5 – 8.

The payment appropriation linked to the Research Agenda of IMI JU were consumed by intermediate payments for IMI1 Calls 1 – 8 projects as well as pre-financing for projects of IMI1 Call 9 – 11 and IMI2 Calls 1 – 4 projects. The budgeted payment appropriations were not fully used in 2015 as the negotiations of several projects took longer than expected (four projects of IMI2 Call 3) for which the payment of pre-financing will be done in 2016. At the same time, one project for IMI2 Call 1 was cancelled.

More detailed information about the budgetary implementation is provided in the Report on budgetary and financial management of the year.

## 2. IMPLEMENTATION OF BUDGET REVENUE

Item	Income appropriations		Entitlements established			Revenue			% of budget	EUR '000 Outstanding
	Initial	Final	Current year	Carried over	Total	Current year	Carried over	Total		
<b>Detail Title 2 : Miscellaneous revenue</b>										
<b>Chapter 2001 : European Commission subsidy</b>										
2001										
	<i>European Commission subsidy for operational expenditure</i>									
	-	-	147 440	-	147 440	147 440	-	147 440	-	-
<b>Total Chapter 2001</b>	-	-	<b>147 440</b>	-	<b>147 440</b>	<b>147 440</b>	-	<b>147 440</b>	-	-
<b>Chapter 2002 : EFPIA Running costs</b>										
2002										
	<i>EFPIA Running costs</i>									
	-	-	3 705	1 356	5 061	2 357	1 356	3 713	-	1 348
<b>Total Chapter 2002</b>	-	-	<b>3 705</b>	<b>1 356</b>	<b>5 061</b>	<b>2 357</b>	<b>1 356</b>	<b>3 713</b>	-	<b>1 348</b>
<b>Chapter 2003 : Miscellaneous revenues</b>										
2003										
	<i>Miscellaneous revenue</i>									
	-	-	7 503	-	7 503	7 037	-	7 037	-	467
<b>Total Chapter 2003</b>	-	-	<b>7 503</b>	-	<b>7 503</b>	<b>7 037</b>	-	<b>7 037</b>	-	<b>467</b>
<b>Total Title 2</b>	-	-	<b>158 648</b>	<b>1 356</b>	<b>160 005</b>	<b>156 834</b>	<b>1 356</b>	<b>158 190</b>	-	<b>1 815</b>
<b>TOTAL IMI JU</b>	-	-	<b>158 648</b>	<b>1 356</b>	<b>160 005</b>	<b>156 834</b>	<b>1 356</b>	<b>158 190</b>	-	<b>1 815</b>

### 3. IMPLEMENTATION OF COMMITMENT APPROPRIATIONS BY BUDGET LINE

Budget line		Budget appropriations				Additional appropriations			Total		
		Voted budget 1	Changes 2	Total 3=1+2	Execution 4	% 5=4/3	Apprpr. 6	Execution 7	Apprpr. 8=3+6	Execution 9=4+7	% 10=9/8
<i>EUR '000</i>											
<b>Title 1 : STAFF EXPENDITURE</b>											
<b>CHAPTER 11 : STAFF IN ACTIVE EMPLOYMENT</b>											
1100	<i>Staff in active employment and costs linked to employment</i>	3 163	(217)	2 946	2 473	84%	-	-	2 946	2 473	84%
1101	<i>Family Allowances</i>	250	10	260	260	100%	-	-	260	260	100%
1102	<i>Transfer and expatriation allowance</i>	300	30	330	330	100%	-	-	330	330	100%
1110	<i>Contract Agents</i>	370	-	370	273	74%	-	-	370	273	74%
1130	<i>Insurance against sickness</i>	85	-	85	84	99%	-	-	85	84	99%
1131	<i>Insurance against accidents and occupational diseases</i>	15	-	15	12	83%	-	-	15	12	83%
1132	<i>Unemployment insurance for temporary staff</i>	34	-	34	33	97%	-	-	34	33	97%
1140	<i>Birth and death allowance</i>	10	-	10	-	0%	-	-	10	-	0%
1141	<i>Annual travel costs from the place of employment to the place of origin</i>	55	-	55	21	38%	-	-	55	21	38%
1144	<i>Fixed local travel allowances</i>	1	2	3	2	67%	-	-	3	2	67%
1172	<i>Cost of organizing traineeships within IMI</i>	30	-	30	-	0%	-	-	30	-	0%
1177	<i>Other services rendered</i>	5	-	5	-	0%	-	-	5	-	0%
1178	<i>PMO fees</i>	40	-	40	30	76%	5	-	45	30	67%
1181	<i>Travelling expenses (taking up duty)</i>	5	-	5	2	48%	-	-	5	2	48%
1182	<i>Installation allowance</i>	10	15	25	15	62%	-	-	25	15	62%
1183	<i>Moving expenses</i>	15	-	15	9	60%	-	-	15	9	60%
1184	<i>Temporary daily allowance</i>	5	9	14	14	100%	-	-	14	14	100%
1190	<i>Weightings (Correction coefficients)</i>	-	0	0	0	100%	-	-	0	0	100%
<b>Total Chapter 11</b>		<b>4 393</b>	<b>(151)</b>	<b>4 241</b>	<b>3 560</b>	<b>84%</b>	<b>5</b>	<b>-</b>	<b>4 247</b>	<b>3 560</b>	<b>84%</b>
<b>CHAPTER 12 : MISCELLANEOUS EXPENDITURE ON STAFF RECRUITMENT</b>											
1200	<i>Miscellaneous expenditure on staff recruitment</i>	20	-	20	20	100%	-	-	20	20	100%
<b>Total Chapter 12</b>		<b>20</b>	<b>-</b>	<b>20</b>	<b>20</b>	<b>100%</b>	<b>-</b>	<b>-</b>	<b>20</b>	<b>20</b>	<b>100%</b>



Budget line	Budget appropriations					Additional appropriations			Total		
	Voted budget 1	Changes 2	Total 3=1+2	Execution 4	% 5=4/3	Appropr. 6	Execution 7	Appropr. 8=3+6	Execution 9=4+7	% 10=9/8	
<b>CHAPTER 13 : MISSIONS</b>											
1300 Mission expenses	190	-	190	190	100%	0	-	190	190	100%	
<b>Total Chapter 13</b>	<b>190</b>	<b>-</b>	<b>190</b>	<b>190</b>	<b>100%</b>	<b>0</b>	<b>-</b>	<b>190</b>	<b>190</b>	<b>100%</b>	
<b>CHAPTER 14 : SOCIO-MEDICAL STRUCTURE</b>											
1410 Trainings language courses	60	-	60	60	100%	-	-	60	60	100%	
1430 Medical service	5	-	5	5	100%	-	-	5	5	100%	
1440 Internal training (SLA)	6	-	6	6	100%	-	-	6	6	100%	
1490 Othe interventions	159	151	310	247	80%	-	-	310	247	80%	
<b>Total Chapter 14</b>	<b>230</b>	<b>151</b>	<b>381</b>	<b>318</b>	<b>83%</b>	<b>-</b>	<b>-</b>	<b>381</b>	<b>318</b>	<b>83%</b>	
<b>CHAPTER 17 : ENTERTAINMENT AND REPRESENTATION EXPENSES</b>											
1700 Entertainment and representation expenses	20	-	20	6	30%	-	-	20	6	30%	
<b>Total Chapter 17</b>	<b>20</b>	<b>-</b>	<b>20</b>	<b>6</b>	<b>30%</b>	<b>-</b>	<b>-</b>	<b>20</b>	<b>6</b>	<b>30%</b>	
<b>Total Title 1</b>	<b>4 853</b>	<b>-</b>	<b>4 853</b>	<b>4 094</b>	<b>84%</b>	<b>6</b>	<b>-</b>	<b>4 859</b>	<b>4 094</b>	<b>84%</b>	
<b>Title 2 : BUILDING EQUIPMENT AND MISCELLANEOUS EXPENDITURE</b>											
<b>CHAPTER 20 : INVESTMENTS IN IMMOVABLE PROPERTY RENTAL OF BUILDINGS</b>											
2000 Rentals	402	144	546	754	138%	1	1	547	755	138%	
2020 Water gas electricity and heating charges	110	0	110	110	100%	-	-	110	110	100%	
2040 Furnishing of premises (works)	150	-	150	133	89%	-	-	150	133	89%	
<b>Total Chapter 20</b>	<b>662</b>	<b>144</b>	<b>806</b>	<b>997</b>	<b>124%</b>	<b>1</b>	<b>1</b>	<b>807</b>	<b>998</b>	<b>124%</b>	
<b>CHAPTER 21 : INFORMATION TECHNOLOGY PURCHASES</b>											
2101 Data processing equipment	168	30	198	196	99%	5	-	203	196	97%	
2102 Software development and purchase	393	(96)	297	297	100%	-	-	297	297	100%	
<b>Total Chapter 21</b>	<b>561</b>	<b>(66)</b>	<b>495</b>	<b>494</b>	<b>100%</b>	<b>5</b>	<b>-</b>	<b>500</b>	<b>494</b>	<b>99%</b>	
<b>CHAPTER 22 : MOVABLE PROPERTY (OFFICE EQUIPMENT)</b>											
2200 Purchase	123	(123)	-	-	0%	-	-	-	-	0%	
2201 Rentals	10	(10)	0	-	0%	-	-	0	-	0%	
2202 Maintenance utilisation and repair	20	(19)	1	0	36%	-	-	1	0	36%	
<b>Total Chapter 22</b>	<b>153</b>	<b>(152)</b>	<b>1</b>	<b>0</b>	<b>23%</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>0</b>	<b>23%</b>	
<b>CHAPTER 23 : CURRENT ADMINISTRATIVE EXPENDITURE</b>											

Budget line	Budget appropriations					Additional appropriations			Total		
	Voted budget 1	Changes 2	Total 3=1+2	Execution 4	% 5=4/3	Appropr. 6	Execution 7	Appropr. 8=3+6	Execution 9=4+7	% 10=9/8	
2300 Stationery and office supply	40	(4)	36	36	100%	-	-	36	36	100%	
2350 Other operating expenditure	13	2	15	15	100%	-	-	15	15	100%	
2360 Library stocks purchase of books and subscriptions	44	(0)	44	43	99%	-	-	44	43	99%	
2370 Translation interpretation	26	(18)	8	8	98%	1	-	9	8	87%	
<b>Total Chapter 23</b>	<b>123</b>	<b>(21)</b>	<b>102</b>	<b>102</b>	<b>100%</b>	<b>1</b>	<b>-</b>	<b>103</b>	<b>102</b>	<b>99%</b>	
<b>CHAPTER 24 : POSTAGE AND TELECOMMUNICATIONS</b>											
2400 Correspondence and communication expenses	67	(27)	40	40	100%	-	-	40	40	100%	
<b>Total Chapter 24</b>	<b>67</b>	<b>(27)</b>	<b>40</b>	<b>40</b>	<b>100%</b>	<b>-</b>	<b>-</b>	<b>40</b>	<b>40</b>	<b>100%</b>	
<b>CHAPTER 25 : EXPENDITURE ON FORMAL MEETINGS</b>											
2500 Formal meetings	158	(48)	110	110	100%	-	-	110	110	100%	
<b>Total Chapter 25</b>	<b>158</b>	<b>(48)</b>	<b>110</b>	<b>110</b>	<b>100%</b>	<b>-</b>	<b>-</b>	<b>110</b>	<b>110</b>	<b>100%</b>	
<b>CHAPTER 26 : EXPENDITURE IN CONNECTION WITH OPERATIONAL ACTIVITIES</b>											
2600 Running costs in Connection with operational activities	200	(97)	103	50	49%	-	-	103	50	49%	
2602 Workshops	250	133	383	276	72%	-	-	383	276	72%	
2603 Knowledge Management	50	-	50	-	0%	-	-	50	-	0%	
<b>Total Chapter 26</b>	<b>500</b>	<b>36</b>	<b>536</b>	<b>326</b>	<b>61%</b>	<b>-</b>	<b>-</b>	<b>536</b>	<b>326</b>	<b>61%</b>	
<b>CHAPTER 27 : EXTERNAL COMMUNICATION INFORMATION AND PUBLICITY</b>											
2700 External communication	225	(161)	64	4	6%	-	-	64	4	6%	
2701 Events (Stakeholders Forum Infoday)	300	(24)	276	109	39%	1	-	277	109	39%	
2702 Material	100	(46)	54	26	48%	-	-	54	26	48%	
<b>Total Chapter 27</b>	<b>625</b>	<b>(230)</b>	<b>395</b>	<b>138</b>	<b>35%</b>	<b>1</b>	<b>-</b>	<b>396</b>	<b>138</b>	<b>35%</b>	
<b>CHAPTER 28 : STUDIES</b>											
2800 Ex-post Audits	500	364	864	745	86%	-	-	864	745	86%	
2801 Studies	80	-	80	51	64%	-	-	80	51	64%	
<b>Total Chapter 28</b>	<b>580</b>	<b>364</b>	<b>944</b>	<b>796</b>	<b>84%</b>	<b>-</b>	<b>-</b>	<b>944</b>	<b>796</b>	<b>84%</b>	
<b>CHAPTER 29 : EXPERT CONTRACTS AND MEETINGS</b>											
2900 Evaluation Experts meetings	500	-	500	500	100%	-	-	500	500	100%	
2901 Evaluation Facilities	100	-	100	100	100%	-	-	100	100	100%	
<b>Total Chapter 29</b>	<b>600</b>	<b>-</b>	<b>600</b>	<b>600</b>	<b>100%</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>600</b>	<b>100%</b>	

Budget line	Budget appropriations					Additional appropriations		Total		
	Voted budget 1	Changes 2	Total 3=1+2	Execution 4	% 5=4/3	Appropr. 6	Execution 7	Appropr. 8=3+6	Execution 9=4+7	% 10=9/8
<b>Total Title 2</b>	<b>4 029</b>	<b>-</b>	<b>4 029</b>	<b>3 603</b>	<b>89%</b>	<b>8</b>	<b>1</b>	<b>4 036</b>	<b>3 604</b>	<b>89%</b>
<b>Title 3 : OPERATIONAL ACTIVITIES DIRECTLY LINKED TO THE REGULATION</b>										
<b>CHAPTER 30 : IMPLEMENTING THE RESEARCH AGENDA OF IMI JU</b>										
3000	Implementing the research agenda of IMI JU	-	-	-	0%	5 575	130	5 575	130	2%
3001	Call 1	-	-	-	0%	55	-	55	-	0%
3002	Call 2	-	-	-	0%	-	-	-	-	0%
3003	Call 3	-	-	-	0%	-	-	-	-	0%
3004	Call 4	-	-	-	0%	-	-	-	-	0%
3005	Call 5	-	-	-	0%	-	-	-	-	0%
3006	Call 6	-	-	-	0%	-	-	-	-	0%
3007	Call 7	-	-	-	0%	-	-	-	-	0%
3008	Call 8	-	-	-	0%	-	-	-	-	0%
3009	Call 9	-	-	-	0%	23 872	23 872	23 872	23 872	100%
3010	Call 10	-	-	-	0%	6 100	6 100	6 100	6 100	100%
3011	Call 11	-	-	-	0%	38 452	38 452	38 452	38 452	100%
3013	ENSO 2013	-	-	-	0%	-	-	-	-	0%
3020	IMI2 Implementing the research agenda of IMI JU	217 594	(196 051)	21 542	0%	-	-	21 542	-	0%
3021	IMI2 Call 1	-	-	-	0%	-	-	-	-	0%
3022	IMI2 Call 2	-	-	-	0%	-	-	-	-	0%
3023	IMI2 Call 3	-	-	-	0%	-	-	-	-	0%
3024	IMI2 Call 4	-	-	-	0%	-	-	-	-	0%
3025	IMI2 Call 5	-	47 477	47 477	100%	-	-	47 477	47 477	100%
3026	IMI2 Call 6	-	46 500	46 500	100%	-	-	46 500	46 500	100%
3027	IMI2 Call 7	-	46 802	46 802	100%	-	-	46 802	46 802	100%
3028	IMI2 Call 8	-	55 272	55 272	100%	14 728	14 728	70 000	70 000	100%
<b>Total Chapter 30</b>	<b>217 594</b>	<b>-</b>	<b>217 594</b>	<b>196 051</b>	<b>90%</b>	<b>88 781</b>	<b>83 281</b>	<b>306 375</b>	<b>279 332</b>	<b>91%</b>
<b>Total Title 3</b>	<b>217 594</b>	<b>-</b>	<b>217 594</b>	<b>196 051</b>	<b>90%</b>	<b>88 781</b>	<b>83 281</b>	<b>306 375</b>	<b>279 332</b>	<b>91%</b>
<b>TOTAL IMI JU</b>	<b>226 475</b>	<b>-</b>	<b>226 475</b>	<b>203 748</b>	<b>90%</b>	<b>88 795</b>	<b>83 282</b>	<b>315 270</b>	<b>287 030</b>	<b>91%</b>

## 4. IMPLEMENTATION OF PAYMENT APPROPRIATIONS BY BUDGET LINE

EUR '000

Budget line	Budget appropriations					Additional appropriations		Total			
	Voted budget 11	Changes 12	Total 13=11+12	Execution 14	% 15=14/13	Apprpr. 16	Execution 17	Apprpr. 18=13+16	Execution 19=14+17	% 20=19/18	
<b>Title 1 : STAFF EXPENDITURE</b>											
<b>CHAPTER 11 : STAFF IN ACTIVE EMPLOYMENT</b>											
1100	Staff in active employment and costs linked to employment	3 163	(217)	2 946	2 473	84%	-	-	2 946	2 473	84%
1101	Family Allowances	250	10	260	260	100%	-	-	260	260	100%
1102	Transfer and expatriation allowance	300	30	330	330	100%	-	-	330	330	100%
1110	Contract Agents	370	-	370	273	74%	-	-	370	273	74%
1130	Insurance against sickness	85	-	85	84	99%	-	-	85	84	99%
1131	Insurance against accidents and occupational diseases	15	-	15	12	83%	-	-	15	12	83%
1132	Unemployment insurance for temporary staff	34	-	34	33	97%	-	-	34	33	97%
1140	Birth and death allowance	10	-	10	-	0%	-	-	10	-	0%
1141	Annual travel costs from the place of employment to the place of origin	55	-	55	21	38%	-	-	55	21	38%
1144	Fixed local travel allowances	1	2	3	2	67%	-	-	3	2	67%
1172	Cost of organizing traineeships within IMI	30	-	30	-	0%	-	-	30	-	0%
1177	Other services rendered	5	-	5	-	0%	-	-	5	-	0%
1178	PMO fees	40	-	40	30	76%	5	-	45	30	67%
1181	Travelling expenses (taking up duty)	5	-	5	2	48%	-	-	5	2	48%
1182	Installation allowance	10	15	25	15	62%	-	-	25	15	62%
1183	Moving expenses	15	-	15	9	60%	-	-	15	9	60%
1184	Temporary daily allowance	5	9	14	14	100%	-	-	14	14	100%
1190	Weightings (Correction coefficients)	-	0	0	0	100%	-	-	0	0	100%
<b>Total Chapter 11</b>		<b>4 393</b>	<b>(151)</b>	<b>4 241</b>	<b>3 560</b>	<b>84%</b>	<b>5</b>	<b>-</b>	<b>4 247</b>	<b>3 560</b>	<b>84%</b>
<b>CHAPTER 12 : MISCELLANEOUS EXPENDITURE ON STAFF RECRUITMENT</b>											
1200	Miscellaneous expenditure on staff recruitment	20	-	20	20	100%	1	1	21	21	100%
<b>Total Chapter 12</b>		<b>20</b>	<b>-</b>	<b>20</b>	<b>20</b>	<b>100%</b>	<b>1</b>	<b>1</b>	<b>21</b>	<b>21</b>	<b>100%</b>

Budget line	Budget appropriations					Additional appropriations		Total		
	Voted budget 11	Changes 12	Total 13=11+12	Execution 14	% 15=14/13	Appropriations 16	Execution 17	Appropriations 18=13+16	Execution 19=14+17	% 20=19/18
<b>CHAPTER 13 : MISSIONS</b>										
1300 Mission expenses	190	-	190	81	43%	27	27	217	108	50%
<b>Total Chapter 13</b>	<b>190</b>	<b>-</b>	<b>190</b>	<b>81</b>	<b>43%</b>	<b>27</b>	<b>27</b>	<b>217</b>	<b>108</b>	<b>50%</b>
<b>CHAPTER 14 : SOCIO-MEDICAL STRUCTURE</b>										
1410 Trainings language courses	60	-	60	4	6%	85	8	145	12	8%
1430 Medical service	5	-	5	4	77%	4	3	9	7	80%
1440 Internal training (SLA)	6	-	6	5	87%	4	1	10	6	58%
1490 Other interventions	159	151	310	183	59%	25	25	336	209	62%
<b>Total Chapter 14</b>	<b>230</b>	<b>151</b>	<b>381</b>	<b>196</b>	<b>51%</b>	<b>118</b>	<b>37</b>	<b>499</b>	<b>233</b>	<b>47%</b>
<b>CHAPTER 17 : ENTERTAINMENT AND REPRESENTATION EXPENSES</b>										
1700 Entertainment and representation expenses	20	-	20	8	40%	8	1	28	8	30%
<b>Total Chapter 17</b>	<b>20</b>	<b>-</b>	<b>20</b>	<b>8</b>	<b>40%</b>	<b>8</b>	<b>1</b>	<b>28</b>	<b>8</b>	<b>30%</b>
<b>Total Title 1</b>	<b>4 853</b>	<b>-</b>	<b>4 853</b>	<b>3 865</b>	<b>80%</b>	<b>159</b>	<b>65</b>	<b>5 012</b>	<b>3 930</b>	<b>78%</b>
<b>Title 2 : BUILDING EQUIPMENT AND MISCELLANEOUS EXPENDITURE</b>										
<b>CHAPTER 20 : INVESTMENTS IN IMMOVABLE PROPERTY RENTAL OF BUILDINGS</b>										
2000 Rentals	402	144	546	753	138%	3	3	548	755	138%
2020 Water gas electricity and heating charges	110	0	110	110	100%	-	-	110	110	100%
2040 Furnishing of premises (works)	150	-	150	133	89%	-	-	150	133	89%
<b>Total Chapter 20</b>	<b>662</b>	<b>144</b>	<b>806</b>	<b>996</b>	<b>124%</b>	<b>3</b>	<b>3</b>	<b>809</b>	<b>999</b>	<b>123%</b>
<b>CHAPTER 21 : INFORMATION TECHNOLOGY PURCHASES</b>										
2101 Data processing equipment	168	30	198	64	32%	84	72	282	136	48%
2102 Software development and purchase	393	(96)	297	174	58%	152	130	449	304	68%
<b>Total Chapter 21</b>	<b>561</b>	<b>(66)</b>	<b>495</b>	<b>237</b>	<b>48%</b>	<b>235</b>	<b>202</b>	<b>731</b>	<b>440</b>	<b>60%</b>
<b>CHAPTER 22 : MOVABLE PROPERTY (OFFICE EQUIPMENT)</b>										
2200 Purchase	123	(123)	-	-	0%	-	-	-	-	0%
2201 Rentals	10	(10)	0	0	100%	0	-	1	0	50%
2202 Maintenance utilisation and repair	20	(19)	1	1	100%	5	4	5	5	93%
<b>Total Chapter 22</b>	<b>153</b>	<b>(152)</b>	<b>1</b>	<b>1</b>	<b>100%</b>	<b>5</b>	<b>4</b>	<b>6</b>	<b>5</b>	<b>88%</b>
<b>CHAPTER 23 : CURRENT ADMINISTRATIVE EXPENDITURE</b>										

Budget line	Budget appropriations					Additional appropriations		Total			
	Voted budget 11	Changes 12	Total 13=11+12	Execution 14	% 15=14/13	Appropr. 16	Execution 17	Appropr. 18=13+16	Execution 19=14+17	% 20=19/18	
2300	Stationery and office supply	40	(4)	36	30	83%	7	7	43	37	86%
2350	Other operating expenditure	13	2	15	5	36%	1	1	16	7	41%
2360	Library stocks purchase of books and subscriptions	44	(0)	44	29	67%	29	15	73	44	60%
2370	Translation interpretation	26	(18)	8	3	34%	2	-	10	3	28%
<b>Total Chapter 23</b>		<b>123</b>	<b>(21)</b>	<b>102</b>	<b>67</b>	<b>65%</b>	<b>40</b>	<b>23</b>	<b>142</b>	<b>90</b>	<b>64%</b>
<b>CHAPTER 24 : POSTAGE AND TELECOMMUNICATIONS</b>											
2400	Correspondence and communication expenses	67	(27)	40	34	84%	35	23	75	57	76%
<b>Total Chapter 24</b>		<b>67</b>	<b>(27)</b>	<b>40</b>	<b>34</b>	<b>84%</b>	<b>35</b>	<b>23</b>	<b>75</b>	<b>57</b>	<b>76%</b>
<b>CHAPTER 25 : EXPENDITURE ON FORMAL MEETINGS</b>											
2500	Formal meetings	158	(48)	110	72	66%	31	31	141	104	73%
<b>Total Chapter 25</b>		<b>158</b>	<b>(48)</b>	<b>110</b>	<b>72</b>	<b>66%</b>	<b>31</b>	<b>31</b>	<b>141</b>	<b>104</b>	<b>73%</b>
<b>CHAPTER 26 : EXP IN CONNECTION WITH OPERATIONAL ACTIVITIES</b>											
2600	Running costs in Connection with operational activities	200	(97)	103	20	19%	72	32	175	52	30%
2602	Workshops	250	133	383	156	41%	43	43	426	199	47%
2603	Knowledge Management	50	-	50	-	0%	-	-	50	-	0%
<b>Total Chapter 26</b>		<b>500</b>	<b>36</b>	<b>536</b>	<b>175</b>	<b>33%</b>	<b>115</b>	<b>75</b>	<b>651</b>	<b>251</b>	<b>38%</b>
<b>CHAPTER 27 : EXTERNAL COMMUNICATION INFORMATION AND PUBLICITY</b>											
2700	External communication	225	(161)	64	58	90%	251	50	315	108	34%
2701	Events (Stakeholders Forum Infoday)	300	(24)	276	106	38%	12	11	288	116	40%
2702	Material	100	(46)	54	54	100%	51	23	105	76	73%
<b>Total Chapter 27</b>		<b>625</b>	<b>(230)</b>	<b>395</b>	<b>217</b>	<b>55%</b>	<b>313</b>	<b>84</b>	<b>708</b>	<b>301</b>	<b>43%</b>
<b>CHAPTER 28 : STUDIES</b>											
2800	Ex-post Audits	500	364	864	494	57%	562	147	1 426	641	45%
2801	Studies	80	-	80	31	39%	36	36	116	67	58%
<b>Total Chapter 28</b>		<b>580</b>	<b>364</b>	<b>944</b>	<b>525</b>	<b>56%</b>	<b>597</b>	<b>182</b>	<b>1 541</b>	<b>708</b>	<b>46%</b>
<b>CHAPTER 29 : EXPERT CONTRACTS AND MEETINGS</b>											
2900	Evaluation Experts meetings	500	-	500	474	95%	33	33	533	507	95%
2901	Evaluation Facilities	100	-	100	100	100%	37	24	137	124	90%
<b>Total Chapter 29</b>		<b>600</b>	<b>-</b>	<b>600</b>	<b>574</b>	<b>96%</b>	<b>70</b>	<b>57</b>	<b>670</b>	<b>631</b>	<b>94%</b>

Budget line	Budget appropriations					Additional appropriations		Total		
	Voted budget 11	Changes 12	Total 13=11+12	Execution 14	% 15=14/13	Appropr. 16	Execution 17	Appropr. 18=13+16	Execution 19=14+17	% 20=19/18
<b>Total Title 2</b>	<b>4 029</b>	<b>-</b>	<b>4 029</b>	<b>2 899</b>	<b>72%</b>	<b>1 445</b>	<b>685</b>	<b>5 474</b>	<b>3 584</b>	<b>65%</b>
<b>Title 3 : OPERATIONAL ACTIVITIES DIRECTLY LINKED TO THE REGULATION</b>										
<b>CHAPTER 30 : IMPLEMENTING THE RESEARCH AGENDA OF IMI JU</b>										
3000	Implementing the research agenda of IMI JU	-	-	-	0%	-	-	-	-	0%
3001	Call 1	7 000	(933)	6 067	39%	5	5	6 072	2 361	39%
3002	Call 2	5 600	933	6 533	99%	-	-	6 533	6 442	99%
3003	Call 3	24 000	-	24 000	56%	-	-	24 000	13 536	56%
3004	Call 4	20 000	-	20 000	40%	-	-	20 000	7 913	40%
3005	Call 5	4 369	10 844	15 214	100%	-	-	15 214	15 214	100%
3006	Call 6	-	9 184	9 184	95%	-	-	9 184	8 679	95%
3007	Call 7	1 600	1 413	3 013	100%	-	-	3 013	3 013	100%
3008	Call 8	11 800	(1 413)	10 387	78%	-	-	10 387	8 111	78%
3009	Call 9	2 880	-	2 880	48%	7 639	7 639	10 519	9 036	86%
3010	Call 10	1 952	-	1 952	0%	1 952	1 952	3 904	1 952	50%
3011	Call 11	8 640	-	8 640	0%	12 305	12 305	20 945	12 305	59%
3013	ENSO 2013	-	-	-	0%	-	-	-	-	0%
3020	IMI2 Implementing the research agenda of IMI JU	-	-	-	0%	-	-	-	-	0%
3021	IMI2 Call 1	3 919	(904)	3 015	84%	-	-	3 015	2 519	84%
3022	IMI2 Call 2	39 840	(20 028)	19 812	100%	20 025	20 025	39 837	39 837	100%
3023	IMI2 Call 3	11 400	-	11 400	24%	-	-	11 400	2 693	24%
3024	IMI2 Call 4	-	904	904	100%	-	-	904	904	100%
3025	IMI2 Call 5	-	-	-	0%	-	-	-	-	0%
3026	IMI2 Call 6	-	-	-	0%	-	-	-	-	0%
3027	IMI2 Call 7	-	-	-	0%	-	-	-	-	0%
3028	IMI2 Call 8	-	-	-	0%	-	-	-	-	0%
<b>Total Chapter 30</b>		<b>143 000</b>	<b>-</b>	<b>143 000</b>	<b>65%</b>	<b>41 926</b>	<b>41 926</b>	<b>184 926</b>	<b>134 515</b>	<b>73%</b>
<b>Total Title 3</b>		<b>143 000</b>	<b>-</b>	<b>143 000</b>	<b>65%</b>	<b>41 926</b>	<b>41 926</b>	<b>184 926</b>	<b>134 515</b>	<b>73%</b>
<b>TOTAL IMI JU</b>		<b>151 881</b>	<b>-</b>	<b>151 881</b>	<b>65%</b>	<b>43 530</b>	<b>42 676</b>	<b>195 411</b>	<b>142 029</b>	<b>73%</b>