

**Fonden Lundbeck International  
Neuroscience Foundation  
Central Business Registration No  
24246051  
Otiliavej 9  
DK-2500 Valby**

**Annual report 2015**

The Annual General Meeting adopted the annual report on 05.04.2016

**Chairman of the Board of Directors**

---

Name: Vaidrius Navikas

## **Contents**

	<b><u>Page</u></b>
Entity details	1
Statement by Management on the annual report	2
Independent auditor's reports	3
Management commentary	5
Accounting policies	6
Income statement for 2015	8
Balance sheet at 31.12.2015	9
Statement of changes in equity for 2015	11
Notes	12

## **Entity details**

### **Entity**

Fonden Lundbeck International Neuroscience Foundation  
Otilliavej 9  
DK-2500 Valby

Central Business Registration No: 24246051

Registered in: Copenhagen

Financial year: 01.01.2015 - 31.12.2015

Phone: (+45)30839170

### **Board of Directors**

Vaidrius Navikas , Chairman

Philip Gorwood

Joseph Zohar

Pavel Kalvach

Driss Moussaoui

Xin Yu

### **Executive Board**

Karin Jexner Hamberg , Director

### **Auditors**

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

Postboks 1600

DK-0900 Copenhagen C

## **Statement by Management on the annual report**

The Board of Directors and the Executive Board have today considered and approved the annual report of Fonden Lundbeck International Neuroscience Foundation for the financial year 01.01.2015 - 31.12.2015.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Foundation's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015.

In our opinion, the management commentary contains a fair review of the affairs and conditions referred to therein.

Copenhagen, 05.04.2016

### **Executive Board**

Karin Jexner Hamberg  
Director

### **Board of Directors**

Vaidrius Navikas  
Chairman

Philip Gorwood

Joseph Zohar

Pavel Kalvach

Driss Moussaoui

Xin Yu

## **Independent auditor's reports**

### **To the Board of Directors of Fonden Lundbeck International Neuroscience Foundation Report on the financial statements**

We have audited the financial statements of Fonden Lundbeck International Neuroscience Foundation for the financial year 01.01.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

#### **Management's responsibility for the financial statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Foundation's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as the overall presentation of the financial statements.

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

Our audit has not resulted in any qualification.

#### **Opinion**

In our opinion, the financial statements give a true and fair view of the Foundation's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

## **Independent auditor's reports**

### **Statement on the management commentary**

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Copenhagen, 05.04.2016

### **Deloitte**

Statsautoriseret Revisionspartnerselskab

Martin Faarborg  
State Authorised Public Accountant

Kristoffer Hemmingsen  
State Authorised Public Accountant

CVR-nr. 33963556

## Management commentary

### Primary activities

The Foundation's primary activities consist of managing non-product-oriented training in the subjects of medical, pharmaceutical and medical nature, especially in neurology and psychiatry, and an emphasis on increased patient quality of life and improved patient care.

### Development in activities and finances

This year's loss amounts to DKK 28 thousand in 2015, compared to a profit of DKK 791 thousand in 2014. Revenues declined due to amended agreements.

The Foundation distributed grants of DKK 504 thousand in 2015, compared to DKK 1,091 thousand in 2014.

### Events after the balance sheet date

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

### Statutory report on foundation governance

Statutory report on foundation governance, cf. section 77a of the Danish Financial Statements Act, is published on the foundations's website cf <http://linf-forum.com/lundbeckinstitute/governance>

### Grant policy

The foundation distributed DKK 504 thousand to educational activities in 2015.

Statutory report on distribution policy, cf. section 77b of the Danish Financial Statements Act, is published on the foundations's website cf <http://linf-forum.com/educationalresources/instructions-to-applicants>

## Accounting policies

### Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises.

The accounting policies applied for these financial statements are consistent with those applied last year.

### Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Foundation, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Foundation has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Foundation, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

### Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses.

### Income statement

#### Revenue

Revenue is recognised in the income statement when earned. Revenue is recognised net of VAT.

#### Other external expenses

Other external expenses include expenses relating to the Foundation's ordinary activities.



## Accounting policies

### Staff costs

Staff costs comprise the Board of Director's fee.

### Other financial income

Other financial income comprises interest income and transactions in foreign currencies.

### Other financial expenses

Other financial expenses comprise interest expenses and transactions in foreign currencies.

## Distribution of grants

### Authorised grants

Grants are considered equity movements and are recognised as a liability at the time when the grant has been authorised by the Board of Trustees and announced to the recipient. Authorised grants not yet disbursed are recognised in non-current or current liabilities, respectively.

### Reserve for future grants

In accordance with the Danish Act for Industrial Foundations, a reserve for future grants has been set up in order for the Board of Trustees to be able to donate grants during the financial year. The reserve does not have to be used, but is continuously reduced with donated grants. Every year at the Annual Meeting the Board of Trustees will re-evaluate the size of the reserve.

## Balance sheet

### Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

### Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

### Other investments

Securities recognised under current assets comprise listed bonds and investments measured at fair value (market price) at the balance sheet date.

### Cash

Cash comprises cash in hand and bank deposits.

### Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

**Income statement for 2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Revenue		3.339.951	4.535
Other external expenses	1	<u>(3.046.366)</u>	<u>(3.443)</u>
<b>Gross profit/loss</b>		<b>293.585</b>	<b>1.092</b>
Staff costs	2	<u>(302.256)</u>	<u>(293)</u>
<b>Operating profit/loss</b>		<b>(8.671)</b>	<b>799</b>
Other financial income		108	0
Other financial expenses		<u>(19.220)</u>	<u>(8)</u>
<b>Profit/loss for the year</b>		<b><u>(27.783)</u></b>	<b><u>791</u></b>
<b>Proposed distribution of profit/loss</b>			
Reserve for future grants		500.000	800
Retained earnings		<u>(527.783)</u>	<u>(9)</u>
		<b><u>(27.783)</u></b>	<b><u>791</u></b>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Other short-term receivables		710.405	353
Prepayments		59.353	0
<b>Receivables</b>		<u><b>769.758</b></u>	<u><b>353</b></u>
Other investments		491.930	0
<b>Other investments</b>		<u><b>491.930</b></u>	<u><b>0</b></u>
<b>Cash</b>		<u><b>2.999.156</b></u>	<u><b>4.119</b></u>
<b>Current assets</b>		<u><b>4.260.844</b></u>	<u><b>4.472</b></u>
<b>Assets</b>		<u><u><b>4.260.844</b></u></u>	<u><u><b>4.472</b></u></u>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Contributed capital		300.000	300
Reserve for future grants		796.075	800
Retained earnings		<u>1.610.049</u>	<u>2.138</u>
<b>Equity</b>		<u><b>2.706.124</b></u>	<u><b>3.238</b></u>
Other payables	3	<u>1.554.720</u>	<u>1.234</u>
<b>Current liabilities other than provisions</b>		<u><b>1.554.720</b></u>	<u><b>1.234</b></u>
<b>Liabilities other than provisions</b>		<u><b>1.554.720</b></u>	<u><b>1.234</b></u>
<b>Equity and liabilities</b>		<u><u><b>4.260.844</b></u></u>	<u><u><b>4.472</b></u></u>

**Statement of changes in equity for 2015**

	<b>Contributed capital DKK</b>	<b>Reserve for future grants DKK</b>	<b>Retained earnings DKK</b>	<b>Total DKK</b>
Equity beginning of year	300.000	800.000	2.137.832	3.237.832
Grants Net	0	(503.925)	0	(503.925)
Profit/loss for the year	0	500.000	(527.783)	(27.783)
<b>Equity end of year</b>	<b>300.000</b>	<b>796.075</b>	<b>1.610.049</b>	<b>2.706.124</b>

## Notes

### 1. Other external expenses

	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK'000</b>
Faculty fees	341,250	380
Hotel, meeting and travelling expenses	1,583,108	1,739
Consultancy fee	551,374	619
Administrative expenses, fee to administrator	500,000	530
Audit fee	64,500	71
Other expenses	6,134	104
<b>Total</b>	<b>3,046,366</b>	<b>3,443</b>

### 2. Staff costs

	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK'000</b>
Wages and salaries	302.256	293
	<b>302.256</b>	<b>293</b>

	<b>Remuneration of management</b>	<b>Remuneration of management</b>
	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK'000</b>
Board of Directors	302.256	293
	<b>302.256</b>	<b>293</b>

### 3. Other short-term payables

	<b>2015</b>	<b>2014</b>
	<b>kr.</b>	<b>DKK'000</b>
Audit fee payable	64,500	71
Personal income taxes and social security contribution payable	63,810	92
Other costs payable	1,426,410	1,072
<b>Total</b>	<b>1,554,720</b>	<b>1,234</b>