



FUNDACIÓN RAFA NADAL

AUDIT REPORT ON THE ABRIDGED ANNUAL ACCOUNTS

Independent audit report on the abridged annual accounts

(Translation of the report originally issued in Spanish. In the event of discrepancy, the Spanish-language version prevails)

To the board of Trustees of **FUNDACIÓN RAFA NADAL**:

Report on the Abridged Annual Accounts

We have audited the attached abridged annual accounts of **FUNDACIÓN RAFA NADAL**, which comprise the abridged balance sheet as of 31 December 2016, the abridged income statement and the notes thereto.

Responsibility of the board of Trustees for the Abridged Annual Accounts

The board of Trustees are responsible for preparing the attached abridged annual accounts, in such a way that they express the true and fair view of the net equity, the financial situation and the results of **FUNDACIÓN RAFA NADAL** in accordance with the regulatory framework of financial information applicable to Foundations in Spain, (as identified in Note 2 of the attached notes to the abridged annual accounts), and of the internal control deemed necessary to enable the preparation of abridged annual accounts free of material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these abridged annual accounts based on our audit. We conducted our audit in accordance with the regulations governing the audit of accounts in force in Spain. Those regulations require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the abridged annual accounts are free from material misstatement.

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

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

Opinion

In our opinion, the attached abridged annual accounts present, in all material respects, the net worth and the financial position of **FUNDACIÓN RAFA NADAL** as at 31 December 2016, and of the results of its operations for the year then ended in accordance with the applicable financial reporting regulatory framework and, in particular, with the accounting principles and rules contained therein.

BDO Auditores, S.L.P.



Ignacio Algás
Audit Partner

June 20, 2017

FOUNDATION RAFA NADAL

BALANCE SHEETS AS OF DECEMBER 31, 2016 AND 2015
(Stated in Euros)

ASSETS	Notes	2016	2015
A) NON-CURRENT ASSETS		2.384.904,80	2.425.109,90
I. Intangible assets	5	299.450,25	305.435,95
II. Historical Heritage Assets		-	-
III. Tangible assets	5	1.074.270,90	1.115.690,30
IV. Investment property		-	-
V. Non-current investments in Group companies and associates		-	-
VI. Non-current financial assets	7	1.011.183,65	1.003.983,65
VII. Deferred tax assets		-	-
VIII. Non- current debtors:		-	-
B) CURRENT ASSETS		2.020.227,99	1.477.723,08
I. Non-current assets classified as held for sale			
II. Inventories		10.246,36	2.475,90
III. Users and other debtors of the activity		-	-
IV. Trade and other receivables	7, 10	155.173,43	66.252,27
V. Current investments in Group companies and associates		-	-
VI. Current financial assets		-	-
VII. Current prepayments and accrued income		2.000,00	2.306,22
VIII. Cash and cash equivalents	8	1.852.808,20	1.406.688,69
TOTAL ASSETS (A+B)		4.405.132,79	3.902.832,98

Fdo.: El Secretario



Vº Bº: El Presidente



FOUNDATION RAFA NADAL

BALANCE SHEETS AS OF DECEMBER 31, 2016 AND 2015
(Stated in Euros)

EQUITY AND LIABILITIES	Notes	2016	2015
A) EQUITY		3.598.343,60	2.858.999,80
A-1) Shareholders' equity	12	3.299.799,93	2.554.148,87
I. Foundation endowment		30.000,00	30.000,00
1. Foundation endowment		30.000,00	30.000,00
II. Reserves		-	-
III. Surplus from previous years		2.524.148,87	1.460.111,69
IV. Surplus for the year		745.651,06	1.064.037,18
A-2) Adjustments for changes in value		-	-
A-3) Grants, donations or gifts and legacies received	15	298.543,67	304.850,93
B) NON-CURRENT LIABILITIES		555.167,16	651.405,75
I. Long-term provisions		-	-
II. Non-current payables	9	555.167,16	651.405,75
1. Bank borrowings		555.167,16	651.405,75
III. Non-current payables to Group companies and associates		-	-
IV. Deferred tax liabilities		-	-
V. Non-current accruals and deferred income		-	-
VI. Non-current payables		-	-
C) CURRENT LIABILITIES		251.622,03	392.427,43
I. Liabilities associated with non-current assets classified as held for sale		-	-
II. Short-term provisions		22.131,96	22.131,96
III. Current payables	9	96.238,59	94.381,61
1. Bank borrowings		96.238,59	94.381,61
IV. Current payables to Group companies and associates		-	-
V. Beneficiaries, Creditors		-	-
VI. Trade and other payables	9, 11	122.838,38	274.606,89
1. Payable to suppliers		11.704,46	60.131,35
2. Other creditors		111.133,92	214.475,54
VII. Current accruals and deferred income		10.413,10	1.306,97
TOTAL EQUITY AND LIABILITIES (A+B+C)		4.405.132,79	3.902.832,98

Fdo.: El Secretario



Vº Bº: El Presidente



FOUNDATION RAFA NADAL
PROFIT AND LOSS ACCOUNTS
FOR THE FINANCIAL YEARS 2016 AND 2015
(Stated in Euros)

	NOTES	2016	2015
A. Surplus for the year			
1. Income from the activity	16.3	1.941.218,00	2.275.707,25
c) Income promotions, sponsors and collaborations		835.656,43	828.000,26
d) Grants, donations and legacies charged surplus for the year	14	1.105.561,57	1.447.706,99
2. Sales and other revenue from commercial activity	16.3	23.393,57	13.514,82
3. Aid and other expenses	14	(363.258,34)	(237.894,49)
a) monetary aid		(363.258,34)	(237.894,49)
4. Changes in inventories of finished goods and work in progress	14	7.610,38	(235,00)
5. Work performed by the entity and capitalized		-	-
6. Procurements	14	(403.944,02)	(573.515,56)
7. Other income from operations	16.3	10.584,00	11.574,11
a) Sundry and other management	14	10.584,00	11.574,11
8. Staff costs	14	(182.105,41)	(220.487,49)
9. Other business expenses	14	(223.259,35)	(180.780,42)
10. Depreciation and amortization	5	(56.519,10)	(22.526,44)
11. Grants, donations and bequests transferred to capital surplus for the year	15	6.307,26	6.307,26
a) Affected by the activity		6.307,26	6.307,26
13. Impairment and loss on disposal of fixed assets		-	-
A.1) SURPLUS OF ACTIVITY (1+2+3+4+5+6+7+8+9+10+11+12+13+13*+13**)		760.026,99	1.071.664,04
14. financial income		171,36	1.686,10
15. Financial charges		(13.702,27)	(9.312,96)
16. Change in fair value of financial instruments		-	-
17. Exchange differences		-	-
18. Impairment and gains on disposal of financial instruments		-	-
A.2) SURPLUS OF FINANCIAL TRANSACTIONS (14+15+16+17+18+18*)		(13.530,91)	(7.626,86)
A.3) SURPLUS BEFORE TAXES (A.1+A.2)		746.496,08	1.064.037,18
19. Income tax		(845,02)	-
A.4) CHANGES IN EQUITY RECOGNIZED IN EXCESS OF THE YEAR (A.3+19)		745.651,06	1.064.037,18
B. Income and expense recognized directly in equity **			
1. Grants received		-	-
2. Donations and bequests		-	-
3. Other income and expenses		-	-
4. Tax effect		-	-
B.1) CHANGES IN EQUITY INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY (1+2+3+4)		-	-
C) Reclassifications surplus for the year			
1. Grants received		-	-
2. Donations and bequests		(6.307,26)	(6.307,26)
C.1) CHANGES IN EQUITY FOR THE YEAR SURPLUS RECLASSIFICATIONS (1+2+3+4)		(6.307,26)	(6.307,26)
D) Changes in equity for income and expense recognized directly in equity (B.1+C.1) **		(6.307,26)	(6.307,26)
I) TOTAL RESULT, CHANGES IN NET ASSETS FOR THE YEAR (A.4+D+E+F+G+H)		739.343,80	1.057.729,92

Fdo.: El Secretario

Vº Bº: El Presidente




FOUNDATION RAFA NADAL

ANNUAL REPORT FOR THE FINANCIAL YEAR 2016

NOTE 1. ACTIVITIES OF THE FOUNDATION

a) Per its bylaws, the objects of the Foundation are as follows:

a.- To organize, inter alia, exhibition matches, charity matches, friendly matches, courses, congresses, auctions, conventions, conferences, competitions, exhibitions and seminars.

b.- To publish and disseminate books, magazines, pamphlets and other publications aimed at furthering social development and employment.

c.- The award of prizes, scholarships and economic aid.

d.- To promote cooperation programs for the development and participation of volunteers and to provide sports-related information and technical assistance for the groups in society most in need.

e.- To promote the organization of courses, programs and projects in the field of social welfare and cooperation for development, in collaboration with other entities.

f.- Any other activity that might contribute to the achievement of the Foundation's goals.

b) The activities carried out in 2016 were as follows:

Activity 1: The foundation built in 2015 the "Rafa Nadal Foundation Center", a structure that is located in one of the most disadvantaged areas of Palma de Mallorca at the confluence between the neighborhoods of La Soledad and Nou Llevant. Since then the entity has developed a comprehensive program at the center aimed at children and young people between 6 and 17 years of age in a situation of poverty or risk of social exclusion and who present difficulties for their integration into society. The objective is to provide the more than 200 children attending a supplement to their school education using as their main tool sports, education and psychological care.

Activity 2: Since its founding, the first program of sports and academic scholarships has been started, which, under the name of "Study and Play", aims to make it possible for young Spanish athletes to combine high level sport with university studies in the United States. During the 2016 program activation year, 10 scholarships have been awarded to different athletes (tennis and pole vault) for several university degrees (engineering, economics / business, etc.).

Fdo.: El Secretario



Vº Bº: El Presidente



Activity 3: The foundation has provided funding and support at the organizational level to three social action projects in collaboration with other charities:

a.- "Integration and Sport": this is a program carried out in collaboration with SOS Children's Villages in order to favor the personal and social development of the most vulnerable children and young people, bringing sport and its values closer to where the children are. Are in situations of isolation and risk of social exclusion. They are attended to almost 230 children between the three cities where the project is developed: Barcelona, Granada and Zaragoza.

b.- "Anantapur Educational Center": this project is carried out in India thanks to the collaboration with the Vicente Ferrer Foundation. It is based on a school of integral education and a center of training and practice of tennis, fomenting the use of this sport like tool of social integration, besides the formation in computer science and English, the school support and the nutritional and sanitary coverage. The beneficiaries of the program are 170 children between the ages of 7 and 16.

c.- "More than Tennis": this project, in collaboration with Special Olympics Spain, offers young people with intellectual disabilities the opportunity to practice this sport, through which they work both physical and coordination aspects as well as intellectual and social. It is carried out in 17 schools in seven Spanish autonomous communities, where more than 150 beneficiaries between 16 and 30 years old are served.

Activity 4: The foundation has organized in 2016 the third edition of the youth tennis circuit called "Rafa Nadal Tour by Mapfre", whose profits are destined to finance the aforementioned activities. The participants of the tour are Spanish boys of sub 12 and sub 14 categories, regularly registered and licensed by the Royal Spanish Tennis Federation. This circuit differs from others in the sector by combining sports competition with an educational side and promoting the values of sport through the realization, in each of the tournaments, of activities both playful and educational, under the name of "Training in values".

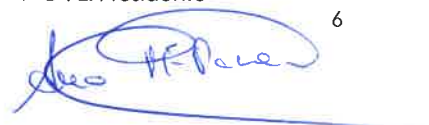
Activity 5: The foundation receives every year the benefits of the on-line sale of solidarity products made through the website www.rafaelnadal-shop.com, managed by the company E-Solutions. This company is responsible for the distribution and / or production and / or promotion of the products, and then carries out an annual liquidation of the mentioned benefits according to the rules indicated in the contract between the parties.

Activity 6: From 2016, the foundation receives the economic part that corresponds to it (according to the agreement between the foundation and the management company of the sports complex called "Rafa Nadal Sport Center") of the benefits derived from both the entries of the museum "Sport Xperience by Rafa Nadal "and the sale of solidarity products made in the store attached to the same museum. The articles, mainly produced by the foundation, are available to all those visitors who come to the facilities mentioned above and located in Manacor.

Fdo.: El Secretario



Vº Bº: El Presidente



c) The registered office of the Foundation is:

Foundation Rafa Nadal ("the Foundation" or "the Entity") was set up on 20 November 2007 with its registered office at calle Pau Claris, number 155, 3º 1ª, Barcelona. On 24 April 2012, the Board of Trustees resolved to move the registered office to Avenida Diagonal, number 618, Planta 5ª, puerta A, Barcelona.

The Foundation has had its own legal personality and full legal capacity to act since it was legally formed, with no limitations other than those expressly provided for by law or by its bylaws.

Until 11 February 2013 the Foundation was registered in the Foundations Registry of the former Spanish Ministry of Health, Social Policy and Equality under no. 07-0053. Since that date and in accordance with the general interest of its aims, the Foundation has been registered in the Foundations Registry of the current Spanish Ministry of Education, Culture and Sport under national no. 1,539 (identification no.: G-57.533.473).

The Foundation operates throughout Spain and also operates internationally.

Its reporting period runs from 1 January to 31 December.

In view of the activities carried on by the Foundation, it does not have any environmental liability, expenses, assets, provisions or contingencies that might be material with respect to its equity, financial position or results. Therefore, no specific disclosures relating to environmental issues are included in these notes to the abridged financial statements.

NOTE 2. BASIS OF PRESENTATION OF THE ABRIDGED FINANCIAL STATEMENTS

Fair presentation and regulatory financial reporting framework applicable to the Foundation.

The accompanying abridged financial statements, which were obtained from the Foundation's accounting records, are presented in accordance with the regulatory financial reporting framework applicable to the Foundation and, accordingly, present fairly the Foundation's equity, financial position and results of operations for 2014. In particular, the regulatory financial reporting framework applicable to the Foundation consists of:

a.- The Spanish Commercial Code and all other Spanish corporate law.

b.- Foundations Law 50/2002, of 26 December, and Law 49/2002, of 23 December, on the tax regime of not-for-profit entities and tax incentives for patronage, and the related implementing regulations.

Fdo.: El Secretario



Vº Bº: El Presidente



c.- The Spanish National Chart of Accounts approved by Royal Decree 1514/2007 and its industry adaptations; in particular, Royal Decree 1491/2011, of 24 October, approving the rules adapting the Spanish National Chart of Accounts for not-for-profit entities and the action plan model for not-for-profit entities. Also, the Spanish Accounting and Audit Institute (ICAC) Resolution approving the Spanish National Chart of Accounts for not-for-profit entities, of 26 March 2013.

d.- The mandatory rules approved by the Spanish Accounting and Audit Institute in order to implement the Spanish National Chart of Accounts and the relevant secondary legislation.

e.- All other applicable Spanish accounting legislation.

These abbreviated annual accounts, which have been formulated by the Board of Trustees, will be subject to the approval of the Board of Trustees and are expected to be approved without any modification. For its part, the abbreviated annual accounts for the year 2015 were approved by the Board of Trustees of the Foundation on June 13, 2016.

Non-obligatory accounting principles applied.

No non-obligatory accounting principles were applied. Also, the Foundation's Board of Trustees formally prepared these abridged financial statements taking into account all the obligatory accounting principles and standards with a significant effect hereon. All obligatory accounting principles were applied.

Key issues in relation to the measurement and estimation of uncertainty.

In preparing the accompanying abridged financial statements estimates were made by the Board of Trustees in order to measure certain of the assets, liabilities, income, expenses and obligations reported herein. These estimates relate basically to the following:

- 1.- The useful life of intangible assets and property, plant and equipment (see Notes 4.1 and 4.2).
- 2.- The calculation and estimation of provisions (see Note 4.10).

Although these estimates were made on the basis of the best information available at 2016 year-end, events that take place in the future might make it necessary to change these estimates (upwards or downwards) in coming years. Changes in accounting estimates would be applied prospectively.

Comparative information.

The accompanying abridged financial statements for 2016 are the second that the Foundation's Board of Trustees has prepared in accordance with the rules adapting the Spanish National Chart of Accounts for not-for-profit entities approved by Royal Decree 1491/2011. Therefore there is no cause that prevents compare the accounts with those of the year preceding it.

Fdo.: El Secretario



Vº Bº: El Presidente



Items included under several line items.

Certain items in the abridged balance sheet and abridged income statement are grouped together to facilitate their understanding; however, whenever the amounts involved are material, the information is broken down in the related notes to the abridged financial statements.

Changes in accounting policies.

In 2016 there were no significant changes in accounting policies with respect to those applied in 2015.

Correction of errors.

No errors were corrected in the figures for 2016 or in the comparative figures.

NOTE 3. DEFICIT FOR THE YEAR

Proposed allocation of the deficit for the year:

The proposal to apply the positive surplus of the year made by the Board of Trustees and to be submitted to the approval of the Board of Trustees is as follows:

	2016	2015
Distribution base:		
Losses obtained in the financial year	745.651,06	1.064.037,18
Distribution to:		
Prior years' surplus/deficit	745.651,06	1.064.037,18

Information on the legal limitations on the allocation of surpluses/deficits:

There are no legal limitations on the allocation of deficits.

Fdo.: El Secretario



Vº Bº: El Presidente



NOTE 4. ACCOUNTING POLICIES

The main accounting policies used by the Foundation in preparing its abridged financial statements for 2016, in accordance with Royal Decree 1491/2011, of 24 October, approving the rules for the adaptation of the Spanish National Chart of Accounts for not-for-profit entities and the action plan model for not-for-profit entities, to the extent that those rules do not contradict the Spanish National Chart of Accounts, were as follows:

4.1.- Intangible assets.

As a general rule, intangible assets are recognized initially at acquisition cost. They are subsequently measured at cost less any accumulated amortization and any accumulated impairment losses. These assets are amortized over their years of useful life.

Computer software:

The Foundation recognizes under "Computer Software" the costs incurred in the acquisition and development of computer programs, including website development costs. Computer software maintenance costs are recognized with a charge to the income statement for the year in which they are incurred. Computer software is amortized on a straight-line basis over four years.

Administrative concessions:

On 30 April the Town Council of Palma de Mallorca agreed in granting the concession of a plot of land for the Foundation. The concession has as its purpose the development of a social rehabilitation program aimed to children based on the sport practice and the development of educational, social and familiar support programs in a sector of the city formed, mainly, by two neighborhoods that have high percentages of social exclusion. The concession has been granted for a period of 50 years and it is free of charge.

Likewise, the Foundation is committed to carry out the work realization and maintenance, constructions and facilities financing with own and third party funds but on no account resorting to a mortgage the property right of the works for the fulfillment of the purpose of the concession.

The heading "Intangible assets - administrative concessions" includes the fair value of the land according to a report conducted by an independent expert dated May 15, 2015.

4.2.- Property, plant and equipment.

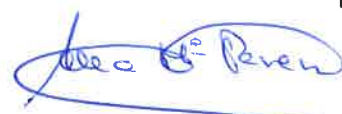
Property, plant and equipment are initially recognized at acquisition cost and are subsequently reduced by the related accumulated depreciation and by any impairment losses recognized.

Property, plant and equipment upkeep and maintenance expenses are recognized in the abridged income statement for the year in which they are incurred. However, the costs of improvements leading to increased capacity or efficiency or to a lengthening of the useful lives of the assets are capitalized.

Fdo.: El Secretario



Vº Bº: El Presidente



The Foundation depreciates its property, plant and equipment by the straight-line method at annual rates based on the years of estimated useful life of the assets, the detail being as follows:

	Percentage of Amortization
Plant	12%
Other fixtures	15%
Furniture	10%
Computer hardware	20%
Transport equipment	20%
Buildings	3%

Whenever there are indications of impairment, the Foundation tests the tangible assets for impairment to determine whether the recoverable amount of the assets has been reduced to below their carrying amount.

Impairment is considered to exist when the carrying amount of an asset is higher than its recoverable amount, which is understood to be the higher of fair value less costs to sell and value in use. For these purposes, value in use is determined on the basis of replacement cost.

At 31 December 2016, the Foundation's Board of Trustees considered that there were no indications that the Foundation's assets might have become impaired.

4.3.- Leases.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership of the leased asset to the lessee. All other leases are classified as operating leases.

Operating leases

Lease expenses from operating leases are recognized in profit or loss on an accrual basis.

A payment made on entering into or acquiring a leasehold that is accounted for as an operating lease represents prepaid lease payments that are amortized over the lease term in accordance with the pattern of benefits provided.

Fdo.: El Secretario



Vº Bº: El Presidente



4.4.- Financial instruments.

Financial assets:

The financial assets held by the Foundation are classified in the following categories:

Loans and receivables:

Financial assets arising from the sale of goods or the rendering of services in the ordinary course of the Foundation's business, or financial assets which, not having commercial substance, are not equity instruments or derivatives, have fixed or determinable payments and are not traded in an active market. This category includes long-term guarantees provided to third parties.

Investments held to maturity:

They correspond to debt securities with a fixed maturity date, which involve charges or determinable amount, and for which the Foundation has the intention and ability to retain until maturity.

They are initially measured at fair value, which equals the fair value of the consideration paid plus transaction costs are directly attributable.

In subsequent valuation they are measured at amortized cost. The interests are recognized in the Profit and Loss, by applying the effective interest rate.

At year end, the necessary value adjustments are made if there is objective evidence that the value of an asset has deteriorated. The impairment loss correspond to the difference between book value and market value of the instruments.

Initial recognition:

Financial assets are initially recognized at the fair value of the consideration given, plus any directly attributable transaction costs.

Subsequent measurement:

Loans and receivables are measured at amortized cost.

The Foundation derecognizes a financial asset when the rights to the cash flows from the financial asset expire or have been transferred and substantially all the risks and rewards of ownership of the financial asset have also been transferred.

However, the Foundation does not derecognize financial assets, and recognizes a financial liability for an amount equal to the consideration received, in transfers of financial assets in which substantially all the risks and rewards of ownership are retained the Foundation unsubscribe financial assets when they expire or have given the rights to the cash flows of the financial assets and have been substantially transferred the risks and rewards or ownership.



Financial liabilities:

Financial liabilities include accounts payable by the Foundation that have arisen from the purchase of goods or services in the normal course of the Foundation's business and those which, not having commercial substance, cannot be classed as derivative financial instruments.

Accounts payable are initially recognized at the fair value of the consideration received, adjusted by the directly attributable transaction costs. These liabilities are subsequently measured at amortized cost.

The Foundation derecognizes financial liabilities when the obligations giving rise to them cease to exist.

4.5.- Inventories.

Inventories are initially recognized at acquisition or production cost. Trade discounts, rebates, other similar items and interest included in the face value of the related payables are deducted in determining the costs of purchase. Inventories received for no consideration are recognized at fair value.

Production cost includes the costs of direct materials and, where applicable, direct labor and production overheads.

Also, the Foundation distinguishes between inventories that generate cash flows and those which do not, the latter being those whose purpose is not to generate an economic benefit but rather to contribute to the achievement of the Foundation's objective of serving society.

The Foundation writes down its inventories when their realizable value is lower than their carrying amount. Net realizable value is the estimated selling price less the estimated costs of completion and costs to be incurred in marketing, selling and distribution. In order to determine the amount of any write-down in the case of inventories that do not generate cash flows, the recoverable amount of the inventories is taken to be the higher of net realizable value and replacement cost.

4.6.- Foreign currency transactions.

The Foundation's functional currency is the euro. Therefore, transactions in currencies other than the euro are deemed to be "foreign currency transactions" and are recognized by applying the exchange rates prevailing at the date of the transaction.

At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are translated to euros at the rates then prevailing. Any resulting gains or losses are recognized directly in the income statement in the year in which they arise.



4.7.- Cash and cash equivalents.

Cash and cash equivalents includes cash on hand and demand deposits at banks.

4.8.- Income tax.

Foundation Rafa Nadal, as a not-for-profit foundation, is exempt from income tax on the activities composing its founding object (Title II of Law 49/2002, of 23 December). Under this regime, income from donations, grants and financial returns on assets are exempt from income tax. However, the following types of income are not tax-exempt: returns on capital; such income as might be obtained from economic operations not classified as exempt by the tax authorities; income from the assignment of the right to use the Foundation's assets; and increases in net assets arising from assets not used in the Foundation's founding or specific purpose. Such income is subject to tax at a rate of 10%.

Similarly, since the Foundation carries on business activities that are not included in its founding object, it is subject to the deductible proportion rule for VAT purposes. The non-deductible proportion of the tax increases expenses and the acquisition cost of the non-current assets subject to income tax.

4.9.- Revenue and expense recognition.

Expenses are recognized on an accrual basis, i.e. when the actual flow of the related goods and services occurs, regardless of when the resulting monetary or financial flow arises. In particular, expenses arising from monetary and non-monetary aid are generally recognized when the grant of such aid to the related beneficiary entity is approved.

Also, payments relating to the organization of future events (exhibitions, congresses, conferences, etc.) are recognized in the Foundation's abridged income statement as an expense for the period in which they are made, unless they are associated with the acquisition of non-current assets, rights to organize the related event or any other item that qualifies for recognition as an asset.

Revenue from sales is recognized when the significant risks and rewards of ownership of the goods sold have been transferred to the buyer, and the Foundation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

Revenue from the rendering of services is recognized by reference to the stage of completion of the transaction at the end of the reporting period, provided the outcome of the transaction can be estimated reliably.



4.10.- Provisions and contingencies.

When preparing the abridged financial statements the Board of Trustees made a distinction between:

Provisions: credit balances covering present obligations arising from past events with respect to which it is probable that an outflow of resources embodying economic benefits that is uncertain as to its amount and/or timing will be required to settle the obligations; and

Contingent liabilities: possible obligations that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more future events not wholly within the Foundation's control.

The abridged financial statements include all the provisions with respect to which it is considered that it is more likely than not that the obligation will have to be settled. Contingent liabilities are not recognized in the abridged financial statements, but rather are disclosed, unless the possibility of an outflow in settlement is considered to be remote.

Provisions are measured at the present value of the best possible estimate of the amount required to settle or transfer the obligation, taking into account the information available on the event and its consequences. Where discounting is used, adjustments made to provisions are recognized as interest cost on an accrual basis.

The compensation to be received from a third party on settlement of the obligation is recognized as an asset, provided that there are no doubts that the reimbursement will take place, unless there is a legal relationship whereby a portion of the risk has been externalized as a result of which the Foundation is not liable; in this situation, the compensation will be taken into account for the purpose of estimating the amount of the related provision that should be recognized.

4.11.- Termination benefits.

Under current legislation, the Foundation is required to pay termination benefits to employees terminated under certain conditions. Therefore, termination benefits that can be reasonably quantified are recognized as an expense in the year in which the decision to terminate the employment relationship is taken and a valid expectation is created on the part of the employee or employees involved. The accompanying abridged financial statements do not include any provision in this connection, since no situations of this nature are expected to arise.

4.12.- Environmental assets and liabilities.

Environmental assets are deemed to be assets used on a lasting basis in the Foundation's operations whose main purpose is to minimize environmental impact and protect and improve the environment, including the reduction or elimination of future pollution.

Because of their nature, the Foundation's business activities do not have a significant environmental impact.

Fdo.: El Secretario



Vº Bº: El Presidente



15

4.13.- Grants, donations and legacies received.

The Foundation accounts for grants, donations and legacies received as follows:

Non-refundable grants, donations and legacies related to assets: these are measured at the fair value of the amount or the asset received, based on whether or not they are monetary grants, and they are taken to income in proportion to the period depreciation taken on the assets for which the grants were received or, where appropriate, on disposal of the asset or on the recognition of an impairment loss. Non-refundable grants, donations and legacies not assigned to a specific object are recognized directly in profit or loss in the year in which they are received.

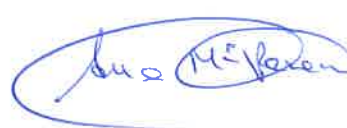
The Foundation has recorded in the accompanying abridged balance sheet grants and donations related to assets relating mainly to donations from private entities (see Note 15).

These grants and donations are transferred to the abridged income statement as the non-current assets financed are depreciated and in proportion to the expense incurred.

4.14.- Current/non-current classification.

Current assets are assets associated with the normal operating cycle, which in general is considered to be one year; other assets which are expected to mature, be disposed of or be realized within twelve months from the end of the reporting period; financial assets held for trading, except for financial derivatives that will be settled in a period exceeding one year; and cash and cash equivalents. Assets that do not meet these requirements are classified as non-current assets.

Similarly, current liabilities are liabilities associated with the normal operating cycle, financial liabilities held for trading, except for financial derivatives that will be settled in a period exceeding one year; and, in general, all obligations that will mature or be extinguished at short term. All other liabilities are classified as non-current liabilities.



NOTE 5. PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS AND INVESTMENT PROPERTY

5.1.- Intangible assets.

Details of and changes in intangible fixed assets throughout the financial year 2016 are as follows, in Euros:

	31/12/2015	Additions	31/12/2016
Cost:			
Administrative concessions	315.363,03	-	315.363,03
Industrial property	535,68	519,00	1.054,68
Computer applications	789,74	-	789,74
	317.207,45	519,00	317.207,45
Accumulated amortization:			
Administrative concessions	(10.512,10)	(6.455,36)	(16.967,46)
Industrial property	-	-	-
Computer applications	(740,40)	(49,34)	(789,74)
	(11.252,50)	(6.504,70)	(17.757,20)
Intangible Fixed Assets, Net	305.954,95	(5.985,70)	299.450,25

Details of and changes in intangible fixed assets throughout the financial year 2015 were as follows, in Euros:

	31/12/2014	Additions	31/12/2015
Cost:			
Administrative concessions	315.363,03	-	315.363,03
Industrial property	535,68	-	535,68
Computer applications	789,74	-	789,74
	316.688,45	-	316.688,45
Accumulated amortization:			
Administrative concessions	(4.204,84)	(6.307,26)	(10.512,10)
Industrial property	-	-	-
Computer applications	(542,96)	(197,44)	(740,40)
	(4.747,80)	(6.504,70)	(11.252,50)
Intangible Fixed Assets, Net	311.940,65	(6.504,70)	305.435,95

Other disclosures.

As of 31 December 2016 and 2015 the Foundation had no element of fully amortized intangible assets.

Fdo.: El Secretario



Vº Bº: El Presidente



5.2.- Property, plant and equipment.

Details of and changes in intangible fixed assets throughout the financial year 2016 are as follows, in Euros:

	31/12/2015	Additions	Transfers	31/12/2016
Cost:				
Buildings	-	-	1.036.006,67	1.036.006,67
Plant	766,76	-	-	766,76
Other fixtures	75.211,39	554,50	-	75.765,89
Furniture	38.722,02	6.759,50	-	45.481,52
Computer hardware	6.315,34	1.281,00	-	7.596,34
Transport equipment	14.819,52	-	-	14.819,52
Construction in progress	1.036.006,67	-	(1.036.006,67)	-
	1.171.841,70	8.595,00	-	1.180.436,70
Accumulated amortization:				
Buildings	-	(31.080,20)	(2.590,02)	(33.670,22)
Plant	(252,40)	(68,69)	-	(321,09)
Other fixtures	(27.083,81)	(13.619,72)	-	(40.703,53)
Furniture	(6.535,23)	(4.375,58)	-	(10.910,81)
Computer hardware	(4.870,42)	(870,21)	-	(5.740,63)
Transport equipment	(14.819,52)	-	-	(14.819,52)
Construction in progress	(2.590,02)	-	2.590,02	-
	(56.151,40)	(50.014,40)	-	(106.165,80)
Intangible Fixed Assets, Net	1.115.690,30	(41.419,40)	-	1.074.270,90

Details of and changes in intangible fixed assets throughout the financial year 2015 were as follows, in Euros:

	31/12/2014	Additions	31/12/2015
Cost:			
Plant	766,76	-	766,76
Other fixtures	38.345,18	36.866,21	75.211,39
Furniture	14.890,25	23.831,77	38.722,02
Computer hardware	6.315,34	-	6.315,34
Transport equipment	14.819,52	-	14.819,52
Construction in progress	40.964,21	995.042,46	1.036.006,67
	116.101,26	1.055.740,44	1.171.841,70
Accumulated amortization:			
Plant	(183,71)	(68,69)	(252,40)
Other fixtures	(17.603,18)	(9.480,63)	(27.083,81)
Furniture	(4.256,87)	(2.278,36)	(6.535,23)
Computer hardware	(3.286,41)	(1.584,01)	(4.870,42)
Transport equipment	(14.799,49)	(20,03)	(14.819,52)
Construction in progress	-	(2.590,02)	(2.590,02)
	(40.129,66)	(16.021,74)	(56.151,40)
Intangible Fixed Assets, Net	75.971,60	1.039.718,70	1.115.690,30

Fdo.: El Secretario



Vº Bº: El Presidente



Other disclosures.

The transfer of the exercise, is the Construction of the Building of Palma de Mallorca, which was completed its construction on January 1, 2016.

As of December 31, 2016, the Foundation has fully amortized the transportation elements.

The Foundation's policy is to formalize insurance policies to cover the possible risks to which the various elements of its property, plant and equipment are subject. At the end of 2016 and 2015, there was no coverage deficit related to these risks.

NOTE 6. OPERATING LEASES

At the end of 2016 and 2015 the Foundation had contracted with lessors for the following minimum lease payments, based on the leases currently in force, without taking into account the charging of common expenses, future increases in the CPI or future contractual lease payment revisions:

Lease payments	31/12/2016	31/12/2015
Within one year	68.379,03	43.730,92
Between one and five years	8.277,50	32.925,61
Total	76.656,53	76.656,53

Since 9 January 2012 the Foundation has been leasing a new space used for its central offices. Also, the Foundation has leased a flat for one of its employees.

The detail of the contingent rent recognized as an expense in 2016 and 2015 is as follows:

Description	Euros	
	31/12/2016	31/12/2015
Contingent rent recognized in the year	43.730,92	40.450,86

NOTE 7. FINANCIAL ASSETS.

a.- Non-current.

The breakdown of this heading at 31 December 2016 and 2015 is as follows, in euros:

Non-current financial instruments		
CLASSES CATEGORIES	Loans, derivatives and other	
	2016	2015
Loans and receivables	1.011.183,65	1.003.983,65
Total	1.011.183,65	1.003.983,65

Fdo.: El Secretario



Vº Bº: El Presidente



The movement for the year is as follows, in euros:

NON-CURRENT FINANCIAL ASSETS	A) Beginning Balance	(+)Additions	(-)Disposals	B) Ending Balance
Loans and receivables	1.003.983,65	7.200,00	-	1.011.183,65
Total	1.003.983,65	7.200,00	-	1.011.183,65

The long-term financial asset balance relates to guarantees provided.

Additions for 2015 correspond to two deposits of 500.000 euros each of the Banc Sabadell.

b.- Current.

The breakdown of this heading at 31 December 2016 and 2015 is as follows, in euros:

Current financial instruments		
CLASES CATEGORÍES	Loans, derivatives and other 2016	2015
Loans and receivables	155.173,43	66.252,27
Total	155.173,43	66.252,27

The movement for the year is as follows, in euros:

CURRENT FINANCIAL ASSETS	A) Beginning Balance	(+)Additions	(-)Disposals	B) Ending Balance
Loans and receivables	66.252,27	88.921,16	-	155.173,43
Total	66.252,27	88.921,16	-	155.173,43

The main items included in the category of loans and receivables correspond to users and debtors of the activity.

NOTE 8. CASH AND CASH EQUIVALENTS.

The following is the breakdown of these assets, in euros:

	31/12/2015 Credits y Others	31/12/2014 Credits y Others
Bank current accounts	1.406.688,69	1.202.015,76
Cash	-	-
Total Cash and Cash Equivalents	1.406.688,69	1.202.015,76

Fdo.: El Secretario



Vº Bº: El Presidente



NOTE 9. FINANCIAL LIABILITIES.

1. Long-Term Financial Liabilities

The composition long term at 31 December 2016 and 2015 is following, in euros:

	Balance at 31/12/2016	Balance at 31/12/2015
Loans	555.167,16	651.405,75

The long-term financial liabilities correspond to a loan granted by Bank Sabadell of May 19, 2015 worth 800.000 euros with final maturity 31/05/2023 and an interest rate of 1,95%.

2. Short – Term Financial Liabilities

The composition of this at 31 December 2016 is following, in euros:

Current financial instruments						
CLASES	Bank borrowings		Debt instruments and other marketable securities		Derivatives and other	
CATEGORÍAS	2016	2015	2016	2015	2016	2015
Accounts payable	96.238,59	94.381,61	-	-	122.838,38	274.606,89
Total	96.238,59	94.381,61	-	-	122.838,38	274.606,89

The items included in the debits and payables category correspond mainly to suppliers and other creditors payable and the instalments payable in 2017 of the loan granted by the Bank of Sabadell.

All the payables mature in 2017.

There are no payables secured by security interests.

NOTE 10. DUE FROM USERS AND OTHER RECEIVABLES FROM OWN ACTIVITIES

The movement in this heading in 2016 is as follows, in euros:

Due from users and other receivables from own activities		Beginning balance	Increase	Decrease	Ending balance
Sponsors	Group companies and associates				
	Other	63.120,00	85.377,37	-	148.497,37
TOTAL		63.120,00	85.377,37	-	148.497,37

Fdo.: El Secretario



Vº Bº: El Presidente



The movement in this heading during the years 2015 was as follows, in euros:

Due from users and other receivables from own activities		Beginning balance	Increase	Decrease	Ending balance
Sponsors	Group companies and associates				
	Other	(2.000,00)	65.120,00	-	63.120,00
Other receivables	Group companies and associates				
	Other	36.331,72	-	(36.331,72)	-
TOTAL		34.331,72	65.120,00	(36.331,72)	63.120,00

NOTE 11. PAYABLE TO BENEFICIARIES AND OTHER PAYABLES

The movement in this heading in 2016 is as follows, in euros:

Payable to beneficiaries and other payables		Beginning balance	Increase	Decrease	Ending balance
Other payables	Group companies and associates				
	Other	274.606,89	-	(151.768,51)	122.838,38
TOTAL		274.606,89	-	(151.768,51)	122.838,38

The movement in this heading during the years 2015 was as follows, in euros:

Payable to beneficiaries and other payables		Beginning balance	Increase	Decrease	Ending balance
Other payables	Group companies and associates				
	Other	100.526,01	174.080,88	-	274.606,89
TOTAL		100.526,01	174.080,88	-	274.606,89




NOTE 12. OWN FUNDS

The movement during the years 2016 and 2015 of the equity caption of the attached summary balance sheet is as follows:

CHANGES IN BALANCE SHEET ITEMS				
OWN FUNDS	Beginning balance	Increase	Decrease	Ending balance
I. Endowment fund				
1. Endowment fund	30.000,00	-	-	30.000,00
V. Prior years' surplus	1.460.111,69	1.064.037,18	-	2.524.148,87
VI. Deficit for the year	1.064.037,18	745.651,06	(1.064.037,18)	745.651,06
TOTAL	2.554.148,87	1.809.688,24	(1.064.037,18)	3.299.799,93

Causes for surpluses.

Positive surplus for 2016.

Endowment fund.

In view of its social objects and its charitable and social welfare nature, the Foundation does not have any share capital or, therefore, shares or any other kind of equity securities.

The Foundation's endowment fund amounts to EUR 30,000.00 and relates to the monetary contribution made to it when it was set up.

NOTE 13. TAX MATTERS

The Foundation is included among the entities regulated by Title II of Law 49/2002, of 23 December, on the tax regime of not-for-profit entities and tax incentives for patronage. The Foundation notified the tax authorities that it was electing the option provided for in Royal Decree 1270/2003, of 10 October, to apply the special tax regime regulated in Title II of Law 49/2002 as it met all the requirements established in Article 3 of that Law.

Under Law 49/2002 on the tax regime of not-for-profit entities and tax incentives for patronage, entities considered to be not-for-profit for the purposes of this Law are exempt from income tax on their own activities. This exemption encompasses all the income obtained by the entities that will be used for not-for-profit-related activities, as listed in Articles 6 and 7 of Chapter II of that Law. The Foundation is exempt from income tax on its surplus and on capital increases arising from the performance of activities constituting its founding object or specific purposes, and the tax rate applicable to income subject to but not exempt from income tax obtained by entities included in Chapter II of the Law is 10%. In this regard, the activity income subject to tax (revenue from Internet sales) is considered to be ancillary or complementary, since it does not exceed 20% of the Foundation's total income and, therefore, it is exempt from income tax.

Fdo.: El Secretario



Vº Bº: El Presidente



Reconciliation of the accounting deficit to the tax base.

Concept	Euros			
	2016		2015	
	Increases	Total	Increases	Total
Accounting deficit before income tax	745.651,06	745.651,06	1.064.037,18	1.064.037,18
Tax revenue	825,02	825,02	-	-
Exempt income under Law 49/2002	(745.651,06)	(745.651,06)	(1.064.037,18)	(1.064.037,18)
Tax base	825,02	825,02	-	-

At 31 December 2015, the Foundation, which is subject to Law 49/2002, did not have any taxes recognized directly in equity, tax loss carry forwards, unused tax credits, recognized deferred tax assets and liabilities or unrecognized deferred tax assets.

Years open for review and tax audits

Under current legislation, taxes cannot be deemed to have been definitively settled until the tax returns filed have been reviewed by the tax authorities or until the four-year statute-of-limitations period has expired. The Foundation has all the years' not yet statute-barred open for review for all the taxes applicable to it. The Foundation's trustees consider that the tax returns for the aforementioned taxes have been filed correctly and, therefore, even in the event of discrepancies in the interpretation of current tax legislation in relation to the tax treatment afforded to certain transactions, such liabilities as might arise would not have a material effect on the accompanying abridged financial statements.

NOTE 14. INCOME AND EXPENSES

Monetary aid.

The movement in this heading in 2016 is as follows, in euros:

a) Monetary aid	Activity 1	Activity 2	Activity 3	No specific activity	Total
Monetary aid to entities	-	48.929,82	313.828,52	500,00	363.258,34
TOTAL	-	48.929,82	313.828,52	500,00	363.258,34

The movement in this heading during the years 2015 was as follows, in euros:

a) Monetary aid	Activity 1	Activity 2	Activity 3	No specific activity	Total
Monetary aid to entities	237.894,49	-	-	-	237.894,49
TOTAL	237.894,49	-	-	-	237.894,49

Fdo.: El Secretario



Vº Bº: El Presidente



The detail of these expenses in 2016 and 2015 is as follows:

	Euros	
	2016	2015
<i>Charitable expenses:</i>		
Collaboration Project Integration and Sport	150.000,00	150.000,00
Collaboration Comprehensive		
Education Project	73.828,52	69.480,01
Project Collaboration More Than Tennis	90.000,00	16.059,41
Study & Play Scholarships	48.929,82	2.355,07
Donations to various entities	500,00	-
Total monetary aid	363.258,34	237.894,49

Under "Expenses aids and other" in the abridged results attached is basically include the following collaboration agreements:

- Integration and sport project: collaboration agreement with Aldeas Infantiles SOS to promote the personal and social development of children and young people at risk of social exclusion, taking sport and sporting values to wherever children in situations of isolation and social exclusion might be.
- Integral education project: this project relates to a cooperation agreement with the Vicente Ferrer Foundation, through a school of integral education and a tennis training and playing center, promoting tennis playing, teaching computer skills and English and providing educational support and food and healthcare. The beneficiaries are between 7 and 16 years old.
- More than tennis project: this project, in collaboration with Special Olympics Spain, promotes tennis among young people with intellectual disabilities in Spain with a view to integrating them into society on an equal-opportunity basis through sport.
- Project Study & Play: This Project funded scholarships for Spanish students without resources to study at universities in U.S.A.

Procurements.

The detail of "Procurements" in the abridged income statements for 2016 and 2015 is as follows, in Euros:

	2016	2015
Purchases	5.527,32	-
Work performed by other companies	398.416,70	573.515,56
TOTAL	403.944,02	573.515,56

Fdo.: El Secretario



Vº Bº: El Presidente



Changes in inventories of finished goods and work in progress.

This heading in the Profit and Loss Account is composed as follows, in Euros:

Account	2016	2015
Changes in inventories of goods used in activities	7.610,38	(235,00)
TOTAL	7.610,38	(235,00)

Staff costs.

The detail of "Staff Costs" in the accompanying abridged income statements for 2016 and 2015 is as follows, in Euros:

Account	2016	2015
Wages, salaries and similar expenses	146.254,73	190.910,59
Employer social security costs	34.232,58	28.105,16
Other employee benefit costs	1.618,10	1.471,74
TOTAL	182.105,41	220.487,49

Other expenses from activities.

The detail of "Outside Services" in the accompanying abridged income statements for 2016 and 2015 is as follows, in Euros:

Account	2016	2015
621 Rent and royalties	68.379,03	43.730,92
622 Repair and upkeep expenses	2.951,20	2.672,10
623 Independent professional services	70.614,51	74.579,75
625 Insurance premiums	4.442,13	6.380,70
626 Banking and similar services	143,93	118,33
628 Utilities	5.199,85	5.730,19
629 Other services	57.859,66	44.922,09
631 Other tributes	13.669,04	2.646,34
TOTAL	223.259,35	180.780,42

Fdo.: El Secretario



Vº Bº: El Presidente



Income and expense arising from operations outside the normal activities of the Foundation.

a.- Income from own activities.

The detail of the revenues of the Foundation for its own activities corresponding to the 2016 financial years is as follows, in Euros:

Activity	a) Dues from associates and affiliates	b) Contributions from users	c) Income from promotions, sponsors and cooperation	d) Grants, donations and legacies relating to own activities	Source
Activity 1	-	-	-	500.000,00	Ámbito Privado
Activity 2	-	-	-	50.000,00	
Activity 3	-	-	507.800,30	555.561,57	Ámbito Privado
Activity 4	38.011,13	-	306.736,26	-	Ámbito Privado
TOTAL	38.011,13	-	814.536,56	1.105.561,57	

The detail of the Foundation's income from its own activities for the years 2015 was as follows, in Euros:

Activity	a) Dues from associates and affiliates	b) Contributions from users	c) Income from promotions, sponsors and cooperation	d) Grants, donations and legacies relating to own activities	Source
Activity 1	-	-	414.090,90	783.343,08	Ámbito privado
Activity 4	-	-	363.909,36	-	
Activity 6	-	-	50.000,00	664.363,91	Ámbito privado
TOTAL	-	-	828.000,26	1.447.706,99	

b.- Income from the commercial activity

Income from commercial activity comes from the private sector. They correspond to the annual liquidation made by the company E-Solutions for the sale of products on line.

The amount of 2016 is 13,772.71 € and that of 2015 13,514.82 €. Sales of Sport Experience in 2016 are 9,620.86 €.


c.- Other income from activities.

The balance of EUR 10,584.00 for 2016 relates to income from services (11,574.11 in 2015).

Fdo.: El Secretario



Vº Bº: El Presidente



NOTE 15. GRANTS, DONATIONS AND LEGACIES RECEIVED

The information on the grants received by the Foundation, which form part of equity, and on the surpluses taken to the abridged income statement in this connection is as follows:

Its detail at 31 December 2016 is shown below in euros:

Account	Grantor (specify private or public and, in the latter case, granting body and level of government)	Purpose and/or item acquired with the grant or donation	Year granted	Period over which recognized in profit or loss	Amount granted	Amount recognized in profit or loss in prior years	Amount recognized in profit or loss in 2013	Total amount recognized in profit or loss
725	Palma de Mallorca's Town Council	Terrain in Pal-Ma de Mallorca	2014	50 years	315.363,03	10.512,10	6.307,26	16.819,36
TOTALES					315.363,03	10.512,10	6.307,26	16.819,36

CHANGES IN BALANCE SHEET ITEMS				
Grants, donations and legacies received	Beginning balance	Increase	Decrease	Ending balance
132. Other grants, donations and legacies received	304.850,93	-	6.307,26	298.543,67
TOTALES	304.850,93	-	6.307,26	298.543,67

Fdo.: El Secretario



Vº Bº: El Presidente



Its detail at 31 December 2015 is shown below in euros:

Account	Grantor (specify private or public and, in the latter case, granting body and level of government)	Purpose and/or item acquired with the grant or donation	Year granted	Period over which recognized in profit or loss	Amount granted	Amount recognized in profit or loss in prior years	Amount recognized in profit or loss in 2012	Total amount recognized in profit or loss
725	Palma's Town Council	Solar	2014	50 years	315.363,03	4.204,84	6.307,26	10.512,10
TOTALES				50	315.363,03	4.204,84	6.307,26	10.512,10

CHANGES IN BALANCE SHEET ITEMS				
Grants, donations and legacies received	Beginning balance	Increase	Decrease	Ending balance
132. Other grants, donations and legacies received	315.363,03	-	6.307,26	304.850,93
TOTALES	315.363,03	-	6.307,26	304.850,93

Other disclosures:

In 2015 and 2014 corresponds to the Administrative Concession of a land granted by the Town Council of Palma de Mallorca and valued by an independent expert in 315.363,03 euros.

At 31 December 2015 and 2014, the Foundation had met all the requirements for being able to class the aforementioned grant and donation as non-refundable.

Fdo.: El Secretario



Vº Bº: El Presidente



16. ACTIVITIES OF THE FOUNDATION. USE OF EQUITY, ASSETS AND INCOME FOR THE FOUNDATION'S OWN PURPOSES. ADMINISTRATIVE EXPENDITURE.

16.1.- Activities of the Foundation.

ACTIVITY

Identification.

Denomination of activity	Center Social reintegration
Type of activity	Own
Identification of the activity by industry	Children and young people
Location of the activity	Spain

Detailed description of the activity performed.

Construction of a Social Reintegration Center in Palma de Mallorca on a plot of land provided by the City Council.

Economic resources used in the activity.

Investments	Accomplished
Construcción en curso	-
TOTAL	-

ACTIVITY 3

Identification.

Denomination of activity	Center Social reintegration
Type of activity *	Own
Identification of activity by sector	Children and young people
Place of development of the activity	Spain and India

Fdo.: El Secretario



Vº Bº: El Presidente



Detailed description of the activity performed.

a.- Integration and sport project: collaboration agreement with SOS Children's Villages in order to promote the personal and social development of children and young people at risk of exclusion, bringing sport and its values closer where children are in situations of isolation or risk of social exclusion.

b.- Comprehensive education project: corresponds to a collaboration agreement with the Vicente Ferrer Foundation, through the maintenance of a school of integral education and a center of training and practice of tennis, fomenting the sport of tennis, the training in computer science And English, school support and nutritional and health coverage. The beneficiaries of the program are between 7 and 16 years old.

c.- Project more than tennis: this project, in collaboration with Special Olympics Spain, promotes the practice of tennis to young people with intellectual disability in Spain with the purpose of integrating the beneficiaries in the society in conditions of equality, through the practice of a sport.

Human resources employed in the activity.

Type	Number		No. hours/Year	
	Planned	Performed	Planned	Performed
Salaried employees	2	2	3.040	3.040

Activity beneficiaries or users.

Type	Number	
	Planned	Performed
Legal entities	3	3

Economic resources employed in the activity.

Expenses / Investments	Amount	
	Planned	Planned
Aid and other expenses		
a) Monetary aid	290.000,00	313.828,52
Staff costs	145.000,00	182.105,41
Other expenses of the activity	220.000,00	223.259,35
Depreciation and amortization charge	15.000,00	56.519,10
Subtotal - Expenses	670.000,00	775.712,38
Acquisitions of non-current assets (excluding historical heritage assets)	-	9.114,00
Subtotal - Funds	-	9.114,00
TOTAL	670.000,00	784.826,38

Fdo.: El Secretario



Vº Bº: El Presidente



Activity objectives and indicators.

Objective	Indicator	Quantification	
		Planned	Performed
Achieve social objective	Economic aid granted	290.000,00	363.258,34

ACTIVITY 5

Identification.

Name of the activity	On-line sales
Tipo de actividad	Propia
Identification of activity by sector	General
Location of the activity	Spain

Detailed description of the activity performed.

The sale of products made through a contract with the firm E-Solutions. This company makes an annual liquidation in favour of the Foundation.

16.2.- Total economic resources employed by the Foundation.

Expenses / Investments	Amount	Amount
Aid and other expenses		
a) Monetary aid	700.000,00	363.258,34
Change in inventories of finished products and in process of manufacture	-	(7.610,38)
Procurement	-	403.944,02
Staff costs	145.000,00	182.105,41
Other expenses of the activity	220.000,00	223.259,35
Depreciation and amortization charge	15.000,00	56.519,10
Finance costs	-	13.702,27
Income tax	-	845,02
Subtotal - Expenses	1.080.000,00	1.236.023,13
Acquisitions of non-current assets (excluding historical heritage assets)	-	9.114,00
Subtotal - Funds	-	9.114,00
TOTAL	1.080.000,00	1.245.137,13

Fdo.: El Secretario



Vº Bº: El Presidente



16.3.- Total economic resources obtained by the Foundation.

Income obtained by the Foundation.

INCOME	Planned	Performed
Revenue from trading activities	12.000,00	23.393,57
Private contributions	1.322.000,00	1.947.525,26
Other income	-	10.755,36
TOTAL INCOME OBTAINED	1.334.000,00	1.981.674,19

Other economic resources obtained by the Foundation.

The Foundation has granted a loan by Banc Sabadell for 800.000 euros for finance the construction of social center in Palma de Mallorca.

Cooperation agreements with other entities.

Description	Income	Expenses
Agreement 1. With Aldeas Infantiles SOS	150.000,00	150.000,00
Agreement 2. With Fundación Vicente Ferrer	50.000,00	73.828,52
Agreement 3. With Special Olympics Spain	90.000,00	90.000,00

Differences between the action plan and activities performed.

Per its bylaws, the Foundation's founding object is to perform the activities indicated in Note 1.

The Foundation's financing takes the form basically of income from promotions, sponsors and collaboration agreements and grants received in relation to its own activities. In years in which income exceeds expenses, the difference is allocated to prior years' surpluses in order to cover years in which expenses exceed income.

The Foundation draws up a simple budget at the beginning of each year breaking down the basic items included in the action plan.

16.4.- Application of assets for own purposes.

Assets and rights that are part of the endowment and property and rights attached permanently to the foundational purposes.

All the income obtained by the Foundation are used in the Foundation's own activities.

Fdo.: El Secretario



Vº Bº: El Presidente



The table of results and surpluses not specifically allocated at 31 December 2016, which shows the Foundation's total income and the impact of the expenditures on assets and economic activity, is as follows, in Euros:

Year	Total income of the Foundation	Expenditures on assets and economic activity	Non-current asset additions	Depreciation and amortization	Expenditures on assets and economic activity (gain / loss)
2008	123.800,68	9.430,78	-	-	114.369,90
2009	138.488,28	72.345,44	-	-	66.142,84
2010	1.716.670,95	1.066.034,60	11.014,00	3.672,00	643.294,35
2011	1.330.245,20	300.900,57	-	3.672,00	1.033.016,63
2012	574.736,95	450.287,24	49.718,46	10.689,33	85.420,58
2013	574.121,64	293.566,09	5.908,02	12.593,60	211.023,34
2014	1.259.773,22	677.183,92	47.376,21	14.250,53	549.463,62
2015	2.308.789,52	797.544,91	1.055.740,44	22.526,44	478.030,61
2016	1.981.674,19	1.179.504,03	9.114,00	56.519,10	736.537,06

The Foundation is subject to the tax regime provided for in Law 49/2002. Under that Law, the income from the Foundation's activities is exempt from income tax and its financial and exceptional profits or losses are subject to income tax at 10%. The surplus must be used for the founding objects in the four years following the beginning of the year in which it was generated. If this requirement is not met, the exemption from tax of the surpluses from the Foundation's activities does not apply. In order to determine the degree to which the objects are met, "Total Income of the Foundation" includes all the Foundation's income with no offsetting, while "Expenditures on Assets and Economic Activity" must include the additions to non-current assets assigned to the founding objects and must exclude the related depreciation and amortization.

The Foundation was complying with the requirements relating to the reinvestment of surpluses for founding objects at 31 December 2016. The detail of results and surpluses not specifically allocated, as well as the related deadlines for allocating them, at 31 December 2016, is as follows:

Year	Total income from the Foundation's activities (1)	Common and specific expenses of the activities carried out in order to achieve the founding objects taken as a whole (2)	Investments made in own activities in 2014 (3)	% Amount used (((2)+(3))/(1))	Minimum amount to be used 70% of total income (4)	(Not yet used) surplus earmarked ((2)+(3)-(4))
2008	123.800,68	9.430,78	-	7,62%	86.660,48	(77.229,70)
2009	132.488,28	109.387,44	-	82,56%	92.741,80	16.645,64
2010	1.716.670,95	1.062.362,00	11.014,00	62,53%	1.201.669,67	(128.293,67)
2011	1.330.245,20	545.424,12	-	41,00%	931.171,64	(385.747,52)
2012	574.736,95	805.000,22	49.718,46	148,71%	402.315,87	452.402,81
2013	574.121,64	607.000,49	5.908,02	106,75%	401.885,17	211.023,34
2014	1.259.773,22	1.043.437,37	47.376,21	86,59%	881.841,25	208.972,33
2015	2.308.789,52	1.222.225,92	1.055.740,44	98,66%	1.616.152,66	661,813,70
2016	1.981.674,19	1.179.504,03	9.114,00	66,72%	1.387.171,93	(198.553,90)
						463.259,80

Fdo.: El Secretario



Vº Bº: El Presidente



The detail of the expenses included under “Common and Specific Expenses of the Activities Carried out in Order to Achieve the Founding Objects Taken as a Whole” in 2016 and 2015 is as follows:

Income statement line item	Type of expense	2016	2015
600	Purchases	5.527,32	-
607	Work performed by other companies	398.416,70	573.515,56
621	Rent	68.379,03	43.730,92
622	Repair and upkeep expenses	2.951,20	2.672,10
623	Professional services	70.614,51	74.579,75
625	Insurance	4.442,13	6.380,70
626	Bank Services	143,93	118,33
628	Utilities	5.199,85	5.730,19
629	Other expenses	57.859,66	44.922,09
631	Other tributes	13.669,04	2.646,34
640	Salaries	146.254,73	190.910,59
642	Employer social security costs	34.232,58	28.105,16
649	Other employee benefit costs	1.618,10	1.471,74
650	Aid	363.258,34	237.894,49
610	Changes in inventories of finished goods and work in progress	(7.610,38)	235,00
662	High financials expenses	13.702,27	9.312,96
6300	Impuesto sobre beneficios	845,02	-
Total		1.179.504,03	1.222.225,92

Table of use of income and proceeds.

The model established by the Ministry.

16.5- Administrative expenditure

During 2016, there are no Administration fees.

Alternative limits on the administrative expenditure (Article 33 of Royal Decree Regulation 1337/2005)	
5% of own funds	164.989,99
Summary of administrative expenditure	
Expenses reimbursable to trustees	10.852,02
Expenses incurred directly in asset management	
Not exceeding (-) the applicable maximum limit	

The detail of the administrative expenditure recognized in 2016 is as follows:

Detail of administrative expenditure					
Concept	Name of account	Income statement line item	Type of expense	Basis of allocation to asset management	Amount
Travel expenses	Travel expenses	62904	Travel expenses	-	10.852,02
TOTAL				-	10.852,02

Fdo.: El Secretario



Vº Bº: El Presidente



This administrative expenditure is incurred by the trustees as members of the Board of Trustees of the Foundation and, accordingly, are reimbursable to them provided that they are correctly supported and do not exceed the following limits:

a.- As a general rule, up to 10% of the net income that the Foundation has obtained in the year.

b.- If the Board of Trustees so requests expressly and provides grounds for its request, the Committee of Protectors may increase this percentage, for each year, to 20% of net income.

c.- In exceptional cases in which, pursuant to the aforementioned rules, the administrative expenditure cannot be satisfactorily covered, the Committee of Protectors may permit, for a given year, that the amount of such expenses be calculated on the basis of the net assets up to the maximum limit of 5% of the net assets.

Alternative limits (Article 33 Royal Decree Regulations 1337/2005)							
20% of the basis of the calculation per Article 27 of Law 50/2004 and Article 32.1 of Royal Decree Regulations 1337/05 (2)							
Financial Year	5% of own funds (1)	Net income	20% of total net income	Expenses incurred directly in asset management (3)	Expenses reimbursable to trustees (4)	Total qualifying administrative expenditure for the year (5) = (3)+(4)	Exceeds (+) Does not exceed (-) the maximum limit (the higher of 1 and 2) - (5)
2016	164.989,99	1.981.674,19	396.334,84	10.852,02	-	10.852,02	NOT EXCEED

NOTA 17. PERSONAL DE ALTA DIRECCIÓN Y PATRONOS

In 2015 and 2014, the trustees did not receive any remuneration in any connection.

The Foundation has not granted any loans or advances to the members of the Board of Trustees and it does not have any supplementary pension, retirement bonus, special benefit or life insurance obligations to them.

The Foundation does not have any senior executives as this function is discharged by the members of the Foundation's Board of Trustees




NOTE 18. OTHER DISCLOSURES

Changes in the governing, management and representation body.

In 2016 there is no change in the Board of Trustees.

On September 17 of 2014 M^a Francisca Perelló replaced Sebastián Nadal as Secretary of the Foundation.

2016

Members	Position	Position
Rafael Nadal	Founder trustee and member	Founder trustee and member
Ana María Parera	President	President
M ^a Francisca Perelló	Secretary	Secretary

2015

Members	Position	Position
Rafael Nadal	Founder trustee and member	Founder trustee and member
Ana María Parera	President	President
M ^a Francisca Perelló	Secretary	Secretary

Disclosures on authorizations granted by the Committee of Protectors or administrative authority.

No transactions were performed for which authorization was requested from the Committee of Protectors in 2016 or 2015.

Employees.

The average number of employees in 2016 and 2015, by category, was as follows:

Category	31/12/2016	31/12/2015
Managers	3	2
Cleaning staff	1	1
Total	4	3

Fdo.: El Secretario



Vº Bº: El Presidente



NOTE 18. OTHER DISCLOSURES

Changes in the governing, management and representation body.

In 2016 there is no change in the Board of Trustees.

On September 17 of 2014 M^a Francisca Perelló replaced Sebastián Nadal as Secretary of the Foundation.

2016

Members	Position	
Rafael Nadal	Fouder trustee and member	Founder trustee and member
Ana María Parera	President	President
M ^a Francisca Perelló	Secretary	Secretary

2015

Members	Position	
Rafael Nadal	Fouder trustee and member	Founder trustee and member
Ana María Parera	President	President
M ^a Francisca Perelló	Secretary	Secretary

Disclosures on authorizations granted by the Committee of Protectors or administrative authority.

No transactions were performed for which authorization was requested from the Committee of Protectors in 2016 or 2015.

Employees.

The average number of employees in 2016 and 2015, by category, was as follows:

Category	31/12/2016	31/12/2015
Managers	3	2
Cleaning staff	1	1
Total	4	3

Fdo.: El Secretario



Vº Bº: El Presidente



Also, the headcount at the end of 2016 and 2015, by category and gender, was as follows:

Category	2015		2014	
	Men	Women	Men	Women
Managers	-	3	-	2
Cleaning staff	-	1	-	1
Total	-	4	-	3

There are no people employed during the 2016 and 2015 exercises, with a disability greater than or equal to 33%.

Fees paid to auditors.

In 2016 the fees for the financial audit services provided by the auditor of the Foundation's abridged financial statements, BDO, S.L.P., were as follows:

Description	2016	2015
Audit services	9.474,44	6.000,00
Total professional services	9.474,44	6.000,00

Off-balance-sheet agreements.

At 31 December 2016, the Foundation did not have any significant agreements not shown in the accompanying abridged balance sheet.

NOTE 19. INFORMATION ON THE DEFERMENT OF PAYMENTS MADE TO SUPPLIERS. THIRD ADDITIONAL PROVISION. "DUTY TO INFORM" OF LAW 15/2010, OF JULY 5

In accordance with the disposal end second law 31/2014, of 3 December, amending the companies act of Capital for the improvement of corporate governance, it modifies the third additional provision of Act 15/2010, July 5, modification of the law 3/2004, of 29 December, which establishes measures to combat late payments in commercial transactions, and with regard to the resolution of 29 January 2016, the Institute of accountancy and audit of accounts, the information to be incorporated in the memory of the annual accounts relating to that Act, the information is as follows for the year 2016:

	2016 Days	2015 Days
Average payment period to suppliers	30	30

Fdo.: El Secretario



Vº Bº: El Presidente



NOTE 20. EVENTS AFTER THE REPORTING PERIOD

In the period from 31 December 2016 to the date on which these abridged financial statements were authorized for issue no significant events took place making it necessary to amend or extend the disclosures included herein.

NOTE 21. EXPLANATION ADDED FOR TRANSLATION TO ENGLISH

These abridged financial statements are presented on the basis of the regulatory financial reporting framework applicable to the Foundation (see Note 2). Certain accounting practices applied by the Foundation that conform with that regulatory framework may not conform with other generally accepted accounting principles and rules.

NOTA 14. ABRIDGED ANNUAL REPPORT

APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE (ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

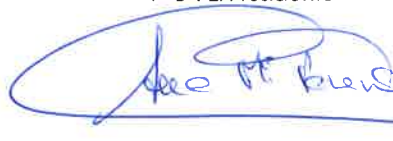
I. CALCULATION OF THE APPLICATION BASE AND MINIMUM RESOURCES TO ALLOCATE OF THE FINANCIAL YEAR 01/01/2016-31/12/2016

RESOURCES	AMOUNT
Income for the period	745.651,06
1.1. Positive adjustments of the Accounting Result (breakdown in sheet 1.1)	
1.1. A) Amount allocated for amortization of property, plant and equipment subject to activities in purposes fulfilment	56.519,10
1.1. B) Common and specific expenses to all activities performed in purposes fulfilment	1.179.504,03
TOTAL OF NON-DEDUCTIBLE EXPENSES	1.236.023,13
1.2. Negative adjustments of the Accounting Result (breakdown in sheet 1.2)	
Non computable income	
APPLICATION BASE	1.981.674,19
RENT TO BE DESTINED	
Import	1.387.171,93
% Minimum Resources to allocate to purposes according to the Board agreement	70,00%

Fdo.: El Secretario



Vº Bº: El Presidente



APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE
(ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

1.1. POSITIVE ADJUSTMENTS OF THE ACCOUNTING RESULT

1.1. A) Amount allocated for amortization of property, plant and equipment subject to activities in purposes fulfilment (Art.32.4.a) (Regulation R.D.1337/2005)				
Account number	PL entry	Patrimonial element subject to the activity with purposes fulfilment	Amortization of the patrimonial element of the fiscal year	Total amortized amount of the patrimonial element
680	10	Intangible assets amortization	6.504,70	17.757,20
681	10	Property, plant and equipment amortization	50.014,40	106.165,80
TOTAL 1.1. A) Amortization			56.519,10	123.923,00

1.1. B) Common and specific expenses to all activities performed in purposes fulfilment (except amortizations and depreciation of the intangible assets, property, plant and equipment)				
Account number	PL entry	Expense description	Percentage of the allocation to the own activity in fulfilment the purposes	Amount
600	9	Compras	100	5.527,32
607	9	Work carried out by other companies	100	398.416,70
610	9	Changes in inventories of finished goods and work in progress	100	(7.610,38)
621/629	9	Rents and royalties	100	209.590,31
631	9	Taxes	100	13.669,04
640/649	8	Salaries	100	182.105,41
650	3	Other social expenses	100	363.258,34
662	15	Financial expenses	100	13.702,27
6300		Impuesto sobre beneficios	100	845,02
TOTAL 1.1. B) Gastos comunes y específicos				1.179.504,03

TOTAL 1.1. POSITIVE ADJUSTMENTS OF THE ACCOUNTING RESULT (Amount of the cell B10 "Non-deductible expenses" in the table I "Calculation base and minimum resources")	1.236.023,13
---	---------------------

Fdo.: El Secretario



Vº Bº: El Presidente



APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE
(ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

1.2. NEGATIVE ADJUSTMENTS OF THE ACCOUNTING RESULT

1.2 A) Income from the disposal or encumbrance of assets and rights provided in the form of endowment or affected by the Board on a permanent basis to the foundational purposes (art. 32.2 a) (R.D. 1337/2005)			
Account number	PL entry	Transferred or encumbered element	Amount
SUBTOTAL			-

1.2. B) Income from the onerous transfer of immovable property where the activity is carried out in fulfilment of the purposes with the condition of reinvesting it in real estate with the same goal (art. 32.2 b) R.D. 1337/2005)			
Account number	PL entry	Property transmitted	Amount
SUBTOTAL			-

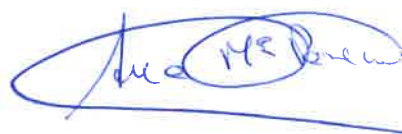
1.2. C) Contributions or donations received for endowment (art. 32.3 R.D. 1337/2005)			
Account number	PL entry	Contribution or donation received	Amount
SUBTOTAL			-

TOTAL 1.2. TOTAL OF NEGATIVE ADJUSTMENTS OF THE ACCOUNTING RESULT (Amount of the cell B12 "Ingresos no computables" in the table I "Calculation base and minimum resources")	-
--	---

Fdo.: El Secretario



Vº Bº: El Presidente



APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE
(ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

2. RESOURCES USED IN THE YEAR.

1. Expenditure in compliance purposes	IMPORT			TOTAL
Expenses of the activities	1.179.504,03			1.179.504,03
2. Investments made in the activity during the year (breakdown sheet 2.b)	Own Funds	Grants, donations and legacies	Debt	
2.1. Made during the year	9.114,00			9.114,00
2.2 From previous years				
a) Debts written off in the year incurred in previous exercises				-
b) Allocation of grants, donations and bequests of capital from previous years				-
TOTAL (1+2)				1.188.618,03

Fdo.: El Secretario



Vº Bº: El Presidente



APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE
(ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

2. A) INVESTMENTS MADE IN ITSELF EFFECTIVELY ACTIVITY IN COMPLIANCE WITH FINES

Account number	Balance entry	Investment detail	Acquisition		Form of financing			Investment computed as compliance purposes		
			Date	Acquisition value	Equity	Grant, donation or bequest	Loan	Amount to the fiscal year (N-1)	Amount in the fiscal year (N)	Outstanding amount
203	II	Industrial property	31.07.16	519,00	519,00	-	-	-	-	-
21501	II	Other fixtures	31.03.16	554,50	554,50	-	-	-	-	-
21601	II	Furniture	31.12.16	6.759,50	6.759,50	-	-	-	-	-
217	II	Computer hardware	30.06.16	1.281,00	1.281,00	-	-	-	-	-
TOTALES				9.114,00	9.114,00	-	-	-	-	-

Fdo.: El Secretario



Vº Bº: El Presidente



APPLICATION MODELS TO EXPRESS THE DESTINATION OF INCOME AND REVENUE
(ART. 27 LAW 50/2002 and 32 R.D. 1337/2005)

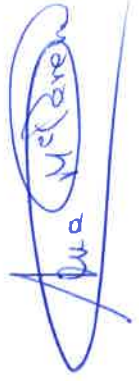
3. ADMINISTRATIVE EXPENSES (art. 27.3 Law 50/2002 y art. 33 of the Regulation)

3.1 A) DETAILS OF ADMINISTRATIVE EXPENSES						
Account number		PL entry	Expense description	Amount		
62904		9	Locomotion expenses	10.852,02		
			Subtotal	10.852,02		
3.1 B) THE AMOUNT OF THE LIMIT ADMINISTRATIVE EXPENSES						
EXERCISE	Alternative Limits (art. 33 R.D. 1337/2005)		Expenses directly caused by the administration of the estate (3)		TOTAL COST MANAGEMENT EXERCISE (5)=(3)+(4)	Exceeds or does not exceed the maximum limit (the greater of 1 and 2) -5
			Compensable expenses to employers (4)			
	2016	5% of the equity (1)	20% of the application base (2)	164.989,99	396.334,84	10.852,02

Fdo.: El Secretario



Vº Bº: El Presidente



MODELOS DE APLICACIÓN PARA EXPRESAR EL DESTINO DE RENTAS E INGRESOS
(ART. 27 LEY 50/2002 Y 32 R.D. 1337/2005)

II. DESTINO Y APLICACIÓN DE RENTAS E INGRESOS A FINES

Exercise	EXCESS OF THE YEAR	NEGATIVE ADJUSTMENTS	POSITIVE ADJUSTMENTS	CALCULATION BASIS	RENT TO BE DESTINED		RESOURCES INTENDED FOR PURPOSES	APPLICATION OF THE RESOURCES INTENDED FOR COMPLIANCE WITH THEIR PURPOSES						OUTSTANDING AMOUNT
					Import	%		2011	2012	2013	2014	2015	2016	
2011	779.880,70	-	559.364,50	1.339.245,20	937.471,64	70%	555.692,50	1.185.661,37						1.185.661,37
2012	(249.230,30)	-	810.500,54	561.270,24	392.889,17	70%	849.529,57		937.471,64					937.471,64
2013	(46.135,52)	-	603.183,57	557.048,05	389.933,64	70%	596.497,92			392.889,10				392.889,10
2014	202.085,32	-	1.057.687,62	1.259.772,94	881.841,06	70%	1.405.914,61				881.841,06			881.841,06
2015	1.064.037,18	-	1.244.752,36	2.308.789,54	1.616.152,68	70%	2.277.966,36					1.616.152,68		1.616.152,68
2016	745.651,06	-	1.236.023,13	1.981.674,19	1.387.171,93	70%	1.179.504,03						1.387.171,93	1.387.171,93
TOTAL								1.185.661,37	937.471,64	392.889,10	881.841,06	1.616.152,68	1.387.171,93	1.387.171,93

Fdo.: El Secretario



Vº Bº: El Presidente



DEBT						
	DEBT DESCRIPTION	FORMALIZATION DATE	NOMINAL VALUE	REFUND VALUE	AMORTIZED OR RETURNED AMOUNTS	SATISFIED INTERESTS
LONG TERM	CREDIT BANK DEBTS					
	Bank Sabadell Loan	19.05.2015	800.000,00 €		244.594,25€	13.702,27 €
	(Description)					
	CREDITORS FOR FINANCIAL LEASING					
	(Description)					
	(Description)					
	DEBT WITH GROUP COMPANIES AND ASSOCIATES					
	(Description)					
	(Description)					
	SUPPLIERS OF IMMOVABLE ASSETS					
	(Description)					
	(Description)					
	BY GRANT REFUNDABLE					
	(Description)					
	(Description)					
	FOR DEPOSITS AND GUARANTEES					
	(Description)					
	(Description)					
	OTHER DEBT					
	(Description)					
SHORT TERM	Short-term provisions	31.12.2016	22.131,96 €			
	Suppliers	31.12.2016	11.704,46 €			
	Other creditors	31.12.2016	111.133,92 €			
	Short-term accruals	31.12.2016	10.413,10 €			

Fdo.: El Secretario



Vº Bº: El Presidente



FOUNDATION: RAFA NADAL

END OF 2016
INVENTORY

ASSETS AND RIGHTS						
ELEMENT DESCRIPTION	ACQUISITION DATE	TOTAL BOOK VALUE	OTHER VALUATIONS PERFORMED	AMORTIZATIONS, DEPRECIATION AND OTHER OFFSETTING ENTRIES	BURDENS AND ENCUMBRANCES	OTHER CIRCUMSTANCES
PROPERTY, PLANT AND EQUIPMENT						
Land and natural assets						
(Description)						
Constructions						
(Description)	31.12.2016	1.036.006,67 €		31.080,20 €		
Technical facilities						
Terminal Digital	31.12.2012	766,76 €		68,69 €		
Other property, plant and equipment						
Other facilities	31.12.2014	38.345,18 €		6.717,59 €		
Other facilities social center	31.12.2015	36.866,71 €		6.902,13 €		
Furniture	31.03.2016	554,50 €				
Equipment for information processing	31.12.2014	14.890,25 €		1.489,09 €		
Furnishings social center	31.12.2015	23.831,77 €		2.886,49 €		
Transport Elements	31.12.2016	6.759,50 €				
Fixed assets in progress	31.12.2014	6.315,34 €		870,21 €		
Constructions	30.06.2016	1.281,00 €				
Constructions						
Land and natural assets						
(Description)						
31						
Investigation						
(Description)						
Development						
(Description)						
Administrative concessions						
(Description)	31.12.2014	315.363,03 €		6.307,26 €		
Intellectual and industrial property						
Brands	31.12.2014	535,68 €				
Computer applications	31.07.2016	519,00 €				
MAC HOME LICENSES AND WARRANTIES						
Other intangible assets	31.12.2012	789,74 €		197,44 €		
(Description)						
Investigation						

Fdo.: El Secretario



Vº Bº: El Presidente



HISTORICAL HERITAGE PROPERTY						
Property						
(Description)						
Files						
(Description)						
Libraries						
(Description)						
Museums						
(Description)						
Movable property						
(Description)						
Other goods of historical and artistic value not included in Law 16/1985						
(Description)						
INVESTMENT PROPERTY						
Land and natural assets						
(Description)						
Buildings						
(Description)						
LONG-TERM FINANCIAL INVESTMENT IN GROUP AND ASSOCIATE ENTITIES						
Negotiable values						
(Description)						
Loans and other loans granted						
(Description)						
OTHER LONG-TERM FINANCIAL INVESTMENTS						
Negotiable values						
(Description)						
Loans and other loans granted						
(Description)						
Bonds and deposits						
Security deposit Endesa	31.01.2012	3.983,65 €				
Deposits Banco Sabadell	31.12.2015	1.000.000,00 €				
Security Deposit Manacor	31.12.2016	6.000,00 €				
Security Deposit Manacor	31.12.2016	1.200,00 €				

Fdo.: El Secretario



Vº Bº: El Presidente



DEVELOPMENT OF ABBREVIATED FINANCIAL STATEMENTS

Pursuant to current trading regulations, the **Foundation of RAFA NADAL** draw up the annual accounts corresponding to the financial year ending on December 31, 2016, which are composed of the attached pages number 1 to 48.

Barcelona, June 20th 2017



Ms. Ana María Parera
President



Ms. María Francisca Perelló
Secretary

Fdo.: El Secretario



Vº Bº: El Presidente