

Flynn Pharma Ltd. Transfer of Value

Methodological Note (2017)

All activities and engagements carried out by Flynn Pharma Ltd. (Flynn) with healthcare professionals (HCPs), other relevant decision makers (ORDMs), healthcare organisations (HCOs) and patient organisations in the UK (and across the wider EU) are both in accordance with, and in keeping with, the spirit of the Association of British Pharmaceutical Industry Code of Practice for the Pharmaceutical Industry, 2016 (the Code). As such, all Transfers of Value (ToV) will be published in accordance with the Code on the ABPI Central Platform.

In advance of submission of data to the ABPI Central Platform, all parties will receive notification from Flynn for all ToV that Flynn intends to disclose. This notification will also include information on a process for managing queries.

Once all data have been verified they will be uploaded onto the ABPI Central Platform by the end of March 2017, for disclosure during 2017.

All payments, or payments in-kind, made by Flynn will be collated on a secure internal company database.

All ToV will be allocated to one of the categories outlined below:

- Registration Fees; Registration fees paid by Flynn to or on behalf of an HCP associated with their attendance at national or international educational meetings, congresses or courses
- Travel & Accommodation; Costs associated with travel, subsistence and accommodation agreed as part of sponsorship paid by Flynn to or on behalf of a HCP associated with their attendance at national and international educational meetings, congresses or courses
- Fees; including speaker honoraria, consultancy fees, fees for market research or advisory activities carried out by HCPs or HCOs for or on behalf of Flynn
- Related Expenses; Travel costs and subsistence incurred by a HCP while carrying out engagements on behalf of Flynn or agreed as part of their sponsorship
- Donations, grants and benefits in kind; following a written request, a *'donation'* is a contribution made towards the work or fund raising activities that a HCO carries out independent of Flynn. Following a discussion or a request from a HCO, a *'grant'* is a contribution to some, or all, of the costs of an activity that a HCO carries out independent of Flynn. Following a request or discussion with a HCO, *'a benefit in kind'* is the provision of a service, benefit, technical or administrative input given to a HCO as an alternative to a financial contribution (donation or grant); the approximate cost of the benefit in kind (the cost the HCO would reasonably expect to pay) is the value of the ToV recorded
- Contribution to the cost of an event; this may include sponsorship or support for the running of an event by an organisation independent to Flynn

Paperwork associated with all activities will be recorded, stored and made available by Flynn as required by the Code.

In a situation where a payment is made to an organisation (such as a departmental meeting, or research budget/ fund), but is intended for the use of a specific individual, the payment will be recorded and declared as a payment made to that individual.

All payments made by Flynn will be subject to the appropriate local taxes (Flynn is not responsible for the tax arrangement of individuals or organisations or the subsequent reporting thereof in relation to any ToV made by Flynn).

In line with all invoices and payment requests received, Flynn will pay all fees and appropriate local taxes such as 'Value Added Tax' at the specified local rates.

From January 1st 2015, all contracts (both one-off contracts and annual contracts) make clear the intention of Flynn to comply with both the letter, and the spirit, of the Code in relation to the publication of all ToV made during 2016.

Multiyear contracts will be reviewed on an annual basis to ensure compliance with the Code and any changes in the reporting requirements relating to ToV.

Where payments are made to groups or individuals in Europe, and paid in Euros (Eu), these payments will be declared in Pounds Sterling (£) on the ABPI Central Platform calculated using a fixed exchange rate for 2016 payments of 1.2 (Eu):1 (£).

Where individuals or organisation withdraw their consent or in situations where consent couldn't be obtained, ToV will be declared in aggregate.