RULES FOR ALLOCATION OF AID BY FUNDACIÓN CANNA TO RESEARCH PROJECTS ON CANNABIS.

FUNDACIÓN CANNA is a non-profit organisation listed in the Registry of Foundations of the Ministry of Education with the following objectives of general interest:

- 1. Scientific study and research of the cannabis plant and its active principles, particularly with regard to their effects on the human body and mind.
- 2. Scientific research related to the use of cannabis and its derivatives, through the obtaining of data on the habits of consumers, patterns of use and associated dangers.

Fundación CANNA provides aid to scientific research projects on cannabis.

Through this call for applications, the Fundación Canna wants to lay greater emphasis on cannabis research.

Rules:

1- Under this call, aid will be given to investigators from the European Union who are university graduates.

The following are explicitly excluded from the call: projects whose performance requires clinical trials with human beings or animals; those relating to any substance other than cannabis, to unauthorised cannabis cultivation or to the production of cannabis derivatives.

Projects submitted under this call must consist exclusively of research works on cannabis.

The maximum amount requested per project may not exceed 50,000 euros. Special attention shall be given to those projects in which the Fundación Canna is the only institution financing the research during its development or, in all events, those in which it is the principal financier.

- **2-** The aid is intended for research projects with a minimum duration of one year and maximum of three years.
- **3-** Applications to participate in this call must be submitted using the application form enclosed with these Rules.

All applications must be accompanied by the following documents:

- a) Project report
- b) Curriculum vitae of the research team
- c) A copy of the Rules of this call for applications, signed in witness of acceptance by the applicant
- d) Photocopy of the investigator's tax identification number document.

All documentation must be submitted in electronic format.



The project report must indicate whether the project constitutes new research or a continuation of another project begun previously. In the latter case, an indication must be given of any economic aid received for the previous research and the institution from which it was received. The report must enclose a detailed budget of each of the expenses of the research.

- **4-** The period for submission of applications shall be: all of 2017. Only applications made using the forms enclosed with these Rules shall be eligible for consideration.
- **5** All applications submitted within the stipulated period and on the forms provided shall be examined by the scientific board of Fundación Canna, which may, if it deems necessary, request the opinion of experts on the subject corresponding to the research project for the purposes of a better assessment.

In determining the beneficiaries of the aid from Fundación Canna, the scientific board shall employ criteria of impartiality and non-discrimination.

6 - Projects may be submitted by a group of investigators provided that a principal investigator is designated.

The same investigator may not be included in more than one project submitted to this call.

- **7-** The final decision of the scientific board of Fundación Canna to approve or reject projects may not be appealed and shall bring the selection process to an end.
- **8** Fundación Canna shall notify the interested parties directly of the decision of the scientific board. Any rights and obligations arising from development of projects benefitting from aid shall be regulated in accordance with these Rules.

The amount of the aid shall be deposited with the bank institution designated by the successful applicant.

Research aid awarded by Fundación CANNA under this call shall not be liable for Value Added Tax, given that it does not meet all the requirements referred to in Article 4.1 of the Spanish Value Added Tax Act (Act 37/1992).

The period for execution of the project shall begin on the date on which the aid is deposited. The investigator undertakes to continue the project without interruption until its completion, without any prior or future commitment's preventing compliance with the obligations arising from these Rules.

The principal investigator undertakes to conduct the research work in accordance with the scientific and economic report of the project and under the conditions stipulated in these rules, with no alteration to the budgets, study lines or members of the research team.



10- In the case of those projects that are approved for financing, Fundación Canna shall provide the aid as established in the economic report for the execution of the project as follows:

- a) Research projects with a duration of 1 year: 100% of the economic amount shall be made available at the start of the project.
- b) Research projects with a duration of 2 years: 50% of the economic amount shall be made available at the start of the project and 50% at the start of the second year.
- c) Research projects with a duration of 3 years: 50% of the economic amount shall be made available at the start of the project, 25% at the start of the second year and the remaining 25% at the start of the last year.

In the case of projects performed by a group of investigators, the aid shall be deposited in the account of the principal investigator or the institution he or she represents, who shall distribute it among the other investigators under the terms established in the project.

A maximum of 5% of the project funds may be dedicated to finance management costs or indirect costs.

Payments of the amounts corresponding to the second and third yearly instalments shall be made upon receipt of the annual report referred to in the following section. The investigator must notify Fundación CANNA of any other aid obtained for financing the project benefitting under this call. This notification must be made as soon as the beneficiaries become aware of said situation and, in all cases, prior to the annual accreditation of the application of the funds received from Fundación CANNA.

11- Each year, the investigator must submit a report setting out the situation of the research work approved as well and giving reasons for any expenditure above the budgeted amounts.

A final report must be issued within 30 days of completion of the project. This report must be preceded by an executive summary, written in educational and informational form, stating in particular the achievements of the research and its implications.

In the report itself, as well as setting out the results obtained, an indication must be given of any changes to the research objectives stated in the application, conclusions, publications or work in course of publication, as well as a final economic report explaining the distribution of the amounts provided by Fundación CANNA.

The investigator shall send a copy (insert) of any publications made up to publication of this report on the project financed by Fundación CANNA, and undertakes to continue doing so in the future with subsequent publications on the matter.

Any communications/publications made during financing of the research project and any subsequent ones must make reference to Fundación CANNA's participation in the funding and development of the project.

The investigator accepts that Fundación CANNA may notify any media it considers appropriate of the project and the participating investigators being provided with aid under this call.

The investigator shall be obliged to participate in any acts related to this aid programme organised by Fundación CANNA.



The scientific board of Fundación CANNA shall designate from among its members one who shall inspect and monitor the development of the research project and application of the funds received from Fundación CANNA for execution of the project.

12- The aid to research awarded by Foundation CANNA shall be made in compliance with its statutory objectives and are not conditional on the technical or economic results of the project.

Nonetheless, in order to reinforce the fulfilment of the purpose and aims of Fundación CANNA, it may reproduce, publicly distribute, communicate and use the research work made through any dissemination media existing upon signing of this agreement, anywhere in the world, for a maximum duration as established in Articles 26 and following of the Spanish Law of Intellectual Property [Ley de la Propiedad Intelectual], for protection of proprietary rights.

Likewise, should the results prove to be of interest for the aims of this Foundation, any inventions and industrial copyright that might derive strictly from the research work conducted during the funding period of the project shall pertain to Fundación CANNA.

13- Failure to fulfil the obligations deriving from these rules, shall render null and void the funding of the project by Fundación CANNA.

14- Data protection

- a. With regard to the processing of data made during application of the aid, the applicant undertakes to comply with the provisions of the Spanish Data Protection Act (Organic Law 15/1999, of 13 December 1999, hereafter, the DPA) and with the regulation developing said Organic Law. For files containing personal data, the applicant must introduce and maintain all opportune technical and organisational measures necessary to achieve the required level of security in accordance with the terms of Royal Decree 1720/2007, of 21 December, and any other legislation complementing, amending or repealing same in the future, for the purpose of guaranteeing the security and integrity of the personal data and avoiding its unauthorised alteration, loss, processing or access, taking into account the state of the technology, the nature of the data stored and the risks to which they are exposed, whether these derive from human action or from the physical or natural medium, in compliance with the requirements of current legislation. At minimum, the applicable level of security shall be the basic level, both for automated and non-automated processing, although this level must be adapted in accordance with the data in question. Should its files contain health data, the level of security applied must be that classed as high security.
- b. Any personal data voluntarily furnished and those furnished during the process of applying for aid shall be compiled in a file controlled by Fundación CANNA (World Trade Center, Edificio Sur, 2a planta, Muelle de Barcelona, 08039 Barcelona). All data requested are essential for the purposes of attending to the application and the recipients thereof shall be the organisations indicated in this stipulation. The main purpose of processing of data shall be to attend to the application and where applicable, any aid that may be awarded. All data compiled, as well as prior processing and assignments, are essential for management of the application and/or aid. In the event of furnishing third party personal data (biographies, details of the research team, etc.), the applicant undertakes to inform said persons of the full contents of this clause, under the same terms as the applicant has been informed, and to obtain the explicit consent of these persons whose data it is going to furnish, for the purposes of its use by Fundación CANNA for data processing as envisaged in this clause. In the event of any variation in the data furnished to the Fundación CANNA for its processing under the terms of this clause, the applicant shall notify Fundación CANNA in order that it can make this modification.



- c. The applicant for the aid authorises Fundación CANNA to process the data furnished for the following ancillary advertising and commercial purposes:(1) Performing segmentation, market and statistical studies, for adapting advertising and communication actions relating to the aid, and to the products and services indicated in the previous point to their profile;(2) Sending it information, including by electronic media (SMS, telephone, e-mail and any other equivalent medium) on Fundación CANNA's aid programme, and on products and services related to the following categories (both from Fundación CANNA and third companies with whom it reaches collaboration agreements): Fundación CANNA scholarships and aid schemes.
- d. The institutions receiving the data thus notified shall enter them in a file under its control; they shall be processed for the purposes set out in the previous paragraphs, said organisations being the sole recipient of the data. Upon termination of the relationship between Fundación CANNA and the applicant, Fundación CANNA may continue to make use of its data for commercial and advertising purposes under the terms established in this clause, until such time as the applicant revokes the consent given.
- Applicants for the aid grant their explicit consent and authorise Fundación CANNA, under the aegis of Organic Law 1/82 of 5 May on Civil Protection of the Right to Honour, Individual and Family Privacy and Image, to obtain photographs of these applicants and to use said photographs in any publicity and/or promotional activity related to the aid itself conducted by Fundación CANNA. Fundación CANNA reserves the right to use the photographs, without being obliged to do so, and in all cases for the purposes set out in these Rules, and may use the photographs totally or partially, and may modify or adapt same. The rights transferred thereby to Fundación CANNA on the photographs shall be all rights of exploitation that are essential for performance and communication in any activity publicising and/or promoting the aid. This authorisation is granted entirely freely and no applicant for aid may bring any claim against Fundación CANNA as a consequence of the present authorisation. By way of their acceptance of the present rules, Applicants expressly renounce any subsequent judicial or extrajudicial claim against Fundación CANNA, for the use of these images in accordance with, and for the purposes established in, the present Rules.The data compiled from these images shall be included in a file, controlled by Fundación CANNA, housed in World Trade Center, Edificio Sur, 2a planta, Muelle de Barcelona, 08039 Barcelona, with the exclusive purpose of the use of the contents of the photographs for the purposes described above. Finally, applicants for aid undertake to co-operate in the promotion of the aid through their collaboration with the different communication actions that the Fundación CANNA wishes to carry out for this purpose (interviews in the media, presence on social media, etc.).
- f. The owner of the data may exercise his/her rights to access, rectification, cancellation and opposition to the processing thereof, by writing to Fundación CANNA, World Trade Center, Edificio Sur, 2a planta, Muelle de Barcelona, 08039 Barcelona, or by calling the following telephone number...
- **15-** The registered address for the purposes of communications to the investigator shall be that shown in the application, and for Fundación CANNA it shall be that of its corporate head Offices, World Trade Center, Edificio Sur, 2a planta, Muelle de Barcelona, 08039 Barcelona. Any change thereto shall be notified to the other party by authenticated written communication, either by letter or by acknowledgement of receipt.

