

U. S. - JAPAN COUNCIL (JAPAN)
Financial Statements
For the Year from January 1 to December 31, 2017

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U.S. - Japan Council (Japan)

Balance Sheet
As of 12/31/2017

(UNIT:JPY)

Account Items	As of December 31, 2017	As of December 31, 2016	VAR
I Asset			
1 Current Assets			
Cash and cash equivalent	85,158,477	62,828,741	22,329,736
Total Current Assets	85,158,477	62,828,741	22,329,736
2 Fixed Assets			
(1) Basic Funds			
Cash and cash equivalent	3,000,000	3,000,000	0
Total Basic Funds	3,000,000	3,000,000	0
(2) Specific Funds			
Prepaid Insurance	552,406	653,765	-101,359
PC	0	5,048	-5,048
Cash and cash equivalent-GENERAL Specific Funds	126,571,952	120,730,802	5,841,150
Cash and cash equivalent-TOMODACHI Specific Funds	294,217,557	408,815,174	-114,597,617
Total Specific Funds	421,341,915	530,204,789	-108,862,874
(3) Other Fixed Assets			
Total Other Assets	0	0	0
Total Fixed Assets	424,341,915	533,204,789	-108,862,874
Total Assets	509,500,392	596,033,530	-86,533,138
II Liabilities			
1 Current Liabilities			
Other payable	2,697,955	5,129,694	-25,008,618
W/H Tax	382,160	102,300	279,860
Due to USJC(US)	82,078,362	57,596,747	24,481,615
Total Current Liabilities	85,158,477	62,828,741	22,329,736
2 Fixed Liabilities			
Total Fixed Liabilities	0	0	0
Total Liabilities	85,158,477	62,828,741	22,329,736
III Net Assets			
1 Specified Net Assets			
Basic Fund	424,341,915	533,204,789	-108,862,874
TOMODACHI Fund	424,341,915	533,204,789	-108,862,874
(Apportion to Basic Funds)	3,000,000	3,000,000	0
(Apportion to Specific Funds)	421,341,915	530,204,789	-108,862,874
2 General Net Assets			
(Apportion to Basic Funds)	0	0	0
(Apportion to Specific Funds)	0	0	0
Total Net Assets	424,341,915	533,204,789	-108,862,874
Total Liabilities and Net Assets	509,500,392	596,033,530	-86,533,138

U. S. - Japan Council (Japan)

Net Asset Gain and Loss Calculation Sheets

From January 1, 2017 To December 31, 2017

	Account Items	12/31/2017	12/31/2016	VAR
I	Change in Net Assets			
(1)	Recurring Income			
①	Donation Income	517,226,812	608,218,035	-90,991,223
	Amount Transferred from Net Assets	517,226,812	608,218,035	-90,991,223
		517,226,812	608,218,035	-90,991,223
(2)	Recurring Expenses			
①	Departmental Expenses	509,343,735	595,059,048	-85,715,313
	Salaries Expense	42,671,507	34,655,655	8,015,852
	Legal Social Welfare	6,283,408	5,062,836	1,220,572
	Commuting Expense	1,143,417	1,074,381	69,036
	Program Implementation Expenses	361,750,325	467,588,369	-105,838,044
	Contracted Service (USJC-US)	62,288,785	43,637,405	18,651,380
	Outsourcing Costs	19,058,046	27,215,176	-8,157,130
	Meals/Entertainment Expense	553,677	308,993	244,684
	Supplies/Merchandise Expense	342,490	1,243,818	-901,328
	Printing Expense	19,548	320,829	-301,281
	Travel Expense	3,018,521	3,992,955	-974,434
	Meeting/Event Expense	9,029,481	8,114,370	915,111
	Postage/Communication	2,812,682	1,455,963	1,356,719
	Homepage expense	177,769	383,924	-206,155
	other	194,079	4,374	189,705
②	Administrative expenses	7,883,077	13,158,987	-5,275,910
	Supplies Expense	306,373	43,311	263,062
	Business Taxes and Dues	0	330	-330
	Credit Card fee	1,138	13,681	-12,543
	Depreciation	5,048	53,000	-47,952
	Printing Expense	662,700	1,037,180	-374,480
	Dues/Subs&Entree fee	72,000	216	71,784
	Insurance Expenses	554,190	560,514	-6,324
	Professional	5,568,652	10,738,044	-5,169,392
	Postage/Communication	160,340	213,407	-53,067
	Bank Charges	165,188	135,821	29,367
	other	387,448	363,483	23,965
		517,226,812	608,218,035	-90,991,223
		0	0	0
2				
(1)	Non Recurring Gain	0	0	0
(2)	Realized Currency Revaluation Loss			
	Non Recurring Loss	0	0	0
	Changes in Non Recurring Gain/Loss	0	0	0
	Changes in Net Assets	0	0	0
	Beginning General Net Assets Balance	0	0	0
	General Net Assets BB Adjustment	0	0	0
	Ending General Net Assets Balance	0	0	0
II	Donation Income	408,370,614	630,343,645	-221,973,031
	Interest Income	66,108	103,795	-37,687
	Currency Exchange Revaluation	-72,784	-4,815,456	4,742,672
	Transfer to General Net Assets	-517,226,812	-608,218,035	90,991,223
	Changes in Net Assets	-108,862,874	17,413,949	-126,276,823
	Beginning Specified Net Assets Balance	533,204,789	515,790,840	17,413,949
	General Net Assets BB Adjustment	0	0	0
	Ending Specified Net Assets Balance	424,341,915	533,204,789	-108,862,874
III	Ending Net Assets	424,341,915	533,204,789	-108,862,874

U.S. - Japan Council (Japan)

Statement of Activities (by divisions)

From January 1, 2017 To December 31, 2017

(UNIT: JPY)

	Account	Public Initiatives			合計
		TOMODACHI	General Education	Common	Grand Total
I	Change in Net Assets				
1					
(1)	Recurring Income				
①	Donation Income	503,778,645	5,565,090	7,883,077	517,226,812
	Amount Transferred from Net Assets	503,778,645	5,565,090	7,883,077	517,226,812
		503,778,645	5,565,090	7,883,077	517,226,812
(2)	Recurring Expenses				
①	Departmental Expenses	503,778,645	5,565,090	0	509,343,735
	Salaries Expense	42,536,506	135,001	0	42,671,507
	Legal Social Welfare	6,283,408	0	0	6,283,408
	Commuting Expense	1,143,417	0	0	1,143,417
	Program Implementation Expenses	361,227,245	523,080	0	361,750,325
	Contracted Service (USJC-US)	62,288,785	0	0	62,288,785
	Outsourcing Costs	19,058,046	0	0	19,058,046
	Meals/Entertainment Expense	528,450	25,227	0	553,677
	Supplies/Merchandise Expense	322,784	19,706	0	342,490
	Printing Expense	19,548	0	0	19,548
	Travel Expense	2,830,044	188,477	0	3,018,521
	Meeting/Event Expense	4,492,966	4,536,515	0	9,029,481
	Postage/Communication	2,675,598	137,084	0	2,812,682
	Homepage Expense	177,769	0	0	177,769
	Other	194,079	0	0	194,079
②	Administrative expenses	0	0	7,883,077	7,883,077
	Supplies Expense	0	0	306,373	306,373
	Credit Card fee	0	0	1,138	1,138
	Depreciation	0	0	5,048	5,048
	Printing Expense	0	0	662,700	662,700
	Dues/Subs&Entree fee	0	0	72,000	72,000
	Insurance Expenses	0	0	554,190	554,190
	Professional	0	0	5,568,652	5,568,652
	Postage/Communication	0	0	160,340	160,340
	Bank Charges	0	0	165,188	165,188
	other	0	0	387,448	387,448
		503,778,645	5,565,090	7,883,077	517,226,812
		0	0	0	0
2					
(1)	Non Recurring Gain	0	0	0	0
(2)	Non Recurring Loss	0	0	0	0
	Changes in Non Recurring Gain/Loss	0	0	0	0
	Changes in Net Assets	0	0	0	0
	Beginning General Net Assets Balance	0	0	0	0
	General Net Assets BB Adjustment	0	0	0	0
	Ending General Net Assets Balance	0	0	0	0
II					
	Donation Income	0	0	408,370,614	408,370,614
	Interest Income	0	0	66,108	66,108
	Currency Exchange Revaluation	0	0	-72,784	-72,784
	Transfer to General Net Assets	0	0	-517,226,812	-517,226,812
	Changes in Net Assets	0	0	-108,862,874	-108,862,874
	Beginning Specified Net Assets Balance	0	0	533,204,789	533,204,789
	General Net Assets BB Adjustment	0	0	0	0
	Ending Specified Net Assets Balance	0	0	424,341,915	424,341,915
III	Ending Net Assets	0	0	424,341,915	424,341,915

US-Japan Council (Japan)
Explanatory notes to the financial statements
As of 12/31/2017

1. Significant Accounting Policies

(1) Donation

Donation are recognized as donation income in the period received in the Net Asset Gain and Loss Calculation Sheet, based on the donor imposed restrictions. In our balance sheet, donation which are received but still restricted by the donor at the end of the period, are reported and classified as specified fund. Such donation are classified from specified net asset to general net asset and reported as income upon the achievement of the program purpose and as the amounts become unrestricted.

(2) Consumption tax

We calculate and account for consumption tax based on tax-inclusive accounting method.

2. Balance of the basic fund and specified fund

Following sheet shows the balance of the basic fund and specified fund

(Unit:Yen)

Subject	Beginning Balance	Increase within the period	Decrease within the period	Ending Balance
Basic fund				
Cash and cash equivalent	3,000,000	-	-	3,000,000
Subtotal	3,000,000	-	-	3,000,000
Specified asset				
Equipment	5,048	0	5,048	0
Prepaid insurance	653,765	552,406	653,765	552,406
General Fund	120,730,802	55,235,000	49,393,850	126,571,952
Tomodachi fund	408,815,174	353,135,614	467,733,231	294,217,557
Subtotal	530,204,789	408,923,020	517,785,894	421,341,915
Total	533,204,789	408,923,020	517,785,894	424,341,915

3. Breakdown of basic fund and specified fund

Following sheet shows the breakdown of basic fund and specified fund.

(単位:円)

Subject	Ending balance	(amount of appropriation from specified net asset)	(amount of appropriation from general net asset)	(amount of liability)
Basic Fund				
Cash and cash equivalent	3,000,000	3,000,000	-	-
Subtotal	3,000,000	3,000,000	-	-
Specified fund				
Equipment	0	0	-	-
Prepaid insurance	552,406	552,406	-	-
General Fund	126,571,952	126,571,952	-	-
Tomodachi fund	294,217,557	294,217,557	-	-
Subtotal	421,341,915	421,341,915	-	-
Total	424,341,915	424,341,915	-	-

4. Asset subject to lien

N/A

5. The acquisition cost of fixed asset, amount of accumulated depreciation and the ending balance

Following sheet shows the acquisition cost, amount of accumulated depreciation and the ending balance of the fixed asset

(Unit:Yen)

	Acquisition cost	Amount of accumulated depreciation	Book value
Equipment	115,209	115,209	0

6. Contingent liability for guaranteed obligation

N/A

7. Breakdown, increase and decrease amount and ending balance of the grant

N/A

8 Breakdown of the amount of appropriation from specified net asset to general net asset

Following sheet shows the breakdown of the amount of appropriation from specified net asset to general net asset

(Unit:Yen)

Contents	Amount of value
Amount of transfer to recurring income	
Amount of the income which became unrestricted upon the achievement of the program purpose	517,226,812
Total	517,226,812

9. Detail of internal transaction

N/A

10. Important subsequent event

N/A

US-Japan Council (Japan)
Supplemental statement
As of 12/31/2017

1. Statement of basic fund and specified asset

We omitted the statement of basic fund and specified fund as those are noted at paragraph 2 “Breakdown of basic fund and specified fund” within explanatory notes to the financial statements

U.S. - Japan Council (Japan)
List of Properties
As of December 31, 2017

(Unit: JPY)

Balance Sheet Account Item		Location, quantity, etc	Intended use, etc	Amount
(Current Assets)	Bank Account	Ordinary Account - Bank of Mitsubishi UFG (MUFJ)	Use as working capital (to be transferred from MUG- Specific Fund (TOMODACHI))	85,158,477
Total Current Assets				85,158,477
(Fixed Assets)	Basic Funds	Fixed Deposit	Equity Funds for Koeki Hojin	3,000,000
Specific Funds		General Education Fund - Bank of Mitsubishi UFG	Fixed Net Assets	0
			Prepaid Insurance	552,406
			Used for General Education Program - General Education	126,571,952
			Used for TOMODACHIfund -funds be appropriatead to TOMODACHI Initiatives	294,217,557
			Total Specific Funds	421,341,915
Total Fixed Assets				424,341,915
Total Assets				509,500,392
Total Current Liabilities				85,158,477
Specific Funds			Accured Expenses	2,469,957
			Accured Expenses - Taxes	382,160
			Due to USJC (US)	82,078,362
Total Fixed Liabilities				-
Total Liabilities				85,158,477
Net Assets				424,341,915