

U.S. - JAPAN COUNCIL (JAPAN)
Financial Statements
For the Year from January 1 to December 31, 2018

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U.S. - Japan Council (Japan)

Balance Sheets

As of 12/31/2018

(UNIT:JPY)

Account Items	As of December 31, 2018	As of December 31, 2017	VAR
I Asset			
1 Current Assets			
Cash and cash equivalent	70,149,112	85,158,477	(15,009,365)
Total Current Assets	70,149,112	85,158,477	(15,009,365)
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			
Receivables	1,107,402	0	1,107,402
PC	209,071	0	209,071
Prepaid Insurance	530,622	552,406	(21,784)
Cash and cash equivalent-GENERAL Specific Funds	140,499,231	126,571,952	13,927,279
Cash and cash equivalent-TOMODACHI Specific Funds	178,167,534	294,217,557	(116,050,023)
Total Specific Funds	320,513,860	421,341,915	(100,828,055)
(3) Other Fixed Assets			
Total Other Assets	0	0	0
Total Fixed Assets	323,513,860	424,341,915	(100,828,055)
Total Assets	393,662,972	509,500,392	(115,837,420)
II Liabilities			
1 Current Liabilities			
Other payable	61,706,518	2,697,955	59,008,563
W/H Tax	466,376	382,160	84,216
Due to USJC(US)	7,976,218	82,078,362	(74,102,144)
Total Current Liabilities	70,149,112	85,158,477	(15,009,365)
2 Fixed Liabilities			
Total Fixed Liabilities	0	0	0
Total Liabilities	70,149,112	85,158,477	(15,009,365)
III Net Assets			
1 Specified Net Assets			
Basic Fund	323,513,860	424,341,915	(100,828,055)
TOMODACHI Fund	323,513,860	424,341,915	(100,828,055)
(Apportion to Basic Funds)	3,000,000	3,000,000	0
(Apportion to Specific Funds)	320,513,860	421,341,915	(100,828,055)
2 General Net Assets			
(Apportion to Basic Funds)	0	0	0
(Apportion to Specific Funds)	0	0	0
Total Net Assets	323,513,860	424,341,915	-100,828,055
Total Liabilities and Net Assets	393,662,972	509,500,392	-115,837,420

U.S. - Japan Council (Japan)

Net Asset Gain and Loss Calculation Sheets

From January 1, 2018 To December 31, 2018

Account Items		12/31/2018	12/31/2017	VAR
I	Change in Net Assets			
(1)	Recurring Income			
①	Donation Income	525,958,394	517,226,812	8,731,582
	Amount Transferred from Net Assets	525,958,394	517,226,812	8,731,582
		525,958,394	517,226,812	8,731,582
(2)	Recurring Expenses			
①	Departmental Expenses	512,829,835	509,343,735	3,486,100
	Salaries Expense	49,866,528	42,671,507	7,195,021
	Legal Social Welfare	9,661,992	6,283,408	3,378,584
	Commuting Expense	1,189,065	1,143,417	45,648
	Program Implementation Expenses	266,505,205	361,750,325	(95,245,120)
	Contracted Service (USJC-US)	91,184,077	62,288,785	28,895,292
	Outsourcing Costs	3,577,198	19,058,046	(15,480,848)
	Meals/Entertainment Expense	4,524,828	553,677	3,971,151
	Supplies/Merchandise Expense	5,766,857	342,490	5,424,367
	Printing Expense	691,957	19,548	672,409
	Travel Expense	19,402,007	3,018,521	16,383,486
	Meeting/Event Expense	54,827,206	9,029,481	45,797,725
	Postage/Communication	5,350,494	2,812,682	2,537,812
	Homepage expense	250,697	177,769	72,928
	other	31,724	194,079	(162,355)
②	Administrative expenses	13,128,559	7,883,077	5,245,482
	Supplies Expense	114,514	306,373	(191,859)
	Travel Expense	3,927,646	0	3,927,646
	Credit Card fee	0	1,138	(1,138)
	Depreciation	209,070	5,048	204,022
	Printing Expense	336,146	662,700	(326,554)
	Dues/Subs&Entree fee	84,157	72,000	12,157
	Insurance Expenses	552,406	554,190	(1,784)
	Professional	7,068,179	5,568,652	1,499,527
	Postage/Communication	86,688	160,340	(73,652)
	Bank Charges	115,752	165,188	(49,436)
	other	634,001	387,448	246,553
		525,958,394	517,226,812	8,731,582
		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	426,471,879	408,370,614	18,101,265
	Interest Income	88,430	66,108	22,322
	Currency Exchange Revaluation	(1,429,970)	(72,784)	(1,357,186)
	Transfer to General Net Assets	(525,958,394)	(517,226,812)	(8,731,582)
	Changes in Net Assets	(100,828,055)	(108,862,874)	8,034,819
	Beginning Specified Net Assets Balance	424,341,915	533,204,789	(108,862,874)
	General Net Assets BB Adjustment	0	0	0
	Ending Specified Net Assets Balance	323,513,860	424,341,915	(100,828,055)
III	Ending Net Assets	323,513,860	424,341,915	(100,828,055)

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Statement of Activities (by divisions)

From January 1, 2018 To December 31, 2018

(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	385,087,881	127,741,954	13,128,559	525,958,394
	Amount Transferred from Net Assets	385,087,881	127,741,954	13,128,559	525,958,394
		385,087,881	127,741,954	13,128,559	525,958,394
(2)	Recurring Expenses				
①	Departmental Expenses	385,087,881	127,741,954	0	512,829,835
	Salaries Expense	34,789,470	15,077,058	0	49,866,528
	Legal Social Welfare	7,348,854	2,313,138	0	9,661,992
	Commuting Expense	1,004,556	184,509	0	1,189,065
	Program Implementation Expenses	266,300,880	204,325	0	266,505,205
	Contracted Service (USJC-US)	50,955,842	40,228,235	0	91,184,077
	Outsourcing Costs	3,577,198	0	0	3,577,198
	Meals/Entertainment Expense	1,260,598	3,264,230	0	4,524,828
	Supplies/Merchandise Expense	1,165,262	4,601,595	0	5,766,857
	Printing Expense	661,717	30,240	0	691,957
	Travel Expense	12,047,771	7,354,236	0	19,402,007
	Meeting/Event Expense	2,858,948	51,968,258	0	54,827,206
	Postage/Communication	2,834,364	2,516,130	0	5,350,494
	Homepage Expense	250,697	0	0	250,697
	Other	31,724	0	0	31,724
②	Administrative expenses	0	0	13,128,559	13,128,559
	Supplies Expense	0	0	114,514	114,514
	Depreciation	0	0	209,070	209,070
	Printing Expense	0	0	336,146	336,146
	Dues/Subs&Entree fee	0	0	4,011,803	4,011,803
	Insurance Expenses	0	0	552,406	552,406
	Professional	0	0	7,068,179	7,068,179
	Postage/Communication	0	0	86,688	86,688
	Bank Charges	0	0	115,752	115,752
	Other	0	0	634,001	634,001
		385,087,881	127,741,954	13,128,559	525,958,394
		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	426,471,879	426,471,879
	Interest Income	0	0	88,430	88,430
	Currency Exchange Revaluation	0	0	-1,429,970	-1,429,970
	Transfer to General Net Assets	0	0	-525,958,394	-525,958,394
	Changes in Net Assets	0	0	-100,828,055	-100,828,055
	Beginning Specified Net Assets Balance	0	0	424,341,915	424,341,915
	Ending Specified Net Assets Balance	0	0	323,513,860	323,513,860
III	Ending Net Assets	0	0	323,513,860	323,513,860

US-Japan Council (Japan)

Explanatory notes to the financial statements

As of 12/31/2018

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				
Receivables	-	1,107,402	-	1,107,402
Equipment	-	418,357	209,286	209,071
Prepaid insurance	552,406	530,622	552,406	530,622
General Fund	126,571,952	116,976,353	103,049,074	140,499,231
Tomodachi fund	294,217,557	309,495,526	425,545,549	178,167,534
Subtotal	421,341,915	428,528,260	529,356,315	320,513,860
Total	424,341,915	428,528,260	529,356,315	323,513,860

3. Breakdown of basic fund and specified fund

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

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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				
Receivables	1,107,402	1,107,402	-	-
Equipment	209,071	209,071	-	-
Prepaid insurance	530,622	530,622	-	-
General Fund	140,499,231	140,499,231	-	-
Tomodachi fund	178,167,534	178,167,534	-	-
Subtotal	320,513,860	320,513,860	-	-
Total	323,513,860	323,513,860	-	-

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	533,350	324,279	209,071

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	525,958,394
Total	525,958,394

9. Detail of internal transaction

N/A

10. Important subsequent event

N/A

US-Japan Council (Japan)

Supplemental statement

As of 12/31/2018

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, 2018

(Unit: JPY)

Balance Sheet Account Item		Location, quantity, etc	Intended use, etc	Amount
(Current Assets)				
	Bank Account	Ordinary Account - Bank of Mitsubishi UFG (MUFJ) etc.	Use as working capital (to be transferred from MUFG- Specific Fund (TOMODACHI)	70,149,112
Total Current Assets				70,149,112
(Fixed Assets)				
Basic Funds	Fixed Deposit		Equity Funds for Koeki Hojin	3,000,000
Specific Funds		Receivables	Due to/Due From	1,107,402
		PC	Fixed Net Assets	209,071
		Prepaid Insurance	Prepaid Insutance	530,622
		General Education Fund - Bank acctont and cash on hand	Used for General Education Program - General Education	140,499,231
		Specific Fund - Bank account and cash on hand	Used for TOMODACHIfund -funds be appropriatead to TOMODACHI Initiatives	178,167,534
		Total Specific Funds		320,513,860
Total Fixed Assets				323,513,860
Total Assets				393,662,972
Specific Funds		Accrued Expenses	Used for TOMODACHI fund and General Education	61,706,518
		Accrued Expenses - Taxes		466,376
		Due to USJC (US)		7,976,218
Total Current Liabilities				70,149,112
Total Liabilities				70,149,112
Net Assets				323,513,860