

U. S. - JAPAN COUNCIL (JAPAN)
Financial Statements
For the Year from January 1 to December 31, 2016

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U.S. - Japan Council (Japan)

Balance Sheet

As of 12/31/2016

(UNIT:JPY)

Account Items	As of December 31, 2016	As of December 31, 2015	VAR
I Asset			
1 Current Assets			
Cash and cash equivalent	62,828,741	84,618,227	(21,789,486)
Total Current Assets	62,828,741	84,618,227	(21,789,486)
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	653,765	559,386	94,379
Hardware	5,048	58,048	(53,000)
Cash and cash equivalent-GENERAL Specific Funds	120,730,802	67,240,238	53,490,564
Cash and cash equivalent-TOMODACHI Specific Funds	408,815,174	444,933,168	(36,117,994)
Total Specific Funds	530,204,789	512,790,840	17,413,949
(3) Other Fixed Assets			
Total Other Assets	0	0	0
Total Fixed Assets	533,204,789	515,790,840	17,413,949
Total Assets	596,033,530	600,409,067	(4,375,537)
II Liabilities			
1 Current Liabilities			
Other payable	5,129,694	25,008,618	(19,878,924)
W/H Tax	102,300	172,277	(69,977)
Due to USJC(US)	57,596,747	59,437,332	(1,840,585)
Total Current Liabilities	62,828,741	84,618,227	(21,789,486)
2 Fixed Liabilities			
Total Fixed Liabilities	0	0	0
Total Liabilities	62,828,741	84,618,227	(21,789,486)
III Net Assets			
1 Specified Net Assets			
Basic Fund	533,204,789	515,790,840	17,413,949
TOMODACHI Fund	533,204,789	515,790,840	17,413,949
(Apportion to Basic Funds)	3,000,000	3,000,000	0
(Apportion to Specific Funds)	530,204,789	512,790,840	17,413,949
2 General Net Assets	0	0	0
(Apportion to Basic Funds)	0	0	0
(Apportion to Specific Funds)	0	0	0
Total Net Assets	533,204,789	515,790,840	17,413,949
Total Liabilities and Net Assets	596,033,530	600,409,067	-4,375,537

U.S. - Japan Council (Japan)

Net Asset Gain and Loss Calculation Sheets

From January 1, 2016 To December 31, 2016

Account Items		12/31/2016	12/31/2015	VAR
I	Change in Net Assets			
(1)	Recurring Income			
①	Donation Income	608,218,035	678,217,005	-69,998,970
	Amount Transferred from Net Assets	608,218,035	678,217,005	-69,998,970
		608,218,035	678,217,005	-69,998,970
(2)	Recurring Expenses			
①	Departmental Expenses	595,059,048	671,959,014	-76,899,966
	Salaries Expense	34,655,655	45,547,470	-10,891,815
	Legal Social Welfare	5,062,836	6,159,554	-1,096,718
	Employee's Benefit	0	23,076	-23,076
	Commuting Expense	1,074,381	1,015,243	59,138
	Program Implementation Expenses	467,588,369	468,155,432	-567,063
	Contracted Service (USJC-US)	43,637,405	62,868,201	-19,230,796
	Outsourcing Costs	27,215,176	22,684,208	4,530,968
	Meals/Entertainment Expense	308,993	839,383	-530,390
	Supplies/Merchandise Expense	1,243,818	331,916	911,902
	Printing Expense	320,829	2,723,836	-2,403,007
	Travel Expense	3,992,955	35,020,140	-31,027,185
	Meeting/Event Expense	8,114,370	19,025,945	-10,911,575
	Postage/Communication	1,455,963	6,650,066	-5,194,103
	Homepage expense	383,924	914,544	-530,620
	other	4,374	0	4,374
②	Administrative expenses	13,158,987	6,257,991	6,900,996
	Facility Expense	0	667,981	-667,981
	Supplies Expense	43,311	410,212	-366,901
	Business Taxes and Dues	330	20,550	-20,220
	Lease Expense	0	87,065	-87,065
	Credit Card fee	13,681	0	13,681
	Depreciation	53,000	86,350	-33,350
	Printing Expense	1,037,180	0	1,037,180
	Dues/Subs&Entree fee	216	177,431	-177,215
	Insurance Expenses	560,514	0	-56,588
	Professional	10,738,044	3,775,015	6,963,029
	Postage/Communication	213,407	266,742	-53,335
	Bank Charges	135,821	617,102	-13,722
	other	363,483	0	363,483
		608,218,035	678,217,005	-69,998,970
2				
(1)	Non Recurring Gain	0	0	0
(2)	Realized Currency Revaluation Loss	0	0	0
	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	630,343,645	547,268,173	83,075,472
	Interest Income	103,795	127,177	-23,382
	Currency Exchange Revaluation	-4,815,456	593,592	-5,409,048
	Transfer to General Net Assets	-608,218,035	-678,217,005	69,998,970
	Changes in Net Assets	17,413,949	-130,228,063	147,642,012
	Beginning Specified Net Assets Balance	515,790,840	646,018,903	-130,228,063
	General Net Assets BB Adjustment	0	0	0
	Ending Specified Net Assets Balance	533,204,789	515,790,840	17,413,949
III	Ending Net Assets	533,204,789	515,790,840	17,413,949

U.S. - Japan Council (Japan)

Statement of Activities (by divisions)

From January 1, 2016 To December 31, 2016

(UNIT: JPY)

Account		Public Initiatives			合計
		TOMODACHI	General Education	Common	Grand Total
I	Change in Net Assets				
1					
(1)					
①	Recurring Income				
	Donation Income	554,432,203	40,626,845	13,158,987	608,218,035
	Amount Transferred from Net Assets	554,432,203	40,626,845	13,158,987	608,218,035
		554,432,203	40,626,845	13,158,987	608,218,035
(2)	Recurring Expenses				
①	Departmental Expenses	554,432,203	40,626,845	0	595,059,048
	Salaries Expense	28,915,481	5,740,174	0	34,655,655
	Legal Social Welfare	4,411,508	651,328	0	5,062,836
	Commuting Expense	898,481	175,900	0	1,074,381
	Program Implementation Expenses	440,587,160	27,001,209	0	467,588,369
	Contracted Service (USJC-US)	42,372,996	1,264,409	0	43,637,405
	Outsourcing Costs	27,215,176	0	0	27,215,176
	Meals/Entertainment Expense	201,648	107,345	0	308,993
	Supplies/Merchandise Expense	1,144,812	99,006	0	1,243,818
	Printing Expense	317,854	2,975	0	320,829
	Travel Expense	1,339,835	2,653,120	0	3,992,955
	Meeting/Event Expense	5,490,541	2,623,829	0	8,114,370
	Postage/Communication	1,148,413	307,550	0	1,455,963
	Homepage Expense	383,924	0	0	383,924
	Other	4,374	0	0	4,374
②	Administrative expenses	0	0	13,158,987	13,158,987
	Facility Expense	0	0	0	0
	Supplies Expense	0	0	43,311	43,311
	Business Taxes and Dues	0	0	330	330
	Credit Card fee	0	0	13,681	13,681
	Depreciation	0	0	53,000	53,000
	Printing Expense	0	0	1,037,180	1,037,180
	Dues/Subs&Entree fee	0	0	216	216
	Insurance Expenses	0	0	560,514	560,514
	Professional	0	0	10,738,044	10,738,044
	Postage/Communication	0	0	213,407	213,407
	Bank Charges	0	0	135,821	135,821
	other	0	0	363,483	363,483
		554,432,203	40,626,845	13,158,987	608,218,035
		0	0	0	0
2					
(1)	Non Recurring Gain	0	0	0	0
(2)	Realized Currency Revaluation Loss				0
	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	630,343,645	630,343,645
	Interest Income	0	0	103,795	103,795
	Currency Exchange Revaluation	0	0	-4,815,456	-4,815,456
	Transfer to General Net Assets	0	0	-608,218,035	-608,218,035
	Changes in Net Assets	0	0	17,413,949	17,413,949
	Beginning Specified Net Assets Balance	0	0	515,790,840	515,790,840
	General Net Assets BB Adjustment	0	0	0	0
	Ending Specified Net Assets Balance	0	0	533,204,789	533,204,789
III	Ending Net Assets	0	0	533,204,789	533,204,789

US-Japan Council (Japan)
Explanatory notes to the financial statements
As of 12/31/2016

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	58,048	-	53,000	5,048
Prepaid insurance	559,386	653,765	559,386	653,765
General Fund	67,240,238	72,019,763	18,529,199	120,730,802
Tomodachi fund	444,933,168	553,612,221	589,730,215	408,815,174
Subtotal	512,790,840	626,285,749	608,871,800	530,204,789
Total	515,790,840	626,285,749	608,871,800	533,204,789

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	5,048	5,048	-	-
Prepaid insurance	653,765	653,765	-	-
General Fund	120,730,802	120,730,802	-	-
Tomodachi fund	408,815,174	408,815,174	-	-
Subtotal	530,204,789	530,204,789	-	-
Total	533,204,789	533,204,789	-	-

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	238,498	233,450	5,048

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	608,218,035
Total	608,218,035

9. Detail of internal transaction

N/A

10. Important subsequent event

N/A

US-Japan Council (Japan)

Supplemental statement

As of 12/31/2016

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, 2016

(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 MUFG- Specific Fund (TOMODACHI))	62,828,741
Total Current Assets				62,828,741
(Fixed Assets)	Fixed Deposit		Equity Funds for Koeki Hojin	3,000,000
Basic Funds				
Specific Funds		General Education Fund - Bank of Mitsubishi UFG	Fixed Net Assets	5,048
			Prepaid Insutance	653,765
			Used for General Education Program - General Education	120,730,802
			Used for TOMODACHIfund -funds be appropriatead to TOMODACHI Initiatives	408,815,174
			Total Specific Funds	530,204,789
Total Fixed Assets				533,204,789
Total Assets				596,033,530
Total Current Liabilities				62,828,741
Specific Funds		Accured Expenses	Used for TOMODACHIfund and General Education	5,129,694
		Accured Expenses - Taxes		102,300
		Due to USJC(US)		57,596,747
Total Fixed Liabilities				-
Total Liabilities				62,828,741
Net Assets				533,204,789

U.S. - Japan Council (Japan)
List of Properties
As of December 31, 2016

(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 MUFJ- Specific Fund (TOMODACHI))	62,828,741
Total Current Assets				62,828,741
(Fixed Assets)	Fixed Deposit		Equity Funds for Koeki Hojin	3,000,000
Basic Funds				
Specific Funds		General Education Fund - Bank of Mitsubishi UFG	Fixed Net Assets	5,048
			Prepaid Insutance	653,765
			Used for General Education Program - General Education	120,730,802
			Used for TOMODACHIfund -funds be appropriatead to TOMODACHI Initiatives	408,815,174
		Total Specific Funds		530,204,789
Total Fixed Assets				533,204,789
Total Assets				596,033,530
Total Current Liabilities				62,828,741
Specific Funds		Accrued Expenses	Used for TOMODACHIfund and General Education	5,129,694
		Accrued Expenses - Taxes		102,300
		Due to USJC(US)		57,596,747
Total Fixed Liabilities				-
Total Liabilities				62,828,741
Net Assets				533,204,789