

U. S. - JAPAN COUNCIL (JAPAN)
Formal Financial Reports
For The Year Ended December 31, 2014

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U.S. - Japan Council (Japan)

Balance Sheet

As of 12/31/2014

(UNIT:JPY)

Account Items	As of December 31, 2014	As of December 31, 2013	VAR
I Asset			
1 Current Assets			
Cash and cash equivalent*	69,743,595	25,034,645	44,708,950
Total Current Assets	69,743,595	25,034,645	44,708,950
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	0	394,029	(394,029)
Other Receivable	0	14,280	(14,280)
Hardware	144,398	89,039	55,359
Income Tax Receivable	213,342	0	213,342
Cash and cash equivalent-GENERAL Specific Funds	1,976,444	0	1,976,444
Cash and cash equivalent-TOMODACHI Specific Funds	640,684,719	653,567,652	Δ 12,882,933
Total Specific Funds	643,018,903	654,065,000	Δ 11,046,097
(3) Other Fixed Assets			
Total Other Assets	0	0	0
Total Fixed Assets	646,018,903	657,065,000	Δ 11,046,097
Total Assets	715,762,498	682,099,645	33,662,853
II Liabilities			
1 Current Liabilities			
Account Payable-Vendors	542,477	397,525	144,952
Accrued Expense-Year End	911,922	0	911,922
Due to USJC(US)	68,289,196	24,637,120	43,652,076
Total Current Liabilities	69,743,595	25,034,645	44,708,950
2 Fixed Liabilities			
Total Fixed Liabilities	0	0	0
Total Liabilities	69,743,595	25,034,645	44,708,950
III Net Assets			
1 Specified Net Assets			
Basic Fund	646,018,903	657,065,000	Δ 11,046,097
TOMODACHI Fund	646,018,903	657,065,000	Δ 11,046,097
(Apportion to Basic Funds)	3,000,000	3,000,000	0
(Apportion to Specific Funds)	643,018,903	654,065,000	Δ 11,046,097
2 General Net Assets			
(Apportion to Basic Funds)	0	0	0
(Apportion to Specific Funds)	0	0	0
Total Net Assets	646,018,903	657,065,000	Δ 11,046,097
Total Liabilities and Net Assets	715,762,498	682,099,645	33,662,853

U.S. - Japan Council (Japan)
Statement of Net Activities
For The Year Ended December 31, 2014

(UNIT:JPY)

		TOMODACHI	General Education	Corporate Shared	Total
I	Change in Net Assets				
1	Recurring Income				
(1)	Donation Income	537,765,919	2,300,006	4,107,719	544,173,644
(1)	Amount Transferred from Net Assets	537,765,919	2,300,006	4,107,719	544,173,644
		537,765,919	2,300,006	4,107,719	544,173,644
(2)	Recurring Expenses				
(1)	Departmental Expenses	537,765,919	2,300,006	0	540,065,925
	Salaries Expense	26,045,878	2,024,001	0	28,069,879
	Legal Social Welfare	3,536,932	210,608	0	3,747,540
	Employee`s Benefit	85,240	0	0	85,240
	Commuting Expense	568,264	19,325	0	587,589
	Program Implementation Expenses	410,145,106	0	0	410,145,106
	Contracted Service (USJC-US)	93,664,746	0	0	93,664,746
	Meals/Entertainment Expense	184,907	0	0	184,907
	Supplies/Merchandise Expense	279,606	0	0	279,606
	Printing Expense	16,874	0	0	16,874
	Travel Expense	985,307	44,352	0	1,029,659
	Meeting/Event Expense	389,490	0	0	389,490
	Postage/Communication	42,022	1,720	0	43,742
	Homepage Expense	1,821,547	0	0	1,821,547
(2)	Administrative expenses	0	0	4,107,719	4,107,719
	Facility Expense	0	0	837,917	837,917
	Supplies Expense	0	0	348,527	348,527
	Business Taxes and Dues	0	0	3,400	3,400
	Lease Expense	0	0	304,012	304,012
	Depreciation	0	0	59,850	59,850
	Dues/Subs&Entree fee	0	0	72,216	72,216
	Insurance Expenses	0	0	879,419	879,419
	Professional	0	0	1,304,229	1,304,229
	Postage/Communication	0	0	130,094	130,094
	Bank Charges	0	0	168,055	168,055
		537,765,919	2,300,006	4,107,719	544,173,644
		0	0	0	0
2					0
(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	485,950,902	4,276,450	0	490,227,352
	Interest Income	80,719	0	0	80,719
	Currency Exchange Revaluation	42,819,476	0	0	42,819,476
	Transfer to General Net Assets	Δ 541,873,638	Δ 2,300,006	0	Δ 544,173,644
	Changes in Net Assets	Δ 13,022,541	1,976,444	0	Δ 11,046,097
	Beginning Specified Net Assets Balance	657,065,000	0	0	657,065,000
	General Net Assets BB Adjustment	0	0	0	0
	Ending Specified Net Assets Balance	644,042,459	1,976,444	0	646,018,903
III	Ending Net Assets	644,042,459	1,976,444	0	646,018,903

U.S.-Japan Council (Japan)
Notes to Financial Statements
For the year ended December 31, 2014

1.) Accounting Policy on Revenue Recognition and Classification

For the calculation of the net assets, portion of contribution designated to a specific purposed assets (donor-imposed restriction) will be recorded as Specific Fund in the specific fund section (as cash received in the operational year) only to the extent of the related program expenses incurred (actual cash payments), the program purpose fulfilled or the restriction is no longer valid, the income will be reclassified to the general net asset section. The balances of the contribution remain as specific assets and carry over until such purpose or payments associated to the programs have been fulfilled or paid.

2.) Accounting Policy on Consumption Tax, etc.

The accounting of Consumption Tax, etc. is based on pre-tax accounting method.

3.) Increase/Decrease and Balance of General Funds and Specified Funds

Increase/decrease and balance of general funds and specified funds are as follows:

(Unit: Yen)

Description	Beginning Balance	Current Period Increase	Current Period Decrease	Period End Balance
Basic Assets				
Fixed Deposit	3,000,000	-	-	3,000,000
Subtotal	3,000,000	-	-	3,000,000
Specific Funds				
Prepaid Insurance	394,029	-	394,029	-
Other Receivable	-	213,342	-	213,342
Advanced Payments	14,280	-	14,280	-
Hardware	89,039	115,209	59,850	144,398
General Education Fund	-	1,976,444	-	1,976,444
TOMODACHI Fund	653,567,652	531,290,711	544,173,644	640,684,719
Subtotal	654,065,000	533,595,706	544,641,803	643,018,903
Total	657,065,000	533,595,706	544,641,803	646,018,903

4.) Breakdown of Basic Assets and Specified Funds Sources

The breakdown of basic asset and specified fund sources is as follows:

(Unit: Yen)

Description	Period End Balance	(Allocation from Specified Funds)	(Allocation from General Net Assets)	(Corresponds to Debt/Liabilities)
Basic Assets				
Current Account	3,000,000	3,000,000	-	-
Subtotal	3,000,000	3,000,000	-	-
Specific Funds				
Prepaid Insurance	-	-	-	-
Other Receivable	213,342	213,342	-	-
Advanced Payments	-	-	-	-
Hardware	144,398	144,398	-	-
General Education Fund	1,976,444	1,976,444	-	-
TOMODACHI Fund	640,684,719	640,684,719	-	-
Subtotal	643,018,903	643,018,903	-	-
Total	646,018,903	646,018,903	-	-

5.) Securities Investments

Not Applicable

6.) Total Property and Equipment, net of amortization

As follows:

(Unit: Yen)

Item	Total
Property and Equipment	238,498
Amortization	94,100
Property and Equipment, net	144,398

7.) Contingency on Guarantee on liabilities and assets

Not applicable.

8.) Breakdown of Transfer from Specified Funds to General Funds

Breakdown of Transfer from Specified Funds to General Funds is as follows:

(Unit: Yen)

Description	Amount
Amount Converted due to Achieving Program Goal	544,173,644
Total	544,173,644

9.) Related Entities to U.S.-Japan Council (Japan) and Details of the Relationship

Not applicable.

0.) Important Subsequent Events

Not applicable.

U.S. - Japan Council (Japan)
List of Properties
As of 31st December, 2014

(Unit: JPY)

Balance Sheet Account Item		Location, quantity, etc	Intended use, etc	Amount
(Current Assets)	Bank Account	Ordinary Account - Bank Of Mitsubishi UFG (BTMU) *	Use as working capital (to be transferred from MUGF- Specific Fund (TOMODACHI))	69,743,595
Total Current Assets				69,743,595
(Fixed Assets) **	Basic Funds	Fixed Deposit	Equity Funds for Koeki Hojin	3,000,000
Specific Funds		Government Agency	Payroll Taxes Receivable	213,342
			Fixed Net Assets	144,398
		Specific Fund - Bank Of Mitsubishi UFG (BTMU)	Used for TOMODACHI交流基金 -funds be appropriatead to TOMODACHI Initiatives	640,684,719
		General Education Fund - Bank Of Mitsubishi UFG (BTMU)	Used for General Education Program - 90% of funds be appropriatead to TOMODACHI Initiatives	1,976,444
		Total Specific Funds		643,018,903
Total Fixed Assets				646,018,903
Total Assets				715,762,498
Total Current Liabilities				69,743,595
Specific Funds			Used for TOMODACHI交流基金	
		Accured Expenses		542,477
		Accured Expenses - Payroll Taxes		911,922
		Due to USJC(US) ***		68,289,196
Total Fixed Liabilities				-
Total Liabilities				69,743,595
Net Assets				646,018,903

Control check to Balance Sheet

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