

Financial Statements

Fiscal Year 2021
(1 April, 2021 to 31 March, 2022)

EU-Japan Centre for Industrial Cooperation

Shirokane Takanawa Station Building, 4th Floor
1-27-6 Shirokane, Minato-ku, Tokyo

Balance sheet

Financial Statements

(Unit: Yen)

Item	Fiscal Year 2021	Fiscal Year 2020	Increase/decrease
I Assets			
1. Current assets			
Cash and deposits	119,241,043	720,997,098	△ 601,756,055
Deposits paid	411,676	0	411,676
Accounts receivable	270,865,722	13,458,477	257,407,245
Prepaid expenses	10,345,950	17,054,388	△ 6,708,438
Total current assets	400,864,391	751,509,963	△ 350,645,572
2. Accounting standards for reserves			
(1) Specified assets			
Reserve assets for officer's retirement benefits	5,938,800	2,545,200	3,393,600
Allowance assets for specified business	260,862,078	2,083,848	258,778,230
Total specified assets	266,800,878	4,629,048	262,171,830
(2) Other noncurrent assets			
Facilities attached to buildings	3,448,135	5,440,059	△ 1,991,924
Furniture, fixtures and equipment	757,610	1,772,241	△ 1,014,631
Leased assets	442,214	1,031,833	△ 589,619
Lease deposits	12,772,020	12,772,020	0
Total other noncurrent assets	17,419,979	21,016,153	△ 3,596,174
Total noncurrent assets	284,220,857	25,645,201	258,575,656
Total assets	685,085,248	777,155,164	△ 92,069,916
II Liabilities			
1. Current liabilities			
Lease obligations	502,028	596,981	△ 94,953
Accounts payable	4,566,181	10,613,453	△ 6,047,272
Accrued consumption taxes	1,321,419	1,456,203	△ 134,784
Accrued expenses	12,147,823	12,447,593	△ 299,770
Deposits received	2,869,531	8,115,045	△ 5,245,514
Allowance for bonuses	1,476,000	1,475,733	267
Total current liabilities	22,882,982	34,705,008	△ 11,822,026
2. Noncurrent liabilities			
Allowance for officers' retirement benefits	5,938,800	2,545,200	3,393,600
Lease obligations	0	502,028	△ 502,028
Total noncurrent liabilities	5,938,800	3,047,228	2,891,572
Total liabilities	28,821,782	37,752,236	△ 8,930,454
III Net Properties			
1. Designated net properties			
European Commission subsidies	4,024,432	2,083,848	1,940,584
Total designated net properties	4,024,432	2,083,848	1,940,584
(Of which appropriated to specified assets)	4,024,432	(2,083,848)	(1,940,584)
2. General Net Properties	652,239,034	737,319,080	△ 85,080,046
(Of which appropriated to specified assets)	(256,837,646)	(0)	(256,837,646)
Total net properties	652,239,034	737,319,080	△ 85,080,046
Total Liabilities and Net Properties	685,085,248	777,155,164	△ 92,069,916

Statement of Increases/Decrease in Net Properties

1 April, 2021 to 31 March, 2022

(Unit: Yen)

Item	Fiscal Year 2021 (1 April, 2021 to 31 March, 2022)	Fiscal Year 2020 (1 April, 2020 to 31 March, 2021)	Increase/decrease
I Increase/Decrease in General Net Properties			
1. Ordinary increase/decrease			
(1) Ordinary revenue			
i. Subsidies received			
State subsidies received	180,000,000	150,000,000	30,000,000
European Commission subsidies received	260,988,171	348,068,000	△ 87,079,829
Transfer of European Commission subsidies received	3,410,708	2,903,277	507,431
ii. Contribution received	0		
Contribution received	3,819,007	7,100,000	△ 3,280,993
iii. Foreign exchange gain	0		
Foreign exchange gain	0	6,765,517	△ 6,765,517
iv. Miscellaneous revenue	0		
Interest income	8,959	15,329	△ 6,370
Miscellaneous revenue	0	387,090	△ 387,090
Ordinary revenue total	448,226,845	515,239,213	△ 67,012,368
(2) Ordinary expenses			
i. Operating expenses			
Salaries and allowances	156,123,185	105,904,967	50,218,218
Legal welfare expenses	31,388,899	22,656,156	8,732,743
Conference expenses	10,213,040	5,561,055	4,651,985
Travel and transportation expenses	3,401,042	557,946	2,843,096
Communication and haulage expenses	1,027,761	1,636,116	△ 608,355
Information processing expenses	16,198,435	8,284,476	7,913,959
Consumable furniture and fixture expenses	880,330	763,800	116,530
Supplies expenses	134,577	103,084	31,493
Printing and bookbinding expenses	511,088	2,003,562	△ 1,492,474
Honoraria	21,463,948	14,093,391	7,370,557
Interpreter expenses	7,138,858	4,785,375	2,353,483
Scholarships	34,928,191	46,720,065	△ 11,791,874
Taxes and dues	8,400	4,400	4,000
Commission fees	200,802	40,224	160,578
Books and materials expenses	187,465	217,484	△ 30,019
Business consignment expenses	76,345,819	52,688,682	23,657,137
Miscellaneous expenses	1,225,000	443,674	781,326
Foreign exchange loss	163,496	0	163,496
Operating expenses total	361,540,336	266,464,457	95,075,879
ii. Administrative operating expenses			
Officers' compensation	13,694,401	12,484,720	1,209,681
Salaries and allowances	26,569,444	36,541,245	△ 9,971,801
Provision of bonus reserve	1,476,000	1,475,733	267
Provision for retirement benefits for officers	3,393,600	2,545,200	848,400
Legal welfare expenses	8,951,347	6,953,286	1,998,061
Welfare expenses	86,623	50,513	36,110
Conference expenses	197,149	35,861	161,288
Travel and transportation expenses	77,615	110,224	△ 32,609
Communication and haulage expenses	3,057,204	2,422,260	634,944
Information processing expenses	7,885,815	3,868,123	4,017,692
Depreciation and amortization	3,596,174	1,358,224	2,237,950
Consumable furniture and fixture expenses	436,390	478,720	△ 42,330
Supplies expenses	957,911	2,692,471	△ 1,734,560
Printing and bookbinding expenses	442,187	447,430	△ 5,243
Utilities expenses	1,192,656	1,077,522	115,134
Rent expenses	28,474,110	21,022,772	7,451,338
Lease expenses	1,282,804	732,449	550,355
Honoraria	6,277,669	2,460,407	3,817,262
Interpreter expenses	1,174,889	536,180	638,709
Taxes and dues	2,185,830	2,038,163	147,667
Commission fees	2,713,172	2,612,719	100,453
Books and materials expenses	249,300	123,981	125,319
Business consignment expenses	22,266,306	16,355,350	5,910,956
Interest expenses	8,251	10,090	△ 1,839
Miscellaneous expenses	4,159,544	1,424,932	2,734,612
Foreign exchange loss	5,093,052	0	5,093,052
Administrative operating expenses total	145,899,443	119,858,575	26,040,868
Total ordinary expenses	507,439,779	386,323,032	121,116,747
Ordinary increase (decrease) before valuation	△ 59,212,934	128,916,181	△ 188,129,115
Valuation gains (losses)	0	0	0
Ordinary increase (decrease) during period	△ 59,212,934	128,916,181	△ 188,129,115
2. Extraordinary increase/decrease			
(1) Extraordinary revenue			
Center for International Economic Collaboration Donation income received	0	569,320,434	△ 569,320,434
Gain on refund of scholarship	3,778,240		3,778,240
Total extraordinary revenue	3,778,240	569,320,434	△ 565,542,194
(2) Extraordinary expenses			
State subsidies returned	29,645,352	19,425,242	10,220,110
Total extraordinary expenses	29,645,352	19,425,242	10,220,110
Extraordinary increase (decrease) during period	△ 25,867,112	549,895,192	△ 575,762,304
Increase (decrease) in general net properties during period	△ 85,080,046	678,811,373	△ 763,891,419
Balance of general net properties at beginning of period	737,319,080	0	737,319,080
Increase in general net properties due to newly establishment	0	58,507,707	△ 58,507,707
Balance of general net properties at end of period	652,239,034	737,319,080	△ 85,080,046
II Increase/Decrease in Designated Net Properties			
Subsidies received	5,351,292	0	5,351,292
Transfer to general net properties	△ 3,410,708	△ 2,903,277	△ 507,431
Increase (decrease) in designated net properties during period	1,940,584	△ 2,903,277	4,843,861
Balance of designated net properties at beginning of period	2,083,848	0	2,083,848
Increase in designated net properties due to newly	0	4,987,125	△ 4,987,125
Balance of designated net properties at end of period	4,024,432	2,083,848	1,940,584
III Balance of Net Properties at End of Period	656,263,466	739,402,928	△ 83,139,462

Notes of Financial Statements

1. Notes pertaining to the assumption of a going concern

There were no events or conditions that may cast significant doubt on the assumption of a going concern.

2. Significant accounting policies

(1) Method of depreciation and amortization of noncurrent assets

Facilities attached to buildings, furniture, fixtures and equipment: These assets are depreciated using the straight-line method.

Leased assets: Leased assets pertaining to finance lease transactions not involving the transfer of ownership are depreciated over the lease period using the straight-line method with no residual value.

(2) Accounting standards for reserves

Bonus reserve: In order to prepare for the payment of bonuse, the amount attributable to the current fiscal year of the estimated bonuse amount to be paid is recorded.

Reserve for officer retirement benefits : To provide for the payment of retirement benefits to directors, the amount required at the end of the fiscal year based on internal regulations is recorded.

(3) Accounting for consumption tax

Consumption taxes are accounted for using the tax inclusive method.

3. Increase/decrease in specified assets and balances thereof

The increase/decrease in specified assets and balances thereof were as stated below.

(Unit: yen)

Item	Balance at end of fiscal year 2020	Increase during fiscal year 2021	Decrease during fiscal year 2021	Balance at end of fiscal year 2021
Reserve assets for officer retirement benefits	2,545,200	3,393,600	0	5,938,800
Reserve for business enhancement	0	0	0	0
Provision assets for specified business	2,083,848	303,771,020	44,992,790	260,862,078
Total	4,629,048	307,164,620	44,992,790	266,800,878

4. Breakdown of financial resources for specified assets

The breakdown of financial resources for specified assets was as stated below.

(Unit: yen)

Item	Balance at end of fiscal year 2021	(Amount appropriated from designated net properties)	(Amount appropriated from general net properties)	(Amount corresponding to liabilities)
Specified assets:				
Reserve assets for officer retirement benefits	5,938,800	(0)	(0)	(5,938,800)
Allowance assets for specified business	260,862,078	(4,024,432)	(256,837,646)	(0)
Total	266,800,878	(4,024,432)	(256,837,646)	(5,938,800)

5. Acquisition cost, accumulated depreciation and amortization, and closing balance of noncurrent assets

The acquisition cost, accumulated depreciation and amortization, and closing balance of noncurrent assets were as stated below.

(Unit: yen)

Item	Acquisition cost	Accumulated depreciation/amortization	Balance at end of fiscal year 2021
Facilities attached to buildings	14,118,396	10,670,261	3,448,135
Furniture and fixtures	8,887,761	8,130,151	757,610
Leased assets	2,948,095	2,505,881	442,214
Total	25,954,252	21,306,293	4,647,959

6. Breakdown, granting authorities, increase/decrease during fiscal year 2021, and balances of subsidies

The breakdown, granting authorities, increase/decrease during fiscal year 2021, and balances of subsidies were as stated below.

(Unit: yen)

Subsidy name	Granting authority	Balance at end of fy2021	Increase during fiscal year 2021	Decrease during fiscal year 2021	Balance at end of fiscal 2021	Balance sheet category
Subsidies						
Subsidies to projects for promotion of Japan-EU industrial cooperation	Ministry of Economy, Trade and Industry	0	180,000,000	180,000,000	0	-
Subsidies for promotion of Japan-EU industrial cooperation	European Commission	0	260,988,171	260,988,171	0	-
Subsidies to promote status of navigation satellite systems in Asia(GNSS Asia)	European Commission	2,083,848	5,351,292	3,410,708	4,024,432	Designated net properties
Subsidies for Strategic Partnership for the Implementation of the Paris Agreement	European Commission	0	20,907,540	20,907,540	0	
Total		2,083,848	467,247,003	465,306,419	4,024,432	

7. Breakdown of transfer from designated net properties to general net properties

The breakdown of transfer from designated net properties to general net properties was as stated below.

(Unit: yen)

Details	Amount
Transfer to ordinary revenue	
Transfer from capitalization of European Commission subsidies received	3,410,708
Total	3,410,708

8. Matters related lease transactions

(1) Finance lease transactions

i. Finance lease transactions not involving transfers of ownership

Details on leased assets: Multipurpose devices (furniture and fixtures) in use at the Tokyo office

Appended Itemized Statements

1. Details on specified assets

These were as stated in "3. Increase/decrease in specified assets and balances thereof" of the Notes to Financial Statements.

2. Details on provision

(Unit: yen)

Item	Balance at end of fiscal year 2020	Increase / decrease during fiscal 2021	Decrease during fiscal 2021		Balance at end of fiscal year 2021
			Purpose of expenditure	others	
Bonus reserve	1,475,733	1,476,000	1,475,733	0	1,476,000
Reserve for executive retirement benefits	2545200	3,393,600	0	0	5,938,800