

# Statements of Accounts

FY2016

1 April 2016 — 31 March 2017

Radiation Effects Research Foundation

## Radiation Effects Research Foundation

Balance Sheet  
As of 31 March 2017

(Unit: Yen)

Category	Current Year	Prior Year	Changes
<b>I. ASSETS</b>			
1. Current Assets			
Cash and Cash Equivalents	1,399,924,471	1,482,359,407	(82,434,936)
Subsidies Receivable	0	449,000,000	(449,000,000)
Accounts Receivable	30,020,705	52,490,605	(22,469,900)
Interfunds Receivable	0	0	0
Prepaid Expenses	4,591,228	5,960,664	(1,369,436)
Other	20,717,392	19,147,933	1,569,459
Total Current Assets	1,455,253,796	2,008,958,609	(553,704,813)
2. Non-Current Assets			
(1) Fundamental Properties			
Buildings	849,185,665	608,111,745	241,073,920
Total Fundamental Properties	849,185,665	608,111,745	241,073,920
(2) Other Non-Current Assets			
Vehicles	1	1	0
Furniture and Equipment	882,418,079	981,681,612	(99,263,533)
Leased Assets	6,090,000	12,794,774	(6,704,774)
Telephone Deposits	2,052,000	2,052,000	0
Software	87,022,012	91,928,826	(4,906,814)
Security Deposits	2,772,000	3,492,000	(720,000)
Long-term Prepaid Expenses	259,893	456,579	(196,686)
Total Other Non-Current Assets	980,613,985	1,092,405,792	(111,791,807)
Total Non-Current Assets	1,829,799,650	1,700,517,537	129,282,113
<b>TOTAL ASSETS</b>	<b>3,285,053,446</b>	<b>3,709,476,146</b>	<b>(424,422,700)</b>
<b>II. LIABILITIES</b>			
1. Current Liabilities			
Accounts Payable	348,990,444	496,899,404	(147,908,960)
Interfunds Payable	0	0	0
Deposits Received	12,941,937	13,916,193	(974,256)
Loans Payable	0	400,000,000	(400,000,000)
Subsidies/Contract Services to be Returned	150,826,875	240,584,490	(89,757,615)
Leases Payable	4,305,917	6,145,488	(1,839,571)
Accrued Seasonal Bonus	157,997,388	155,085,909	2,911,479
Total Current Liabilities	675,062,561	1,312,631,484	(637,568,923)
2. Non-Current Liabilities			
Leases Payable	1,990,183	6,296,100	(4,305,917)
Total Non-Current Liabilities	1,990,183	6,296,100	(4,305,917)
<b>TOTAL LIABILITIES</b>	<b>677,052,744</b>	<b>1,318,927,584</b>	<b>(641,874,840)</b>
<b>III. NET ASSETS</b>			
1. Restricted Net Assets			
Subsidy	1,478,008,752	1,260,654,858	217,353,894
Donated Building	75,102,145	79,896,976	(4,794,831)
Total Restricted Net Assets	1,553,110,897	1,340,551,834	212,559,063
(Appropriated Amount to Fundamental Properties)	75,102,145	79,896,976	(4,794,831)
2. Unrestricted Net Assets	1,054,889,805	1,049,996,728	4,893,077
(Appropriated Amount to Fundamental Properties)	774,083,520	528,214,769	245,868,751
<b>TOTAL NET ASSETS</b>	<b>2,608,000,702</b>	<b>2,390,548,562</b>	<b>217,452,140</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>3,285,053,446</b>	<b>3,709,476,146</b>	<b>(424,422,700)</b>

## Radiation Effects Research Foundation

Breakdown of the Balance Sheet  
As of 31 March 2017

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Total
<b>I. ASSETS</b>			
1. Current Assets			
Cash and Cash Equivalents	895,915,945	504,008,526	1,399,924,471
Subsidies Receivable	0	0	0
Accounts Receivable	30,002,661	18,044	30,020,705
Interfunds Receivable	0	0	0
Prepaid Expenses	3,379,669	1,211,559	4,591,228
Other	20,697,392	20,000	20,717,392
Total Current Assets	949,995,667	505,258,129	1,455,253,796
2. Non-Current Assets			
(1) Fundamental Properties			
Buildings	549,592,962	299,592,703	849,185,665
Total Fundamental Properties	549,592,962	299,592,703	849,185,665
(2) Other Non-Current Assets			
Vehicles	0	1	1
Furniture and Equipment	749,930,119	132,487,960	882,418,079
Leased Assets	6,090,000	0	6,090,000
Telephone Deposits	504,000	1,548,000	2,052,000
Software	73,502,824	13,519,188	87,022,012
Security Deposits	1,868,000	904,000	2,772,000
Long-term Prepaid Expenses	168,203	91,690	259,893
Total Other Non-Current Assets	832,063,146	148,550,839	980,613,985
Total Non-Current Assets	1,381,656,108	448,143,542	1,829,799,650
<b>TOTAL ASSETS</b>	<b>2,331,651,775</b>	<b>953,401,671</b>	<b>3,285,053,446</b>
<b>II. LIABILITIES</b>			
1. Current Liabilities			
Accounts Payable	254,464,900	94,525,544	348,990,444
Interfunds Payable	0	0	0
Deposits Received	10,101,109	2,840,828	12,941,937
Loans Payable	0	0	0
Subsidies/Contract Services to be Returned	145,310,945	5,515,930	150,826,875
Leases Payable	4,305,917	0	4,305,917
Accrued Seasonal Bonus	120,603,105	37,394,283	157,997,388
Total Current Liabilities	534,785,976	140,276,585	675,062,561
2. Non-Current Liabilities			
Leases Payable	1,990,183	0	1,990,183
Total Non-Current Liabilities	1,990,183	0	1,990,183
<b>TOTAL LIABILITIES</b>	<b>536,776,159</b>	<b>140,276,585</b>	<b>677,052,744</b>
<b>III. NET ASSETS</b>			
1. Restricted Net Assets			
Subsidy	1,070,618,776	407,389,976	1,478,008,752
Donated Building	48,606,108	26,496,037	75,102,145
Total Restricted Net Assets	1,119,224,884	433,886,013	1,553,110,897
(Appropriated Amount to Fundamental Properties)	48,606,108	26,496,037	75,102,145
2. Unrestricted Net Assets	675,650,732	379,239,073	1,054,889,805
(Appropriated Amount to Fundamental Properties)	500,986,854	273,096,666	774,083,520
<b>TOTAL NET ASSETS</b>	<b>1,794,875,616</b>	<b>813,125,086</b>	<b>2,608,000,702</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>2,331,651,775</b>	<b>953,401,671</b>	<b>3,285,053,446</b>

## Radiation Effects Research Foundation

## Statement of Changes in Net Assets

1 April 2016 - 31 March 2017

(Unit: Yen)

Category	Current Year	Prior Year	Changes
<b>I. CHANGES IN UNRESTRICTED NET ASSETS</b>			
1. Recurring Changes			
(1) Recurring Revenues and Gains			
Net Assets Released from Restrictions	3,778,134,322	3,784,901,310	(6,766,988)
Japan Subsidy	1,896,191,000	1,919,897,000	(23,706,000)
U.S. Subsidy	1,041,033,023	959,399,475	81,633,548
Japan Subsidy (Work-Related Illness Study)	542,553,000	542,553,000	0
Japan Subsidy (Major Facility Renovation)	0	325,857,000	(325,857,000)
U.S. Subsidy (Major Facility Renovation)	293,562,468	32,400,000	261,162,468
Donated Building	4,794,831	4,794,835	(4)
Operating Income	76,533,586	179,733,975	(103,200,389)
Medical Examination Income	18,548,206	20,964,340	(2,416,134)
Contract Services	57,985,380	158,769,635	(100,784,255)
Miscellaneous Income	4,875,430	11,013,859	(6,138,429)
Interest Income	11,067	124,786	(113,719)
Other Miscellaneous Income	4,864,363	10,889,073	(6,024,710)
Total Recurring Revenue and Gains	3,859,543,338	3,975,649,144	(116,105,806)
(2) Recurring Expenses and Losses			
① Direct Costs	2,727,930,420	2,724,373,163	3,557,257
Directors Salaries and Fees	51,799,511	78,759,870	(26,960,359)
Salaries and Wages	1,405,297,759	1,421,063,045	(15,765,286)
Termination Allowance	167,442,684	149,537,992	17,904,692
Accrued Expense for Seasonal Bonus	117,090,555	117,226,422	(135,867)
Fees and Gratuities	52,024,738	44,701,354	7,323,384
Travel, Domestic	15,924,757	15,592,078	332,679
Travel, Committee Members	377,060	0	377,060
Travel, Relocation	340,645	5,446,665	(5,106,020)
Travel, Overseas	19,414,558	23,098,725	(3,684,167)
Equipment Expensed	257,607	177,200	80,407
Supplies	164,705,294	164,989,878	(284,584)
PR and Publications	10,569,290	9,749,379	819,911
Communication and Freight	22,491,088	19,945,427	2,545,661
Utilities	34,248,091	37,281,253	(3,033,162)
Leases and Transportation	22,820,536	21,817,888	1,002,648
Meetings	281,337	776,236	(494,899)
Temporary Employee Salaries and Benefits	36,557,317	25,544,124	11,013,193
Insurance	397,860	596,396	(198,536)
Contract Services and Others	92,882,522	118,211,085	(25,328,563)
Land and Building Lease	37,580,137	39,063,676	(1,483,539)
Entrustment Fees	235,916,445	217,689,194	18,227,251
Depreciation	239,383,334	212,973,359	26,409,975
Amortization of Long-term Prepaid Expenses	127,295	131,917	(4,622)
② Indirect Costs	977,993,182	981,719,688	(3,726,506)
Directors Salaries and Fees	30,598,710	39,054,748	(8,456,038)
Salaries and Wages	376,982,228	394,533,813	(17,551,585)
Termination Allowance	78,194,292	51,947,710	26,246,582
Accrued Expense for Seasonal Bonus	35,839,983	33,373,054	2,466,929
Fees and Gratuities	10,931,598	8,973,040	1,958,558
Travel, Domestic	1,440,239	5,007,765	(3,567,526)
Travel, Committee Members	14,866,036	16,541,091	(1,675,055)
Travel, Relocation	312,705	1,139,302	(826,597)
Travel, Overseas	3,534,598	5,898,816	(2,364,218)
Equipment Expensed	0	0	0
Supplies	17,847,742	14,538,866	3,308,876
PR and Publications	7,858,783	11,422,172	(3,563,389)
Communication and Freight	13,897,605	14,205,243	(307,638)
Utilities	18,669,231	18,125,717	543,514
Leases and Transportation	5,509,415	5,678,426	(169,011)
Meetings	1,850,313	1,395,755	454,558
Temporary Employee Salaries and Benefits	7,001,426	1,434,431	5,566,995
Insurance	2,358,297	2,391,788	(33,491)
Contract Services and Others	75,913,664	96,818,449	(20,904,785)
Employee Welfare	1,874,654	1,815,178	59,476
Land and Building Lease	20,485,588	19,067,403	1,418,185
Facility Maintenance and Repair	0	0	0
Tax	3,522,804	883,496	2,639,308
Entrustment Fees	195,379,864	199,731,820	(4,351,956)
Depreciation	53,054,016	37,676,836	15,377,180
Amortization of Long-term Prepaid Expenses	69,391	64,769	4,622
③ Subsidies/Contract Services to be Returned	150,826,875	240,584,490	(89,757,615)
Total Recurring Expenses and Losses	3,856,750,477	3,946,677,341	(89,926,864)
Recurring Changes	2,792,861	28,971,803	(26,178,942)

## Radiation Effects Research Foundation

## Statement of Changes in Net Assets

1 April 2016 - 31 March 2017

(Unit: Yen)

Category	Current Year	Prior Year	Changes
2. Non-Recurring Changes			
(1) Non-Recurring Revenues and Gains			
Donated Non-Current Assets	2,573,910	963,932	1,609,978
Profit from Prior Year Adjustment	290,926	0	290,926
Total Non-Recurring Revenues and Gains	2,864,836	963,932	1,900,904
(2) Non-Recurring Expenses and Losses			
Loss on Disposal of Non-Current Assets	764,620	74,505	690,115
Loss from Prior Year Adjustment	0	607	(607)
Total Non-Recurring Expenses and Losses	764,620	75,112	689,508
Non-Recurring Changes	2,100,216	888,820	1,211,396
Changes in Unrestricted Net Assets during Current Year	4,893,077	29,860,623	(24,967,546)
Unrestricted Net Assets at Beginning of Year	1,049,996,728	1,020,136,105	29,860,623
Unrestricted Net Assets at End of Year	1,054,889,805	1,049,996,728	4,893,077
II. CHANGES IN RESTRICTED NET ASSETS			
Subsidy Income	3,907,055,914	4,585,588,780	(678,532,866)
Japan Subsidy	1,896,191,000	1,919,897,000	(23,706,000)
U.S. Subsidy	1,468,311,914	1,471,319,312	(3,007,398)
Japan Subsidy (Work-Related Illness Study)	542,553,000	542,553,000	0
Japan Subsidy (Major Facility Renovation)	0	325,857,000	(325,857,000)
U.S. Subsidy (Major Facility Renovation)	0	325,962,468	(325,962,468)
Exchange Rate Gain	83,637,471	92,073,707	(8,436,236)
Net Assets Released from Restrictions	(3,778,134,322)	(3,784,901,310)	6,766,988
Changes in Restricted Net Assets during Current Year	212,559,063	892,761,177	(680,202,114)
Restricted Net Assets at Beginning of Year	1,340,551,834	447,790,657	892,761,177
Restricted Net Assets at End of Year	1,553,110,897	1,340,551,834	212,559,063
III. CHANGES IN TOTAL NET ASSETS			
Net Assets at Beginning of Year	2,390,548,562	1,467,926,762	922,621,800
Net Assets at End of Year	2,608,000,702	2,390,548,562	217,452,140
CHANGES IN TOTAL NET ASSETS	217,452,140	922,621,800	(705,169,660)

## Radiation Effects Research Foundation

## Breakdown of the Statement of Changes in Net Assets

1 April 2016 - 31 March 2017

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Total
<b>I. CHANGES IN UNRESTRICTED NET ASSETS</b>			
1. Recurring Changes			
(1) Recurring Revenues and Gains			
Net Assets Released from Restrictions	2,760,772,198	1,017,362,124	3,778,134,322
Japan Subsidy	1,366,584,854	529,606,146	1,896,191,000
U.S. Subsidy	750,272,500	290,760,523	1,041,033,023
Japan Subsidy (Work-Related Illness Study)	450,818,000	91,735,000	542,553,000
Japan Subsidy (Major Facility Renovation)	0	0	0
U.S. Subsidy (Major Facility Renovation)	189,993,629	103,568,839	293,562,468
Donated Building	3,103,215	1,691,616	4,794,831
Operating Income	68,502,611	8,030,975	76,533,586
Medical Examination Income	18,548,206	0	18,548,206
Contract Services	49,954,405	8,030,975	57,985,380
Miscellaneous Income	3,508,236	1,367,194	4,875,430
Interest Income	2,490	8,577	11,067
Other Miscellaneous Income	3,505,746	1,358,617	4,864,363
Total Recurring Revenue and Gains	2,832,783,045	1,026,760,293	3,859,543,338
(2) Recurring Expenses and Losses			
① Direct Costs	2,727,930,420	0	2,727,930,420
Directors Salaries and Fees	51,799,511	0	51,799,511
Salaries and Wages	1,405,297,759	0	1,405,297,759
Termination Allowance	167,442,684	0	167,442,684
Accrued Expense for Seasonal Bonus	117,090,555	0	117,090,555
Fees and Gratuities	52,024,738	0	52,024,738
Travel, Domestic	15,924,757	0	15,924,757
Travel, Committee Members	377,060	0	377,060
Travel, Relocation	340,645	0	340,645
Travel, Overseas	19,414,558	0	19,414,558
Equipment Expensed	257,607	0	257,607
Supplies	164,705,294	0	164,705,294
PR and Publications	10,569,290	0	10,569,290
Communication and Freight	22,491,088	0	22,491,088
Utilities	34,248,091	0	34,248,091
Leases and Transportation	22,820,536	0	22,820,536
Meetings	281,337	0	281,337
Temporary Employee Salaries and Benefits	36,557,317	0	36,557,317
Insurance	397,860	0	397,860
Contract Services and Others	92,882,522	0	92,882,522
Land and Building Lease	37,580,137	0	37,580,137
Entrustment Fees	235,916,445	0	235,916,445
Depreciation	239,383,334	0	239,383,334
Amortization of Long-term Prepaid Expenses	127,295	0	127,295
② Indirect Costs	0	977,993,182	977,993,182
Directors Salaries and Fees	0	30,598,710	30,598,710
Salaries and Wages	0	376,982,228	376,982,228
Termination Allowance	0	78,194,292	78,194,292
Accrued Expense for Seasonal Bonus	0	35,839,983	35,839,983
Fees and Gratuities	0	10,931,598	10,931,598
Travel, Domestic	0	1,440,239	1,440,239
Travel, Committee Members	0	14,866,036	14,866,036
Travel, Relocation	0	312,705	312,705
Travel, Overseas	0	3,534,598	3,534,598
Equipment Expensed	0	0	0
Supplies	0	17,847,742	17,847,742
PR and Publications	0	7,858,783	7,858,783
Communication and Freight	0	13,897,605	13,897,605
Utilities	0	18,669,231	18,669,231
Leases and Transportation	0	5,509,415	5,509,415
Meetings	0	1,850,313	1,850,313
Temporary Employee Salaries and Benefits	0	7,001,426	7,001,426
Insurance	0	2,358,297	2,358,297
Contract Services and Others	0	75,913,664	75,913,664
Employee Welfare	0	1,874,654	1,874,654
Land and Building Lease	0	20,485,588	20,485,588
Facility Maintenance and Repair	0	0	0
Tax	0	3,522,804	3,522,804
Entrustment Fees	0	195,379,864	195,379,864
Depreciation	0	53,054,016	53,054,016
Amortization of Long-term Prepaid Expenses	0	69,391	69,391
③ Subsidies/Contract Services to be Returned	145,310,945	5,515,930	150,826,875
Total Recurring Expenses and Losses	2,873,241,365	983,509,112	3,856,750,477
Recurring Changes	(40,458,320)	43,251,181	2,792,861

## Radiation Effects Research Foundation

## Breakdown of the Statement of Changes in Net Assets

1 April 2016 - 31 March 2017

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Total
2. Non-Recurring Changes			
(1) Non-Recurring Revenues and Gains			
Donated Non-Current Assets	2,573,910	0	2,573,910
Profit from Prior Year Adjustment	290,926	0	290,926
Total Non-Recurring Revenues and Gains	2,864,836	0	2,864,836
(2) Non-Recurring Expenses and Losses			
Loss on Disposal of Non-Current Assets	51,223	713,397	764,620
Loss from Prior Year Adjustment	0	0	0
Total Non-Recurring Expenses and Losses	51,223	713,397	764,620
Non-Recurring Changes	2,813,613	(713,397)	2,100,216
Changes in Unrestricted Net Assets during Current Year	(37,644,707)	42,537,784	4,893,077
Unrestricted Net Assets at Beginning of Year	713,295,439	336,701,289	1,049,996,728
Unrestricted Net Assets at End of Year	675,650,732	379,239,073	1,054,889,805
II. CHANGES IN RESTRICTED NET ASSETS			
Subsidy Income	2,875,615,250	1,031,440,664	3,907,055,914
Japan Subsidy	1,366,584,854	529,606,146	1,896,191,000
U.S. Subsidy	1,058,212,396	410,099,518	1,468,311,914
Japan Subsidy (Work-Related Illness Study)	450,818,000	91,735,000	542,553,000
Japan Subsidy (Major Facility Renovation)	0	0	0
U.S. Subsidy (Major Facility Renovation)	0	0	0
Exchange Rate Gain	60,277,525	23,359,946	83,637,471
Net Assets Released from Restrictions	(2,760,772,198)	(1,017,362,124)	(3,778,134,322)
Changes in Restricted Net Assets during Current Year	175,120,577	37,438,486	212,559,063
Restricted Net Assets at Beginning of Year	944,104,307	396,447,527	1,340,551,834
Restricted Net Assets at End of Year	1,119,224,884	433,886,013	1,553,110,897
III. CHANGES IN TOTAL NET ASSETS			
Net Assets at Beginning of Year	1,657,399,746	733,148,816	2,390,548,562
Net Assets at End of Year	1,794,875,616	813,125,086	2,608,000,702
CHANGES IN TOTAL NET ASSETS	137,475,870	79,976,270	217,452,140

Radiation Effects Research Foundation

Notes on Financial Reports (FY2016)

1. Important accounting policies

(1) Valuation standards and methods for inventory assets ("Other" of Current Assets)

By the lower of cost or market value method based on first-in first-out system

(2) Method for depreciation of non-current assets

Non-current assets are depreciated by the straight-line method.

(3) Reporting standards for reserves

① Accrued seasonal bonus

Summer bonus amounts accrued for directors and employees during the current term are reported.

② Reserve for retirement allowance

In accordance with the accounting principles for public interest corporations, with regard to retirement allowance payment projections, it has become necessary to report the retirement allowance liability for directors and employees at 100% of 2,543,393,779 yen, the payable term-end liability, as the reserve for retirement allowance. However, since retirement allowance liabilities beyond one year are not provided by the U.S. and Japanese governments' annual subsidies, which cover nearly all of RERF's expenses, the reserve for such retirement allowance has not been recorded.

(4) Accounting procedures for consumption taxes

Consumption taxes are calculated based on the tax-inclusive method.

(5) Handling of lease transactions

Finance lease transactions are accounted for in a manner conforming to ordinary sale and purchase transactions in accordance with the "Accounting standards for lease transactions" (Financial Accounting Principles No. 13 [June 17, 1993 (Financial Accounting Council, Group I), revised on March 30, 2007]).

2. Changes in and balance of the monetary value of fundamental properties and reserves

Changes in and balance of the monetary value of fundamental properties and reserves are as follows:

(Unit: Yen)

Item	Closing Balance of Previous Term	Increase during Current Term	Decrease during Current Term	Closing Balance of Current Term
Fundamental Properties				
Buildings	608,111,745	285,336,000	44,262,080	849,185,665
Total	608,111,745	285,336,000	44,262,080	849,185,665

3. Financial sources of fundamental properties and reserves

Financial sources of fundamental properties and reserves are as follows:

(Unit: Yen)

Item	Closing Balance of Current Term	Appropriated Amount from Restricted Net Assets	Appropriated Amount from Unrestricted Net Assets	Amount of Liabilities
Fundamental Properties				
Buildings	849,185,665	75,102,145	774,083,520	0
Total	849,185,665	75,102,145	774,083,520	0

4. Acquisition costs of non-current assets, accumulated depreciation, and closing balance of current term

Acquisition costs of non-current assets, accumulated depreciation, and closing balance of current term are as follows:

(Unit: Yen)

Item	Acquisition Cost	Accumulated Depreciation	Closing Balance of Current Term
Buildings	1,306,571,961	457,386,296	849,185,665
Vehicles	688,040	688,039	1
Furniture and Equipment	3,626,791,598	2,744,373,519	882,418,079
Leased Assets	24,500,000	18,410,000	6,090,000
Software	260,753,106	173,731,094	87,022,012
Total	5,219,304,705	3,394,588,948	1,824,715,757



Radiation Effects Research Foundation

Notes on Financial Reports (FY2016)

5. Summary of changes in government subsidy amounts over current term

Summary of changes in government subsidy amounts over current term is as follows:

(Unit: Yen)

Name of Subsidy	Providers	Closing Balance of Previous Term	Increase during Current Term	Decrease during Current Term	Closing Balance of Current Term	Classification on Balance Sheet
Japanese government subsidy	Ministry of Health, Labour and Welfare	0	1,896,191,000	1,896,191,000	0	Net Assets
U.S. government subsidy	Department of Energy	532,139,603	1,551,949,385	1,174,136,217	909,952,771	Net Assets
Japanese government subsidy (Work-Related Illness Study)	Ministry of Health, Labour and Welfare	32,055,387	542,690,658	536,613,365	38,132,680	Net Assets
Japanese government subsidy (Major Facility Renovation)	Ministry of Health, Labour and Welfare	0	0	0	0	Net Assets
U.S. government subsidy (Major Facility Renovation)	Department of Energy	293,562,468	0	293,562,468	0	Net Assets
<b>Total</b>		<b>857,757,458</b>	<b>3,990,831,043</b>	<b>3,900,503,050</b>	<b>948,085,451</b>	

6. Summary of amount of transfer from restricted net assets to unrestricted net assets

Summary of amount of transfer from restricted net assets to unrestricted net assets is as follows:

(Unit: Yen)

Description	Amount
Amount of Transfer by Depreciation	4,794,831
Transferred amount based on recording in direct and indirect costs	3,773,339,491
<b>Total</b>	<b>3,778,134,322</b>

7. Others

(1) Corporate pension plan for multi-establishment operations

The Hiroshima Prefectural Hospital Welfare Pension Fund (hereinafter referred to as the "Fund"), in which RERF had participated, was dissolved in September 2016. The Fund member organizations had two options following the dissolution of the Fund: transition to the defined benefit corporate pension, using the residual assets; or distribution of the residual assets among the employees, based on their respective enrollment periods and the amount of premium paid. RERF has chosen the latter option.

(2) "Unallowable Costs," provided on No. A-122, Circular of U.S. Office of Management and Budget (OMB)

General Fund 212,740 yen

(3) Long-term prepaid expenses

The sewage facility using defrayment was capitalized as a long-term prepaid expense, and it's amortized over 6 years in accordance with the regulation of the corporate tax laws.

(Unit: Yen)

Item	Acquisition Cost	Total Accumulated expense	Closing Balance of Current Term
Long-term prepaid expense (Acquired in FY2012)	1,177,761	917,868	259,893

(4) Subsidy Income

Until the end of FY2013, RERF recorded as subsidy income the received U.S. and Japan subsidies and the sum equivalent to depreciation for donated buildings under the recurring revenues and gains, and included the exchange gain/loss of the U.S. subsidy under the recurring changes. However, since FY2014, RERF has followed note 13 in the "notes to the accounting standards for public nonprofit organizations" and recorded the subsidies received, including the exchange gain/loss, under the changes in restricted net assets. This records the sum included in the direct and indirect costs under the recurring changes as the net assets released from restrictions.

## Radiation Effects Research Foundation

Notes on Financial Reports (FY2016)

## 8. External Grants

Summary of FY2016 external grants is as follows:

(Unit: Yen)

Item	Number of Grants	Amount Received	Expenditure	Amount Carried Over
Japan society for the promotion of science - Grant-in-Aid for Scientific Research (S)	1	9,285,371	9,285,371	0
Japan society for the promotion of science - Grant-in-Aid for Scientific Research (A)	1	50,000	50,000	0
Japan society for the promotion of science - Grant-in-Aid for Scientific Research (B)	3	3,647,530	3,647,530	0
Japan society for the promotion of science - Grant-in-Aid for Scientific Research (C)	6	7,876,472	6,082,036	1,794,436
Japan society for the promotion of science - Bilateral Programs	2	2,960,015	2,960,015	0
MEXT - Grant-in-Aid for Core-to-Core Program	1	300,000	300,000	0
MHLW - Research to promote policies regarding emerging/re-emerging infectious disease and immunization	1	200,000	200,000	0
MHLW - Comprehensive research project against circulatory disease, diabetes, and other lifestyle-related diseases	1	1,620,000	1,620,000	0
MHLW - Comprehensive anti-cancer research	1	300,000	300,000	0
Ministry of the Environment - FY2016 Research on Nuclear Hazard Effects	1	6,039,853	6,039,853	0
Smoking Research Foundation	1	2,000,010	1,939,683	60,327
Total	19	34,279,251	32,424,488	1,854,763

The above summary is for information purposes. External grants received from Japanese government agencies are issued to individual employees of an organization and not to the organization itself. As such, under present government guidelines, RERF does not recognize the income and expenses from these grants as part of its official statements of accounts.

However, it should be noted that certain external grants allow an indirect cost percentage. This funding from those grants is transferred to RERF as income and is included as operating income in the Statement of Changes in Net Assets of RERF's financial statements.

\* "Amount Received" includes the balance carried over from the previous fiscal year and interest income.

## Radiation Effects Research Foundation

Addended Statement (FY2016)

## 1. Breakdown of fundamental assets and specific assets

(Unit: Yen)

Classification	Item	Book value at beginning of term	Increase for current term	Decrease for current term	Book value at end of term
Fundamental Assets	Buildings	608,111,745	285,336,000	44,262,080	849,185,665
Total		608,111,745	285,336,000	44,262,080	849,185,665

\* Increase for current term includes: renovation work of electric facilities, fire suppression system. These capital expenditures are recognized as Unrestricted Net Assets.

## 2. Breakdown of tangible and intangible non-current assets

(Unit: Yen)

Classification	Item	Book value at beginning of term	Increase for current term	Decrease for current term	Book value at end of term
Tangible Non-Current Assets	Vehicles	1	0	0	1
	Furniture and Equipment	981,681,612	113,923,466	213,186,999	882,418,079
	Leased Assets	12,794,774	0	6,704,774	6,090,000
	Sub-total	994,476,387	113,923,466	219,891,773	888,508,080
Intangible Non-Current Assets	Telephone Deposits	2,052,000	0	0	2,052,000
	Software	91,928,826	24,985,174	29,891,988	87,022,012
	Security Deposits	3,492,000	0	720,000	2,772,000
	Long-term Prepaid Expenses	456,579	0	196,686	259,893
	Sub-total	97,929,405	24,985,174	30,808,674	92,105,905
Total		1,092,405,792	138,908,640	250,700,447	980,613,985

## 3. Details of accrued expenses

(Unit: Yen)

Item	Balance at beginning of term	Increase for current term	Decrease for current term		Balance at end of term
			Used as Intended	Other	
Accrued Seasonal Bonus	155,085,909	157,997,388	155,085,909	0	157,997,388
Total	155,085,909	157,997,388	155,085,909	0	157,997,388

## Radiation Effects Research Foundation

List of Property  
As of 31 March 2017

(Unit: Yen)

Item in the balance sheet	Location, amount of material	Purpose of use, etc.	Amount	
<b>(Current Assets)</b>				
Cash	On hand	Working capital	1,195,000	
Checking Accounts	Bank of Tokyo-Mitsubishi UFJ	"	402,069,292	
	18th Bank	"	17,777,726	
Savings Accounts	Bank of Hiroshima	"	74,917,479	
	Bank of Tokyo-Mitsubishi UFJ	"	903,964,974	
Accounts Receivable	Medical examination fees (Hiroshima)	Accounts receivable for February and March	1,485,520	
	Medical examination fees (Nagasaki)	"	306,638	
	U.S. National Cancer Institute	"	3,677,600	
	Rental home utilities	Advance payment of utilities for January - March	289,918	
	Other accounts receivable	Accounts receivable for October and March	24,261,029	
Prepaid Expenses	Unemployment insurance	Overpayment of amount due for this fiscal year allocated to next fiscal year	92,169	
	Workers' compensation insurance	"	31,769	
	Rental home rent	Amount due for April, next fiscal year	940,000	
	Other prepaid expenses	Amount for next fiscal year	3,527,290	
Other	Reagents, Laboratory supplies, Postage stamps	Unused amount at final inventory	20,717,392	
<b>Total Current Assets</b>			<b>1,455,253,796</b>	
<b>(Non-Current Assets)</b>				
Fundamental Properties	Buildings	Hiroshima Laboratory 7,847㎡ (5-2 Hijiyama Park, Hiroshima)	Property for public interest activities (64.72%) and administrative activities (35.28%)	675,323,406
		Nagasaki Laboratory 2,643㎡ (1-8-6 Nakagawa, Nagasaki)	"	173,862,258
		Hijiyama Hall 1,386㎡ (5-1 Hijiyama Park, Hiroshima)	Property for administrative activities	1
Other Non-Current	Vehicles	Hiroshima Laboratory 1 vehicle	Property for administrative activities	1
	Furniture and Equipment	Hiroshima Laboratory 5,709 items	Property for public interest activities (84.99%) and administrative activities (15.01%)	551,215,605
		Nagasaki Laboratory 1,271 items	"	331,202,474
	Leased Assets	Hiroshima Laboratory 2 items	Property for public interest activities	6,090,000
	Telephone Deposits	Hiroshima Laboratory 39 circuits	Property for public interest activities (24.56%) and administrative activities (75.44%)	1,404,000
		Nagasaki Laboratory 18 circuits	"	648,000
	Software	Hiroshima Laboratory 309 items	Property for public interest activities (84.46%) and administrative activities (15.54%)	85,770,982
		Nagasaki Laboratory 20 items	"	1,251,030
Security Deposits	Hiroshima 6 deposits	Property for public interest activities (67.39%) and administrative activities (32.61%)	2,772,000	
Long-term Prepaid Expenses	Hiroshima Laboratory 1 item	Property for public interest activities (64.72%) and administrative activities (35.28%)	259,893	
<b>Total Non-Current</b>			<b>1,829,799,650</b>	
<b>Total Assets</b>			<b>3,285,053,446</b>	

## Radiation Effects Research Foundation

List of Property  
As of 31 March 2017

(Unit: Yen)

Item in the balance sheet	Location, amount of material	Purpose of use, etc.	Amount
(Current Liabilities)			
Accounts Payable	Base Pay	Payable portion for March	16,110
	Legal welfare premiums	"	15,525,729
	Overtime allowances	"	2,232,600
	Termination allowances	"	199,205,148
	Fees and gratuities	"	5,513,282
	Supplies (Mixel Co., etc)	Payable portion for acquisition of supplies	7,479,971
	Printing and Book Binding (Takato Print Media Co., etc)	Payable portion for printing and book binding	1,005,229
	Communication and freight (Hiroshima-Higashi Post Office, etc.)	Payable portion for communication and freight	1,089,920
	Utilities (Hiroshima City Water Bureau, etc.)	Payable portion for utilities	658,481
	Leases and Transportation (Kintetsu Taxi Co., etc)	Payable portion for leases and transportation	751,540
	Temporary Employee Salaries and Benefits	Payable portion for temporary employee salaries and benefits	408,901
	Contract services and others (BGI Japan Co., etc)	Payable portion for contract services and others	8,170,106
	Tax	Unpaid portion for consumption tax	2,596,300
	Entrustment fees (Hiroshima Sokei Service Co., etc)	Payable portion for entrustment fees	95,467,943
	Other Non-Current Assets (Center for Cancer Statistics, etc.)	Payable portion for other non-current assets	6,705,848
	Others	Payable travel expenses to committee members and RERF staff	2,163,336
	Deposits Received	Withheld payroll taxes payable	Amount deposited for March portion of withholding taxes for directors/staff
Temporary Received		Non-obligatory deduction for employees hired using external grants	15,000
Subsidies/Contract Service to be Returned	Ministry of Health, Labour and Welfare	Portion returned as surplus of subsidy	150,826,875
Lease Payable	NTT Finance Co., Ricoh Lease Co.	Liability for acquisition of equipment allocated to public interest activities	4,305,917
Accrued Seasonal Bonus	December 2016 - March 2017	Accrued portion of staff seasonal bonuses to be paid in June 2017	157,997,388
Total Current			675,062,561
(Non-Current)			
Lease Payable	NTT Finance Co., Ricoh Lease Co.	Liability for acquisition of equipment allocated to public interest activities	1,990,183
Total Non-Current			1,990,183
Total Liabilities			677,052,744
Net Assets			2,608,000,702