

Statements of Accounts

FY2015

1 April 2015 — 31 March 2016

Radiation Effects Research Foundation

Radiation Effects Research Foundation

Balance Sheet (All Funds)
As of 31 March 2016

(Unit: Yen)

Category	Current Year	Prior Year	Changes
I ASSETS			
1. Current Assets			
Cash and Cash Equivalents	1,482,359,407	451,874,639	1,030,484,768
Subsidies Receivable	449,000,000	0	449,000,000
Accounts Receivable	52,490,605	48,610,104	3,880,501
Prepaid Expenses	5,960,664	1,259,370	4,701,294
Other	19,147,933	20,000	19,127,933
Total Current Assets	2,008,958,609	501,764,113	1,507,194,496
2. Non-Current Assets			
(1) Fundamental Properties			
Buildings	608,111,745	241,765,529	366,346,216
Total Fundamental Properties	608,111,745	241,765,529	366,346,216
(2) Reserves			
Reserves for Acquisition of Robotic Biorepository	0	294,840,000	(294,840,000)
Total Reserves	0	294,840,000	(294,840,000)
(3) Other Non-Current Assets			
Vehicles	1	1	0
Furniture and Equipment	981,681,612	699,573,445	282,108,167
Leased Assets	12,794,774	22,555,405	(9,760,631)
Telephone Deposits	2,052,000	2,124,000	(72,000)
Software	91,928,826	76,578,945	15,349,881
Security Deposits	3,492,000	2,619,000	873,000
Long-term Prepaid Expenses	456,579	653,265	(196,686)
Total Other Non-Current Assets	1,092,405,792	804,104,061	288,301,731
Total Non-Current Assets	1,700,517,537	1,340,709,590	359,807,947
TOTAL ASSETS	3,709,476,146	1,842,473,703	1,867,002,443
II LIABILITIES			
1. Current Liabilities			
Accounts Payable	496,899,404	160,243,170	336,656,234
Deposits Received	13,916,193	13,467,401	448,792
Loans Payable	400,000,000	0	400,000,000
Subsidies/Contract Services to be Returned	240,584,490	18,056,393	222,528,097
Leases Payable	6,145,488	12,574,730	(6,429,242)
Accrued Seasonal Bonus	155,085,909	157,763,659	(2,677,750)
Total Current Liabilities	1,312,631,484	362,105,353	950,526,131
2. Non-Current Liabilities			
Leases Payable	6,296,100	12,441,588	(6,145,488)
Total Non-Current Liabilities	6,296,100	12,441,588	(6,145,488)
TOTAL LIABILITIES	1,318,927,584	374,546,941	944,380,643
III NET ASSETS			
1. Restricted Net Assets			
Subsidy	1,260,654,858	363,098,846	897,556,012
Donated Building	79,896,976	84,691,811	(4,794,835)
Total Restricted Net Assets	1,340,551,834	447,790,657	892,761,177
(Appropriated Amount to Fundamental Properties)	79,896,976	84,691,811	(4,794,835)
2. Unrestricted Net Assets			
(Appropriated Amount to Fundamental Properties)	1,049,996,728	1,020,136,105	29,860,623
(Appropriated Amount to Reserves)	528,214,769	157,073,718	371,141,051
(Appropriated Amount to Reserves)	0	294,840,000	(294,840,000)
TOTAL NET ASSETS	2,390,548,562	1,467,926,762	922,621,800
TOTAL LIABILITIES AND NET ASSETS	3,709,476,146	1,842,473,703	1,867,002,443

Radiation Effects Research Foundation

Breakdown of the Balance Sheet (All Funds)

As of 31 March 2016

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Interfunds Debits and Credits Offset	Total
I ASSETS				
1. Current Assets				
Cash and Cash Equivalents	923,925,173	558,434,234	0	1,482,359,407
Subsidies Receivable	325,614,800	123,385,200	0	449,000,000
Accounts Receivable	49,991,366	2,499,239	0	52,490,605
Prepaid Expenses	4,250,562	1,710,102	0	5,960,664
Other	19,127,933	20,000	0	19,147,933
Total Current Assets	1,322,909,834	686,048,775	0	2,008,958,609
2. Non-Current Assets				
(1) Fundamental Properties				
Buildings	407,860,547	200,251,198	0	608,111,745
Total Fundamental Properties	407,860,547	200,251,198	0	608,111,745
(2) Reserves				
Reserves for Acquisition of Robotic Biorepository	0	0	0	0
Total Reserves	0	0	0	0
(3) Other Non-Current Assets				
Vehicles	0	1	0	1
Furniture and Equipment	875,227,062	106,454,550	0	981,681,612
Leased Assets	12,794,774	0	0	12,794,774
Telephone Deposits	504,000	1,548,000	0	2,052,000
Software	72,258,042	19,670,784	0	91,928,826
Security Deposits	1,868,000	1,624,000	0	3,492,000
Long-term Prepaid Expenses	306,228	150,351	0	456,579
Total Other Non-Current Assets	962,958,106	129,447,686	0	1,092,405,792
Total Non-Current Assets	1,370,818,653	329,698,884	0	1,700,517,537
TOTAL ASSETS	2,693,728,487	1,015,747,659	0	3,709,476,146
II LIABILITIES				
1. Current Liabilities				
Accounts Payable	366,211,266	130,688,138	0	496,899,404
Deposits Received	9,809,033	4,107,160	0	13,916,193
Loans Payable	290,080,000	109,920,000	0	400,000,000
Subsidies/Contract Services to be Returned	240,560,432	24,058	0	240,584,490
Leases Payable	6,145,488	0	0	6,145,488
Accrued Seasonal Bonus	117,226,422	37,859,487	0	155,085,909
Total Current Liabilities	1,030,032,641	282,598,843	0	1,312,631,484
2. Non-Current Liabilities				
Leases Payable	6,296,100	0	0	6,296,100
Total Non-Current Liabilities	6,296,100	0	0	6,296,100
TOTAL LIABILITIES	1,036,328,741	282,598,843	0	1,318,927,584
III NET ASSETS				
1. Restricted Net Assets				
Subsidy	890,517,405	370,137,453	0	1,260,654,858
Donated Building	53,586,902	26,310,074	0	79,896,976
Total Restricted Net Assets	944,104,307	396,447,527	0	1,340,551,834
(Appropriated Amount to Fundamental Properties)	53,586,902	26,310,074	0	79,896,976
2. Unrestricted Net Assets				
(Appropriated Amount to Fundamental Properties)	713,295,439	336,701,289	0	1,049,996,728
(Appropriated Amount to Reserves)	354,273,646	173,941,123	0	528,214,769
(Appropriated Amount to Reserves)	0	0	0	0
TOTAL NET ASSETS	1,657,399,746	733,148,816	0	2,390,548,562
TOTAL LIABILITIES AND NET ASSETS	2,693,728,487	1,015,747,659	0	3,709,476,146

Radiation Effects Research Foundation

Breakdown of the Statement of Changes in Net Assets (All Funds)
1 April 2015 - 31 March 2016

(Unit: Yen)

Category	Current Year	Prior Year	Changes
I CHANGES IN UNRESTRICTED NET ASSETS			
1. Recurring Changes			
(1) Recurring Revenues and Gains			
Net Assets Released from Restrictions	3,784,901,310	3,307,225,928	477,675,382
Japan Subsidy	1,919,897,000	1,935,566,000	(15,669,000)
U.S. Subsidy	959,399,475	1,277,558,189	(318,158,714)
Japan Subsidy (Work-Related Illness Study)	542,553,000	89,440,000	453,113,000
Japan Subsidy (Major Facility Renovation)	325,857,000	0	325,857,000
U.S. Subsidy (Major Facility Renovation)	32,400,000	0	32,400,000
Donated Building	4,794,835	4,661,739	133,096
Operating Income	179,733,975	244,199,175	(64,465,200)
Medical Examination Income	20,964,340	20,717,139	247,201
Contract Services	158,769,635	223,482,036	(64,712,401)
Charitable Donations Income	0	22,032	(22,032)
Charitable Donations Income	0	22,032	(22,032)
Miscellaneous Income	11,013,859	4,127,912	6,885,947
Interest Income	124,786	130,198	(5,412)
Other Miscellaneous Income	10,889,073	3,997,714	6,891,359
Total Recurring Revenue and Gains	3,975,649,144	3,555,575,047	420,074,097
(2) Recurring Expenses and Losses			
① Direct Costs	2,724,373,163	2,545,183,232	179,189,931
Directors Salaries and Fees	78,759,870	37,234,688	41,525,182
Salaries and Wages	1,421,063,045	1,441,856,440	(20,793,395)
Termination Allowance	149,537,992	53,367,082	96,170,910
Accrued Expense for Seasonal Bonus	117,226,422	119,478,874	(2,252,452)
Fees and Gratuities	44,701,354	43,009,494	1,691,860
Travel, Domestic	15,592,078	13,441,033	2,151,045
Travel, Committee Members	0	451,490	(451,490)
Travel, Relocation	5,446,665	95,660	5,351,005
Travel, Overseas	23,098,725	15,748,535	7,350,190
Equipment Expensed	177,200	154,030	23,170
Supplies	164,989,878	171,882,307	(6,892,429)
PR and Publications	9,749,379	5,455,225	4,294,154
Communication and Freight	19,945,427	10,855,729	9,089,698
Utilities	37,281,253	36,410,777	870,476
Leases and Transportation	21,817,888	21,779,169	38,719
Meetings	776,236	49,590	726,646
Temporary Employee Salaries and Benefits	25,544,124	35,444,261	(9,900,137)
Insurance	596,396	649,386	(52,990)
Contract Services and Others	118,211,085	96,172,348	22,038,737
Land and Building Lease	39,063,676	36,748,133	2,315,543
Entrustment Fees	217,689,194	210,572,529	7,116,665
Depreciation	212,973,359	194,202,284	18,771,075
Amortization of Long-term Prepaid Expenses	131,917	124,168	7,749
② Indirect Costs	981,719,688	1,021,346,267	(39,626,579)
Directors Salaries and Fees	39,054,748	20,205,751	18,848,997
Salaries and Wages	394,533,813	406,648,210	(12,114,397)
Termination Allowance	51,947,710	58,362,181	(6,414,471)
Accrued Expense for Seasonal Bonus	33,373,054	38,284,785	(4,911,731)
Fees and Gratuities	8,973,040	7,007,720	1,965,320
Travel, Domestic	5,007,765	5,994,690	(986,925)
Travel, Committee Members	16,541,091	14,479,877	2,061,214
Travel, Relocation	1,139,302	217,560	921,742
Travel, Overseas	5,898,816	7,685,450	(1,786,634)
Supplies	14,538,866	14,914,478	(375,612)
PR and Publications	11,422,172	14,376,789	(2,954,617)
Communication and Freight	14,205,243	18,429,281	(4,224,038)
Utilities	18,125,717	21,265,094	(3,139,377)
Leases and Transportation	5,678,426	6,445,738	(767,312)
Meetings	1,395,755	1,729,719	(333,964)
Temporary Employee Salaries and Benefits	1,434,431	1,072,056	362,375
Insurance	2,391,788	2,350,165	41,623
Contract Services and Others	96,818,449	76,275,035	20,543,414
Employee Welfare	1,815,178	1,644,710	170,468
Land and Building Lease	19,067,403	21,462,120	(2,394,717)
Tax	883,496	1,615,882	(732,386)
Entrustment Fees	199,731,820	245,031,896	(45,300,076)
Depreciation	37,676,836	35,774,562	1,902,274
Amortization of Long-term Prepaid Expenses	64,769	72,518	(7,749)
③ Subsidies/Contract Services to be Returned	240,584,490	18,056,393	222,528,097
Total Recurring Expenses and Losses	3,946,677,341	3,584,585,892	362,091,449
Recurring Changes	28,971,803	(29,010,845)	57,982,648

Radiation Effects Research Foundation

Breakdown of the Statement of Changes in Net Assets (All Funds)
1 April 2015 - 31 March 2016

(Unit: Yen)

Category	Current Year	Prior Year	Changes
2. Non-Recurring Changes			
(1) Non-Recurring Revenues and Gains			
Donated Non-Current Assets	963,932	1,735,225	(771,293)
Total Non-Recurring Revenues and Gains	963,932	1,735,225	(771,293)
(2) Non-Recurring Expenses and Losses			
Loss on Disposal of Non-Current Assets	74,505	0	74,505
Loss from Prior Year Adjustment	607	0	607
Total Non-Recurring Expenses and Losses	75,112	0	75,112
Non-Recurring Changes	888,820	1,735,225	(846,405)
Changes in Unrestricted Net Assets			
During Current Year	29,860,623	(27,275,620)	57,136,243
Unrestricted Net Assets at Beginning of Year	1,020,136,105	1,047,411,725	(27,275,620)
Unrestricted Net Assets at End of Year	1,049,996,728	1,020,136,105	29,860,623
II CHANGES IN RESTRICTED NET ASSETS			
Subsidy Income	4,585,588,780	3,350,864,966	1,234,723,814
Japan Subsidy	1,919,897,000	1,935,566,000	(15,669,000)
U.S. Subsidy	1,471,319,312	1,325,858,966	145,460,346
Japan Subsidy (Work-Related Illness Study)	542,553,000	89,440,000	453,113,000
Japan Subsidy (Major Facility Renovation)	325,857,000	0	325,857,000
U.S. Subsidy (Major Facility Renovation)	325,962,468	0	325,962,468
Exchange Rate Gain	92,073,707	314,798,069	(222,724,362)
Net Assets Released from Restrictions	(3,784,901,310)	(3,307,225,928)	(477,675,382)
Changes in Restricted Net Assets			
during Current Year	892,761,177	358,437,107	534,324,070
Restricted Net Assets at Beginning of Year	447,790,657	89,353,550	358,437,107
Restricted Net Assets at End of Year	1,340,551,834	447,790,657	892,761,177
III CHANGES IN TOTAL NET ASSETS			
Net Assets at Beginning of Year	1,467,926,762	1,136,765,275	331,161,487
Net Assets at End of Year	2,390,548,562	1,467,926,762	922,621,800
CHANGES IN TOTAL NET ASSETS	922,621,800	331,161,487	591,460,313

Radiation Effects Research Foundation

Breakdown of the Statement of Changes in Net Assets (All Funds)
1 April 2015 - 31 March 2016

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Interfunds Debits and Credits Offset	Total
I CHANGES IN UNRESTRICTED NET ASSETS				
1. Recurring Changes				
(1) Recurring Revenues and Gains				
Net Assets Released from Restrictions	2,772,598,518	1,012,302,792	0	3,784,901,310
Japan Subsidy	1,392,309,304	527,587,696	0	1,919,897,000
U.S. Subsidy	695,756,499	263,642,976	0	959,399,475
Japan Subsidy (Work-Related Illness Study)	441,033,849	101,519,151	0	542,553,000
Japan Subsidy (Major Facility Renovation)	218,552,290	107,304,710	0	325,857,000
U.S. Subsidy (Major Facility Renovation)	21,730,680	10,669,320	0	32,400,000
Donated Building	3,215,896	1,578,939	0	4,794,835
Operating Income	151,028,425	28,705,550	0	179,733,975
Medical Examination Income	20,964,340	0	0	20,964,340
Contract Services	130,064,085	28,705,550	0	158,769,635
Charitable Donations Income	0	0	0	0
Charitable Donations Income	0	0	0	0
Miscellaneous Income	7,918,873	3,094,986	0	11,013,859
Interest Income	22,117	102,669	0	124,786
Other Miscellaneous Income	7,896,756	2,992,317	0	10,889,073
Total Recurring Revenue and Gains	2,931,545,816	1,044,103,328	0	3,975,649,144
(2) Recurring Expenses and Losses				
① Direct Costs				
Directors Salaries and Fees	78,759,870	0	0	78,759,870
Salaries and Wages	1,421,063,045	0	0	1,421,063,045
Termination Allowance	149,537,992	0	0	149,537,992
Accrued Expense for Seasonal Bonus	117,226,422	0	0	117,226,422
Fees and Gratuities	44,701,354	0	0	44,701,354
Travel, Domestic	15,592,078	0	0	15,592,078
Travel, Committee Members	0	0	0	0
Travel, Relocation	5,446,665	0	0	5,446,665
Travel, Overseas	23,098,725	0	0	23,098,725
Equipment Expensed	177,200	0	0	177,200
Supplies	164,989,878	0	0	164,989,878
PR and Publications	9,749,379	0	0	9,749,379
Communication and Freight	19,945,427	0	0	19,945,427
Utilities	37,281,253	0	0	37,281,253
Leases and Transportation	21,817,888	0	0	21,817,888
Meetings	776,236	0	0	776,236
Temporary Employee Salaries and Benefits	25,544,124	0	0	25,544,124
Insurance	596,396	0	0	596,396
Contract Services and Others	118,211,085	0	0	118,211,085
Land and Building Lease	39,063,676	0	0	39,063,676
Entrustment Fees	217,689,194	0	0	217,689,194
Depreciation	212,973,359	0	0	212,973,359
Amortization of Long-term Prepaid Expenses	131,917	0	0	131,917
② Indirect Costs				
Directors Salaries and Fees	0	981,719,688	0	981,719,688
Salaries and Wages	0	39,054,748	0	39,054,748
Termination Allowance	0	394,533,813	0	394,533,813
Accrued Expense for Seasonal Bonus	0	51,947,710	0	51,947,710
Fees and Gratuities	0	33,373,054	0	33,373,054
Travel, Domestic	0	8,973,040	0	8,973,040
Travel, Domestic	0	5,007,765	0	5,007,765
Travel, Committee Members	0	16,541,091	0	16,541,091
Travel, Relocation	0	1,139,302	0	1,139,302
Travel, Overseas	0	5,898,816	0	5,898,816
Supplies	0	14,538,866	0	14,538,866
PR and Publications	0	11,422,172	0	11,422,172
Communication and Freight	0	14,205,243	0	14,205,243
Utilities	0	18,125,717	0	18,125,717
Leases and Transportation	0	5,678,426	0	5,678,426
Meetings	0	1,395,755	0	1,395,755
Temporary Employee Salaries and Benefits	0	1,434,431	0	1,434,431
Insurance	0	2,391,788	0	2,391,788
Contract Services and Others	0	96,818,449	0	96,818,449
Employee Welfare	0	1,815,178	0	1,815,178
Land and Building Lease	0	19,067,403	0	19,067,403
Tax	0	883,496	0	883,496
Entrustment Fees	0	199,731,820	0	199,731,820
Depreciation	0	37,676,836	0	37,676,836
Amortization of Long-term Prepaid Expenses	0	64,769	0	64,769
③ Subsidies/Contract Services to be Returned				
	240,560,432	24,058	0	240,584,490
Total Recurring Expenses and Losses	2,964,933,595	981,743,746	0	3,946,677,341
Recurring Changes	(33,387,779)	62,359,582	0	28,971,803

Radiation Effects Research Foundation

Breakdown of the Statement of Changes in Net Assets (All Funds)
1 April 2015 - 31 March 2016

(Unit: Yen)

Category	Public-Interest Activity Accounting	Corporate Accounting	Interfunds Debits and Credits Offset	Total
2. Non-Recurring Changes				
(1) Non-Recurring Revenues and Gains				
Donated Non-Current Assets	963,932	0	0	963,932
Total Non-Recurring Revenues and Gains	963,932	0	0	963,932
(2) Non-Recurring Expenses and Losses				
Loss on Disposal of Non-Current Assets	192	74,313	0	74,505
Loss from Prior Year Adjustment	607	0	0	607
Total Non-Recurring Expenses and Losses	799	74,313	0	75,112
Non-Recurring Changes	963,133	(74,313)	0	888,820
Changes in Unrestricted Net Assets During Current Year	(32,424,646)	62,285,269	0	29,860,623
Unrestricted Net Assets at Beginning of Year	745,720,085	274,416,020	0	1,020,136,105
Unrestricted Net Assets at End of Year	713,295,439	336,701,289	0	1,049,996,728
II CHANGES IN RESTRICTED NET ASSETS				
Subsidy Income	3,337,519,235	1,248,069,545	0	4,585,588,780
Japan Subsidy	1,392,309,304	527,587,696	0	1,919,897,000
U.S. Subsidy	1,067,000,765	404,318,547	0	1,471,319,312
Japan Subsidy (Work-Related Illness Study)	441,033,849	101,519,151	0	542,553,000
Japan Subsidy (Major Facility Renovation)	218,552,290	107,304,710	0	325,857,000
U.S. Subsidy (Major Facility Renovation)	218,623,027	107,339,441	0	325,962,468
Exchange Rate Gain	66,771,852	25,301,855	0	92,073,707
Net Assets Released from Restrictions	(2,772,598,518)	(1,012,302,792)	0	(3,784,901,310)
Changes in Restricted Net Assets during Current Year	631,692,569	261,068,608	0	892,761,177
Restricted Net Assets at Beginning of Year	312,411,738	135,378,919	0	447,790,657
Restricted Net Assets at End of Year	944,104,307	396,447,527	0	1,340,551,834
III CHANGES IN TOTAL NET ASSETS				
Net Assets at Beginning of Year	1,058,131,823	409,794,939	0	1,467,926,762
Net Assets at End of Year	1,657,399,746	733,148,816	0	2,390,548,562
CHANGES IN TOTAL NET ASSETS	599,267,923	323,353,877	0	922,621,800

1. Important accounting policies

(1) Method for depreciation of non-current assets

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

(2) 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 2,768,314,634 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.

(3) Accounting procedures for consumption taxes

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

(4) 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	241,765,529	380,880,944	14,534,728	608,111,745
Sub-total	241,765,529	380,880,944	14,534,728	608,111,745
Reserves				
Reserves for Acquisition of Robotic Biorepository	294,840,000	0	294,840,000	0
Sub-total	294,840,000	0	294,840,000	0
Total	536,605,529	380,880,944	309,374,728	608,111,745

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	608,111,745	79,896,976	528,214,769	0
Sub-total	608,111,745	79,896,976	528,214,769	0
Reserves				
Reserves for Acquisition of Robotic Biorepository	0	0	0	0
Sub-total	0	0	0	0
Total	608,111,745	79,896,976	528,214,769	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	1,021,235,961	413,124,216	608,111,745
Vehicles	688,040	688,039	1
Furniture and Equipment	3,883,863,143	2,902,181,531	981,681,612
Leased Assets (Furniture and Equipment)	51,203,396	38,408,622	12,794,774
Software	250,619,378	158,690,552	91,928,826
Total	5,207,609,918	3,513,092,960	1,694,516,958

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 the 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	1,919,897,000	1,919,897,000	0	Net Assets
U.S. government subsidy	Department of Energy	589,127,232	1,563,393,019	1,620,380,648	532,139,603	Net Assets
Japanese government subsidy (Work-Related Illness Study)	Ministry of Health, Labour and Welfare	177,360	542,553,000	510,674,973	32,055,387	Net Assets
Japanese government subsidy (Major Facilityx Renovation)	Ministry of Health, Labour and Welfare	0	325,857,000	325,857,000	0	Net Assets
U.S. government subsidy (Major Facilityx Renovation)	Department of Energy	0	325,962,468	32,400,000	293,562,468	Net Assets
Total		589,304,592	4,677,662,487	4,409,209,621	857,757,458	

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	4,794,835
Transferred amount based on recording in direct and indirect costs	3,780,106,475
Total	3,784,901,310

7. Others

(1) Corporate pension plan for multi-establishment operations

① Hiroshima Prefectural Hospital Pension Fund (as per FY2014 financial statements)

Pension asset amount:	32,420,890,000	yen
Benefit obligation amount:	32,857,070,000	yen
Balance:	(436,180,000)	yen

② RERF's percentage of fund's total amount of receivables (as per FY2014 financial statements)

Total of receivables and other income:	2,291,160,000	yen
RERF's amount of receivables, and percentage of total:	91,051,000	yen 4.27%

③ Overview of operations (as of end of September 2015)

Number of establishments: 97
Number of members: 10,219 people

④ Date of RERF's enrollment into the Hiroshima Prefectural Hospital Pension Fund

April 1, 1997

⑤ Dissolution of the Hiroshima Prefectural Hospital Welfare Pension Fund

It has been decided that the Hiroshima Prefectural Hospital Welfare Pension Fund (hereinafter referred to as the "Fund"), in which RERF participates, will be dissolved in September 2016. The Fund member organizations have 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 decided to choose the latter option.

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

General Fund 156,240 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.

Item	Acquisition Cost	Total Accumulated expense	Closing Balance of Current Term
Long-term prepaid expense (Acquired in FY2012)	1,177,761	721,182	456,579

(4) Subsidy Income

In the past, 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. RERF has not applied these revisions to the numbers before FY2013.

Radiation Effects Research Foundation

Notes on Financial Reports (FY2015)

8. External Grants

Summary of FY2015 external grants is as follows:

(Unit: Yen)

Item	Number of Grants	Amount Received	Expenditure	Amount Carried Over	Remarks
MEXT Grant-in-Aid for Scientific Research (S)	1	8,500,442	8,185,082	315,360	
MEXT Grant-in-Aid for Scientific Research (A)	1	200,028	200,028	0	
MEXT Grant-in-Aid for Scientific Research (B)	2	4,380,926	3,733,406	647,520	
MEXT Grant-in-Aid for Scientific Research (C)	5	10,379,751	6,803,303	3,576,448	
MEXT Grant-in-Aid for Core-to-Core Program	1	300,000	300,000	0	
MEXT Grant-in-Aid for Challenging Exploratory Research	1	505,888	505,888	0	
MHLW Research to promote policies regarding emerging/re-emerging infectious disease and immunization	1	300,000	300,000	0	
MHLW Comprehensive research project against circulatory disease, diabetes, and other lifestyle-related diseases	1	1,620,186	1,620,186	0	
MHLW Comprehensive anti-cancer research	1	350,000	350,000	0	
MHLW Comprehensive research of health and safety/risk management measures	1	158,160	158,160	0	
Ministry of the Environment FY2015 Research on Nuclear Hazard Effects	1	4,702,001	4,702,001	0	
Smoking Research Foundation	1	2,000,171	2,000,171	0	
Japan Society for Promotion of Science Fund	3	3,510,181	3,510,181	0	
Total	20	36,907,734	32,368,406	4,539,328	

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 (FY2015)

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	241,765,529	380,880,944	14,534,728	608,111,745
	Sub-total	241,765,529	380,880,944	14,534,728	608,111,745
Reserves	Reserves for Acquisition of Robotic Biorepository	294,840,000	0	294,840,000	0
	Sub-total	294,840,000	0	294,840,000	0
Total		536,605,529	380,880,944	309,374,728	608,111,745

*1. Increase for current term includes: renovation work of electric facilities, renovation work of earthquake-resistance enhancement of unit I/J, and renovation work of unit B/G. These capital expenditures are recognized as Unrestricted Net Assets.

*2. Reserve for acquisition of asset (robotic biorepository): A dedicated account had been opened in the Bank of Tokyo-Mitsubishi UFJ for this purpose. The robotic biorepository was acquired in September 2015, and the payment thereof was completed by March 2016.

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	699,573,445	485,603,095	203,494,928	981,681,612
	Leased Assets	22,555,405	0	9,760,631	12,794,774
	Sub-total	722,128,851	485,603,095	213,255,559	994,476,387
Intangible Non-Current Assets	Telephone Deposits	2,124,000	0	72,000	2,052,000
	Software	76,578,945	39,745,620	24,395,739	91,928,826
	Security Deposits	2,619,000	1,632,000	759,000	3,492,000
	Long-term Prepaid Expenses	653,265	0	196,686	456,579
	Sub-total	81,975,210	41,377,620	25,423,425	97,929,405
Total		804,104,061	526,980,715	238,678,984	1,092,405,792

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	157,763,659	155,085,909	157,763,659	0	155,085,909
Total	157,763,659	155,085,909	157,763,659	0	155,085,909

Radiation Effects Research Foundation

List of Property
As of 31 March 2016

(Unit: Yen)

Item in the balance sheet	Location, amount of material	Purpose of use, etc.	Amount		
(Current Assets)	Cash	On hand	Working capital	1,480,000	
	Checking Accounts	Bank of Tokyo-Mitsubishi UFJ 18th Bank	"	769,591,547 9,057,455	
	Savings Accounts	Bank of Hiroshima Bank of Tokyo-Mitsubishi UFJ	"	28,157,298 664,073,107	
	Certificates of Deposit	18th Bank	"	10,000,000	
	Subsidies Receivable	U.S. government subsidy	Unreceived funding	449,000,000	
	Accounts Receivable	Medical examination fees (Hiroshima)	Accounts receivable for February and March	1,615,321	
		Medical examination fees (Nagasaki)	"	592,856	
		U.S. National Cancer Institute	"	3,288,273	
		U.S. National Institute of Allergy and Infectious Diseases	"	10,170,754	
		Rental home utilities	Advance payment of utilities for January - March	292,213	
		Other accounts receivable	Accounts receivable for October and March	36,531,188	
	Prepaid Expenses	Unemployment insurance	Overpayment of amount due for this fiscal year allocated to next fiscal year	288,157	
		Workers' compensation insurance	"	74,367	
		Rental home rent	Amount due for April, next fiscal year	1,347,220	
		Other prepaid expenses	Amount for next fiscal year	4,250,920	
	Other	Reagents, Laboratory supplies, Postage stamps	Unused amount at final inventory	19,147,933	
	Total Current Assets			2,008,958,609	
(Non-Current Assets)	Buildings	Hiroshima Laboratory 7,847 m ² (5-2 Hijiyama Park, Hiroshima)	Property for public interest activities (65.28%) and administrative activities (34.72%)	495,769,077	
		Hijiyama Hall 1,386 m ² (5-1 Hijiyama Park, Hiroshima)	Property for administrative activities	1	
		Nagasaki Laboratory 2,643 m ² (1-8-6 Nakagawa, Nagasaki)	Property for public interest activities (72.96%) and administrative activities (27.40%)	112,342,667	
	Reserves	Reserves for Acquisition of Robotic Biorepository	Bank of Tokyo-Mitsubishi UFJ Saving Account	Reserve for acquisition of robotic biorepository (Withdrawn in October 2015 and March 2016)	0
	Other Non-Current Assets	Vehicles	Hiroshima Laboratory 1 vehicle	Property for administrative activities	1
		Furniture and Equipment	Hiroshima Laboratory 6,711 items	Property for public interest activities (89.16%) and administrative activities (10.84%)	832,056,155
			Nagasaki Laboratory 1,270 items	"	149,625,457
		Leased Assets	Hiroshima Laboratory 6 items	Property for public interest activities	12,794,774
		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 285 items	Property for public interest activities (78.60%) and administrative activities (21.40%)	91,768,086
			Nagasaki Laboratory 18 items	"	160,740
		Security Deposits	Hiroshima 5 deposits	Property for public interest activities (53.49%) and administrative activities (46.51%)	3,492,000
		Long-term Prepaid Expenses	Hiroshima Laboratory 1 item	Property for public interest activities (67.7%) and administrative activities (32.93%)	456,579
	Total Non-Current Assets			1,700,517,537	
	Total Assets			3,709,476,146	

Radiation Effects Research Foundation

List of Property
As of 31 March 2016

(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	386,730	
		Employee allowance	"	14,520	
		Legal welfare premiums	"	15,538,692	
		National pension premiums	"	1,228,476	
		Overtime allowances	"	3,540,767	
		Termination allowances	"	162,950,482	
		Fees and gratuities	"	4,520,944	
		Travel expenses	Payable travel expenses to vendors	312,120	
		Supplies (Kihara Yozai Co., etc)	Payable portion for acquisition of supplies	2,005,991	
		Printing and Book Binding (Canon System and Support Co.)	Payable portion for printing and book binding	38,119	
		Communication and freight (NTT West Co., etc.)	Payable portion for communication and freight	6,629,058	
		Utilities (Nagasaki City Co., etc.)	Payable portion for utilities	737,255	
		Leases and Transportation (Nihon Life Line Co.)	Payable portion for leases and transportation	5,022	
		Contract services and others (Saneshige Construction Co., etc)	Payable portion for contract services and others	4,778,366	
		Employee Welfare (Kakida Co.)	Payable portion for employee welfare	16,200	
		Plant Maintenance and Repair (Chugoku Electric Manufacturing Co., etc)	Payable portion for plant maintenance and repair	200,145,600	
		Consumption tax	Unpaid portion for FY2015	145,996	
		Entrustment fees (Hiroshima Sokei Service Co., etc)	Payable portion for entrustment fees	81,725,499	
		Other Non-Current Assets (Mixel Co., etc.)	Payable portion for other non-current assets	9,244,176	
		Others	Payable travel expenses to committee members and RERF staff	2,935,391	
		Deposits Received	Withheld payroll taxes payable	Amount deposited for March portion of withholding taxes for directors/staff	12,644,725
			Temporary Received	Non-obligatory deduction for employees hired using external grants	1,271,468
		Loans Payable	Bank of Tokyo-Mitsubishi UFJ	Amount deposited as working capital for unreceived US subsidy	400,000,000
Subsidies/Contract Service to be Returned	Ministry of Health, Labour and Welfare	Portion returned as surplus of subsidy	240,584,490		
Lease Payable	NTT Finance Co., Ricoh Lease Co.	Liability for acquisition of equipment allocated to public interest activities	6,145,488		
Accrued Seasonal Bonus	December 2015 - March 2016	Accrued portion of staff seasonal bonuses to be paid in June 2016	155,085,909		
Total Current Liabilities				1,312,631,484	
(Non-Current Liabilities)	Lease Payable	NTT Finance Co., Ricoh Lease Co.	Liability for acquisition of equipment allocated to public interest activities	6,296,100	
Total Non-Current Liabilities				6,296,100	
Total Liabilities				1,318,927,584	
Net Assets				2,390,548,562	

FY2015 Audit Report

June 1, 2016

Dr. Ohtsura Niwa
Chairman, Radiation Effects Research Foundation

We, the auditors, have audited Directors' performance of their duties for FY2015, which started on April 1, 2015, and ended on March 31, 2016. In accordance with Article 99 (1) of the Act on General Incorporated Associations and General Incorporated Foundations (provision to be applied mutatis mutandis to Article 197 of the same act) and Articles 36 and 45 of the Ordinance for Enforcement of the Act on General Incorporated Associations and General Incorporated Foundations (provisions to be applied mutatis mutandis to Article 64 of the same ordinance), we have prepared this audit report to summarize our findings and opinions as follows:

1. Method of audit and audited items

We communicated with the Directors and personnel, among others, of the Foundation, collected information, and sought to improve the audit environment. We also attended the Board of Directors meetings and other significant meetings and received Directors' reports on their performance of duties. We reviewed important documents of managerial decisions and investigated the status of activities and properties at the principal office of the Foundation. We audited the report of activities and its appended documents for the said fiscal year. We also examined the account books or their related documents and audited the said fiscal year's financial statements, their appended documents, and the list of properties.

2. Audit results

(1) Audit results concerning reports of activities

- i) We affirm that the report of activities and its appended documents present fairly the status of the Foundation in conformity with the relevant laws and ordinances as well as the Articles of Incorporation (AOI).
- ii) We found no evidence of unlawful acts on the part of the Directors with respect to their performance of duties or significant circumstance in contravention of laws, regulations, or the AOI.

(2) Audit results concerning financial statements, their appended documents, and the list of properties

We affirm that the financial statements, their appended documents, and the list of properties, present fairly the position of the properties as well as the changes in net assets of the Foundation in every important point.

Auditor:



Takashi Kohno

Auditor:



David Williams