

Financial Statements

The 19th term

**From July 1, 2021
To June 30, 2022**

**Statement of Activity
Balance Sheet
List of Assets and Liabilities**

**Specified non-profit organization
Habitat for Humanity Japan**

Statement of Activity

For the year ended June 30, 2022

Specified non-profit organization Habitat for Humanity Japan

Unit in Japanese Yen

Account	Amount		
I Ordinary income			
1 Membership fees			
Membership fees, Full members	132,000		
Membership fees, Supporting members	1,907,000	2,039,000	
2 Donations			
Donations	66,660,482	66,660,482	
3 Grants			
Government Grants	5,708,012		
Private Grants	500,000	6,208,012	
4 Project revenue			
GV (Global Village volunteer program) project	0	0	
5 Other income			
Interests income	1,685		
Foreign exchange gain	4,161,761		
Others	2,617,500	6,780,946	
Total ordinary income			81,688,440
II Ordinary expenses			
1 Project expenses			
1) Personnel expenses			
Salaries and allowances	17,982,465		
Legal welfare expenses	2,685,892		
Welfare expenses	31,207		
Commutation	917,586		
Training	26,236		
Total personnel expenses	21,643,386		
2) Other expenses			
Construction	21,057,088		
Donations	5,110,683		
Insurance	14,605		
Rents	2,825,321		
Utilities	173,639		
Supplies	1,064,109		
Depreciation	258,463		
Travel expenses	845,011		
Meeting expenses	598,664		
Communication	374,805		
Postage and freight	177,349		
Advertisement	203,846		
Outsourcing expenses	1,445,041		
Sundry taxes	2,200		
Bank charges	524,835		
Membership fees	115,357		
Total other expenses	34,791,016		
Total project expenses		56,434,402	
2 Administrative expenses			
1) Personnel expenses			
Salaries and allowances	3,612,567		
Legal welfare expenses	582,304		
Welfare expenses	7,169		
Commutation	96,432		
Training	0		
Total personnel expenses	4,298,472		
2) Other expenses			
Insurance	2,505		
Rents	484,679		
Utilities	29,787		
Supplies	32,694		
Depreciation	5,099		
Travel expenses	1,920		

Meeting expenses	12,610		
Communication	28,296		
Postage and freight	9,061		
Outsourcing expenses	665,002		
Professional fees	1,351,570		
Sundry taxes	1,350		
Bank charges	106,330		
Membership fees	27,843		
Total other expenses	<u>2,758,746</u>		
Total administrative expenses		7,057,218	
Total ordinary expenses			63,491,620
Change in ordinary income and expenses			18,196,820
III Non-recurring income			
Subsidy for Employment Adjustment		1,110,000	
Total non-recurring income			1,110,000
Change in net assets before taxes			19,306,820
Income taxes			0
Net assets brought forward from previous year			53,140,207
Net assets carried forward to next year			<u>72,447,027</u>

Balance Sheet

As of June 30, 2022

Specified non-profit organization Habitat for Humanity Japan

Unit in Japanese Yen

Account	Amount	
I Assets		
1 Current assets		
Cash and deposits	72,324,546	
Accounts receivable	388,908	
Prepaid expenses	311,963	
Total current assets		73,025,417
2 Fixed assets		
(1) Tangible fixed assets		
Building facilities	327,926	
Office equipments	242,494	
Total tangible fixed assets	570,420	
(2) Investment and other assets		
Security deposit	1,000,000	
Guarantee deposit	500,000	
Total investment and other assets	1,500,000	
Total fixed assets		2,070,420
Total assets		75,095,837
II Liabilities		
1 Current liabilities		
Accrued expenses	2,027,773	
Advances received	244,000	
Deposit received	377,037	
Total current liabilities		2,648,810
2 Fixed liabilities		
Total fixed liabilities		0
Total liabilities		2,648,810
III Net assets		
Net assets brought forward from previous year		53,140,207
Change in net assets		19,306,820
Total net assets		72,447,027
Total liabilities and net assets		75,095,837

List of Assets and Liabilities

As of June 30, 2022

Specified non-profit organization Habitat for Humanity Japan

Unit in Japanese Yen

Account	Amount	
I Assets		
1 Current assets		
Cash and deposits		
Saving account- MUFG Bank	47,559,366	
Saving account- MUFG Bank (in USD)	23,023,807	
Saving account- SMBC	490,199	
Japan Post Bank	1,251,174	
Accounts receivable	388,908	
Prepaid expenses	311,963	
Total current assets		73,025,417
2 Fixed assets		
(1) Tangible fixed assets		
Building facilities		
Electrical & Telephone work	327,926	
Office equipments		
Computers (3 laptops)	242,494	
Total tangible fixed assets	570,420	
(2) Investment and other assets		
Security deposit	1,000,000	
Guarantee deposit	500,000	
Total investment and other assets	1,500,000	
Total fixed assets		2,070,420
Total assets		75,095,837
II Liabilities		
1 Current liabilities		
Accrued expenses	2,027,773	
Advances received	244,000	
Deposit received	377,037	
Total current liabilities		2,648,810
2 Fixed liabilities		
Total fixed liabilities		0
Total liabilities		2,648,810
Total net assets		72,447,027

Notes to Financial Statements

1 Significant accounting policies

The accompanying financial statements of Habitat for Humanity Japan are prepared on the basis of Non-Profit Organization Accounting Principle: (Issued on July 20, 2010 and lastly amended on December 12, 2017 by the Council to Establish Accounting Principles for Non-Profit Organization).

- (1) Depreciation method of fixed assets
Fixed assets are depreciated by the straight line method
- (2) Accounting of receiving physical services like facilities use
Not applicable.
- (3) Offer of services from volunteers
Not applicable.
- (4) Consumption tax
Transactions subject to consumption taxes are recorded at amounts inclusive of consumption taxes

2 List of donations, etc. with donor-imposed restrictions that limit the use of the funds

List of donations, etc. with donor-imposed restrictions that limit the use of the funds (status of increase/decrease in net assets and fund balance) is as below.

(Unit: JPY)

Name of grants, subsidies	Subsidizer	Beginning balance	Increase for the year	Decrease for the year	Ending balance	Remarks
Subsidies for housing support corporations	Ministry of Land, Infrastructure, Transport and Tourism	0	5,708,012	5,708,012	0	
Habitat Leadership Academy Youth Coach Training	Dentsu Ikueikai Foundation	458,522	500,000	958,522	0	
Total		458,522	6,208,012	6,666,534	0	

3 Breakdown of change in fixed assets

(Unit: JPY)

Account	Acquisition cost beginning	Acquisition	Disposition	Acquisition cost ending	Accumulated depreciation	Net book value
Tangible fixed assets						
Building facilities	522,504	0	0	522,504	△ 194,578	327,926
Office equipments	2,726,865	175,890	0	2,902,755	△ 2,660,261	242,494
Investments and other assets						
Security deposit	1,000,000	0	0	1,000,000	-	1,000,000
Guarantee deposit	500,000	500,000	500,000	500,000	-	500,000
Total	4,749,369	675,890	500,000	4,925,259	△ 2,854,839	2,070,420

4 Transactions with officers and their relatives

Transactions with officers and their relatives are as follows.

(Unit: JPY)

Account	Amount recorded	Transactions with officers and their relatives
(Statement of Activity)		
Donations	66,660,482	1,000,000
Total	66,660,482	1,000,000

5 Other items necessary to clarify the situation of assets, liabilities and net assets and the circumstances of change in net assets

• Allocation method of Project expenses and Administration expenses

Amongst the project expenses and common expenses between project expenses and administration expenses, compensations and fringes are allocated based on occupation.

Independent Auditor's Report
(English Translation)

August 31, 2022

Ms. Liu Gao, Chair of the Board of Directors
Specified non-profit organization Habitat for Humanity Japan

SohkenNichiei Audit Corporation
Chuo-ku, Tokyo
Shunsuke Murata, CPA
Designated and Engagement Partner
Yohei Awaji, CPA
Designated and Engagement Partner

Opinion

We have audited the accompanying financial statements, which comprise the balance sheet, statement of activity, notes to financial statements, and the list of assets and liabilities of Specified non-profit organization Habitat for Humanity Japan (the Company) for the period from July 1, 2021 through June 30, 2022.

In our opinion, the financial statements referred to above are prepared, in all material respects, in accordance with Non-Profit Organization Accounting Principles of Japan.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the provisions of the Code of Professional Ethics in Japan, and we have fulfilled our other ethical responsibilities as auditors.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Other information comprises the information included in the Financial Reports, but does not include the financial statements and our auditor's report thereon.

We have not conducted any work on other information because we have judged that it does not.

Responsibilities of Management and Corporate Auditors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Non-Profit Organization Accounting Principles of Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern in accordance with Non-Profit Organization Accounting Principles of Japan.

Corporate auditors are responsible for overseeing the directors' performance of their duties including the design, implementation and maintenance of the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of our audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks.
The procedures selected depend on the auditor's judgement.
In addition, we obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Obtain an understanding of internal control relevant to the audit in order to assess the risk and design audit procedures that are appropriate in the circumstances, while the objective of the audit is not to express an opinion

on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate whether the overall presentation and disclosures of the financial statements are in accordance with Non-Profit Organization Accounting Principles of Japan, the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with corporate auditors regarding, among other matters, the planned scope and timing of the audit, significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Conflicts of Interest

Our firm and the engagement partners do not have any interest in the Company for which disclosure is required under the provisions of the Certified Public Accountants Act of Japan.

独立監査人の監査報告書

2022年8月31日

特定非営利活動法人ハビタット・フォー・ヒューマニティ・ジャパン

理事長 ガオ・リュウ高柳 殿

双研日栄監査法人

東京都中央区

指定社員

業務執行社員

指定社員

業務執行社員

公認会計士

村田 俊祐

公認会計士

淡路 洋平

監査意見

当監査法人は、特定非営利活動法人ハビタット・フォー・ヒューマニティ・ジャパンの2021年7月1日から2022年6月30日までの2021年度（FY22：2021年7月～2022年6月）の財務諸表等、すなわち、貸借対照表、活動計算書、財務諸表の注記及び財産目録について監査を行った。

当監査法人は、上記の財務諸表等が、全ての重要な点において、NPO法人会計基準に準拠して作成されているものと認める。

監査意見の根拠

当監査法人は、我が国において一般に公正妥当と認められる監査の基準に準拠して監査を行った。監査の基準における当監査法人の責任は、「財務諸表等の監査における監査人の責任」に記載されている。当監査法人は、我が国における職業倫理に関する規定に従って、法人から独立しており、また、監査人としてのその他の倫理上の責任を果たしている。

当監査法人は、意見表明の基礎となる十分かつ適切な監査証拠を入手したと判断している。

その他の記載内容

その他の記載内容は、監査した財務諸表を含む開示書類に含まれる情報のうち、財務諸表及びその監査報告書以外の情報である。

当監査法人は、その他の記載内容が存在しないと判断したため、その他の記載内容に対するいかなる作業も実施していない。

財務諸表等に対する理事者及び監事の責任

理事者の責任は、NPO法人会計基準に準拠して財務諸表等を作成し適正に表示することにある。これには、不正又は誤謬による重要な虚偽表示のない財務諸表等を作成し適切に表示するために理事者が必要と判断した内部統制を整備及び運用することが含まれる。

財務諸表等を作成するに当たり、理事者は、継続事業の前提に基づき財務諸表等を作成することが適切であるかどうかを評価し、NPO法人会計基準に基づいて継続事業に関する事項を開示する必要がある場合には当該事項を開示する責任がある。

監事の責任は、財務報告プロセスの整備及び運用における理事の職務の執行を監視することにある。

財務諸表等の監査における監査人の責任

監査人の責任は、監査人が実施した監査に基づいて、全体としての財務諸表等に不正又は誤謬による重要な虚偽表示がないかどうかについて合理的な保証を得て、監査報告書において独立の立場から財務諸表等に対する意見を表明することにある。虚偽表示は、不正又は誤謬により発生する可能性があり、個別に又は集計すると、財務諸表等の利用者の意思決定に影響を与えると合理的に見込まれる場合に、重要性があると判断される。

監査人は、我が国において一般に公正妥当と認められる監査の基準に従って、監査の過程を通じて、職業的専門家としての判断を行い、職業的懐疑心を保持して以下を実施する。

- ・不正又は誤謬による重要な虚偽表示リスクを識別し、評価する。また、重要な虚偽表示リスクに対応した監査手続を立案し、実施する。監査手続の選択及び適用は監査人の判断による。さらに、意見表明の基礎となる十分かつ適切な監査証拠を入手する。
- ・財務諸表等の監査の目的は、内部統制の有効性について意見表明するためのものではないが、監査人は、リスク評価の実施に際して、状況に応じた適切な監査手続を立案するために、監査に関連する内部統制を検討する。
- ・理事者が採用した会計方針及びその適用方法の適切性、並びに理事者によって行われた会計上の見積りの合理性及び関連する注記事項の妥当性を評価する。
- ・理事者が継続事業を前提として財務諸表等を作成することが適切であるかどうか、また、入手した監査証拠に基づき、継続事業の前提に重要な疑義を生じさせるような事象又は状況に関して重要な不確実性が認められるかどうか結論付ける。継続事業の前提に関する重要な不確実性が認められる場合は、監査報告書において財務諸表等の注記事項に注意を喚起すること、又は重要な不確実性に関する財務諸表等の注記事項が適切でない場合は、財務諸表等に対して除外事項付意見を表明することが求められている。監査人の結論は、監査報告書日までに入手した監査証拠に基づいているが、将来の事象や状況により、法人は継続事業として存続できなくなる可能性がある。
- ・財務諸表等の表示及び注記事項が、NPO 法人会計基準に準拠しているかどうかとともに、関連する注記事項を含めた財務諸表等の表示、構成及び内容、並びに財務諸表等が基礎となる取引や会計事象を適正に表示しているかどうかを評価する。

監査人は、監事に対して、計画した監査の範囲とその実施時期、監査の実施過程で識別した内部統制の重要な不備を含む監査上の重要な発見事項、及び監査の基準で求められているその他の事項について報告を行う。

利害関係

法人と当監査法人又は業務執行社員との間には、公認会計士法の規定により記載すべき利害関係はない。

以 上