

Financial Statements

The 22nd term

**From July 1, 2024
To June 30, 2025**

**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, 2025

Specified non-profit organization Habitat for Humanity Japan

Unit in Japanese Yen

Account	Amount		
I Ordinary income			
1 Membership fees			
Membership fees, Full members	173,000		
Membership fees, Supporting members	1,732,000	1,905,000	
2 Donations			
Donations	54,419,366	54,419,366	
3 Project revenue			
GV (Global Village volunteer program) project	27,883,113	27,883,113	
4 Other income			
Interests income	34,916		
Foreign exchange gain			
Others	5,611,204	5,646,120	
Total ordinary income			89,853,599
II Ordinary expenses			
1 Project expenses			
1) Personnel expenses			
Salaries and allowances	25,082,651		
Legal welfare expenses	3,714,794		
Welfare expenses	33,778		
Commutation	933,540		
Training	4,575		
Total personnel expenses	29,769,338		
2) Other expenses			
Construction	34,605,041		
Donations	34,062,545		
Insurance	120,948		
Rents	3,122,525		
Utilities	218,297		
Supplies	762,765		
Depreciation	183,563		
Travel expenses	1,371,131		
Meeting expenses	65,177		
Communication	591,768		
Postage and freight	92,183		
Advertisement	87,980		
Outsourcing expenses	1,346,327		
Recruitment	965,488		
Sundry taxes	13,700		
Bank charges	226,598		
Membership fees	130,000		
Foreign exchange loss	562,836.00		
Total other expenses	78,528,872		
Total project expenses		108,298,210	
2 Administrative expenses			
1) Personnel expenses			
Salaries and allowances	5,016,719		
Legal welfare expenses	796,164		
Welfare expenses	5,282		
Commutation	129,132		
Total personnel expenses	5,947,297		
2) Other expenses			
Insurance	553		
Rents	500,975		
Utilities	35,023		

Supplies	97,369		
Depreciation	59,008		
Travel expenses	4,742		
Meeting expenses	25,400		
Communication	10,000		
Postage and freight	21,569		
Outsourcing expenses	162,532		
Professional fees	1,863,400		
Sundry taxes	900		
Bank charges	125,718		
Total other expenses	2,907,189		
Total administrative expenses		8,854,486	△
Total ordinary expenses			△117,152,696
Change in ordinary income and expenses			27,299,097
Change in net assets before taxes			27,299,097
Taxes			0
Net assets brought forward from previous year			96,492,994
Net assets carried forward to next year			69,193,897

Balance Sheet

As of June 30, 2025

Specified non-profit organization Habitat for Humanity Japan

Unit in Japanese Yen

Account	Amount		
I Assets			
1 Current assets			
Cash and deposits	80,972,904		
Accounts receivable	1,574,361		
Prepaid expenses	327,557		
Total current assets		82,874,822	
2 Fixed assets			
(1) Tangible fixed assets			
Building facilities	223,454		
Office equipments	258,647		
Total tangible fixed assets	482,101		
(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		1,982,101	
Total assets			84,856,923
II Liabilities			
1 Current liabilities			
Accrued expenses	11,125,421		
Advances received	2,730,000		
Deposit received	1,807,605		
Total current liabilities		15,663,026	
2 Fixed liabilities			
Total fixed liabilities		0	
Total liabilities			15,663,026
III Net assets			
Net assets brought forward from previous year		△ 96,492,994	
Change in net assets		27,299,097	
Total net assets			69,193,897
Total liabilities and net assets			84,856,923

List of Assets and Liabilities

As of June 30, 2025

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	76,774,746		
Saving account- MUFG Bank (in USD)	2,566,004		
Saving account- SMBC	539,854		
Japan Post Bank	1,092,300		
Accounts receivable	1,574,361		
Prepaid expenses	327,557		
Total current assets		82,874,822	
2 Fixed assets			
(1) Tangible fixed assets			
Building facilities			
Electrical & Telephone work	223,454		
Office equipments			
Computers (3 laptops)	258,647		
Total tangible fixed assets	482,101		
(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		1,982,101	
Total assets			84,856,923
II Liabilities			
1 Current liabilities			
Accrued expenses	11,125,421		
Advances received	2,730,000		
Deposit received	1,807,605		
Total current liabilities		15,663,026	
2 Fixed liabilities			
Total fixed liabilities		0	
Total liabilities			15,663,026
Total net assets			69,193,897

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 Principles (Issued on July 20, 2010 and lastly amended on December 12, 2017 by the Council to Establish Accounting Principles for Non-Profit Organizations).

- (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

Not applicable.

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	299,050	223,454
Office equipments	3,031,817	306,680	678,610	2,659,887	2,401,240	258,647
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	5,054,321	806,680	1,178,610	4,682,391	2,700,290	1,982,101

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 Received	54,419,366	5,011,739
Total	54,419,366	5,011,739

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 administrative expenses, personnel expenses, rents, and utilities are allocated proportionally based on the ratio of the percentage of employees engaged.

Independent Auditor's Report
(English Translation)

August 29, 2025

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

Fujimi Audit Corporation
Tokyo Office
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, 2024 through June 30, 2025.

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 exist.

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.