

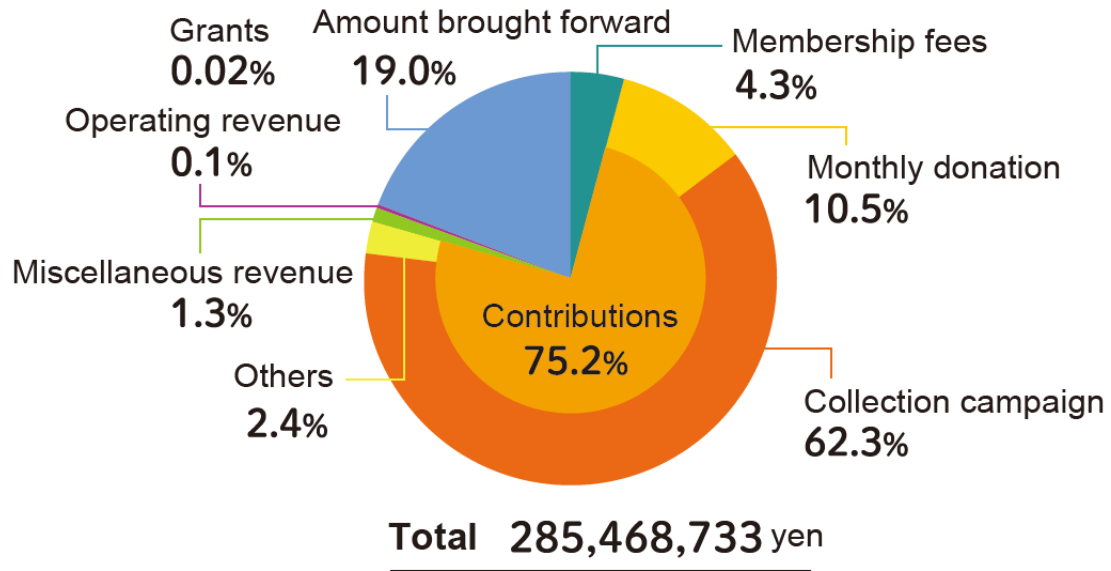
Statement of Activities

for FY 2021 from January 1 to December 31, 2021

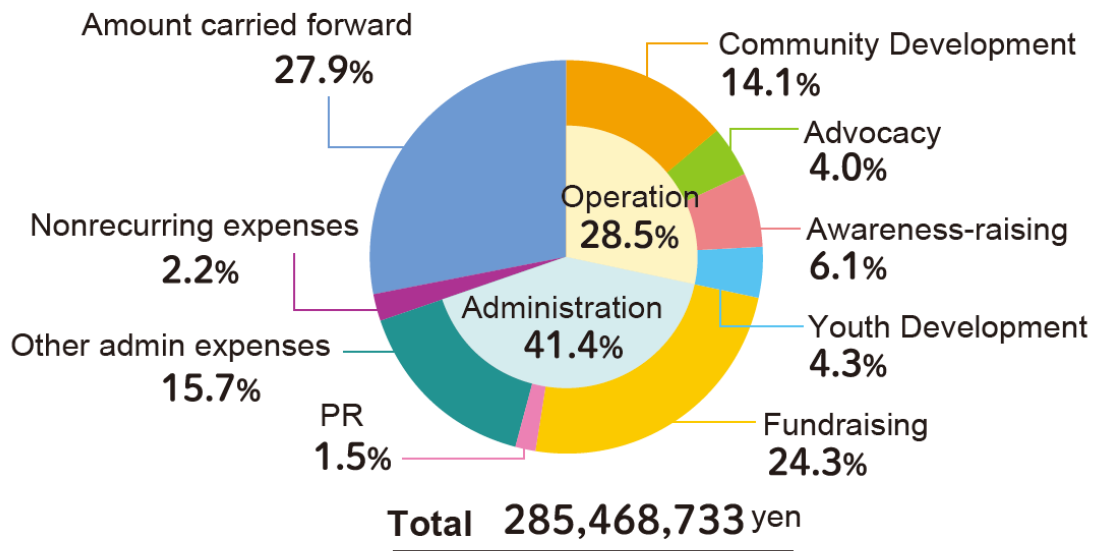
[Unit : yen]

I Ordinary revenues				
1	Membership fees		12,351,000	
2	Contributions received		214,689,752	
3	Grants receivable		56,100	
4	Operating revenue		391,410	
5	Miscellaneous revenue			
	Interest income	271,189		
	Differences in foreign exchange rates	1,220,431		
	Miscellaneous revenue	2,182,902	3,674,522	
	Total ordinary revenues			231,162,784
II Ordinary expenses				
1	Business expenses			
(1)	Personnel expenses			
	Salaries	35,245,665		
	Statutory welfare	10,308,729		
	Welfare	1,445,181		
	Retirement benefit expenses	723,476		
	Total personnel expenses	47,723,051		
(2)	Other expenses			
	Printing and binding	637,496		
	Communication and de livery	1,462,894		
	Travel	3,825,830		
	Rent	5,436,554		
	Utilities	859,865		
	Fees	3,995		
	Supplies	2,878,811		
	Meeting	1,645,079		
	Dues	81,854		
	Compensations	1,470,560		
	Taxes and dues	5,903		
	Repairs and maintenance expenses	615,305		
	Advertising expenses	2,068,758		
	Consultant fees, Consignment expenses	5,664,774		
	Contribution	3,645,886		
	Depreciation	2,841,449		
	Foreign exchange loss/ gain	497,605		
	Total other expenses	33,642,618		
	Total operating expenses		81,365,669	
2	Administration expenses			
(1)	Personnel expenses			
	Compensation paid to directors	1,500,000		
	Salaries	44,150,288		
	Statutory welfare	6,895,045		
	Welfare	393,660		
	Retirement benefit expenses	707,023		
	Total personnel expenses	53,646,016		
(2)	Other expenses			
	Printing and binding	17,547,257		
	Communication and de livery	17,119,929		
	Travel	2,327,132		
	Rent	6,741,630		
	Utilities	355,109		
	Fees	12,080,934		
	Supplies	667,287		
	Books and subscription	46,758		
	Meeting	26,345		
	Dues	229,575		
	Compensations	3,695,687		
	Taxes and dues	529,438		
	Training expenses	199,822		
	Repairs and maintenance expenses	119,080		
	Advertising expenses	273,900		
	Consultant fees, Consignment expenses	1,707,816		
	Depreciation	714,418		
	Insurance	109,168		
	Miscellaneous	138,217		
	Differences in foreign exchange rates	55,291		
	Total other expenses	64,684,793		
	Total administration expenses		118,330,809	
	Total ordinary expenses			199,696,478
	Surplus/(deficits) of ordinary revenues and expenses			31,466,306
III Nonrecurring expenses				
	Expenditures related to transfer of scholarship project		6,243,270	
	Total nonrecurring expenses			6,243,270
	Net surplus/(deficits) for the period			25,223,036
	Amount of net worth brought forward			54,305,949
	Amount of net worth carried forward			79,528,985

Revenue of 2021



Expenditure of 2021



Hunger Free World, a specified non-profit corporation

Balance Sheet

As of December 31, 2021

[Unit: yen]

I Asset				
1 Current assets				
	Cash and bank accounts	100,119,492		
	Supplies	5,753,854		
	Advances	1,659,118		
	Prepaid expenses	644,156		
	Accounts receivable	3,240,000		
	Total current assets		111,416,620	
2 Fixed assets				
	(1) Tangible fixed assets			
	Building	2,919,072		
	Facilities attached to buildings	50,875		
	Vehicle (overseas)	2,596,226		
	Tools, furniture and fixtures	1,361,780		
	Land	12,034,046		
	Total tangible fixed assets	18,961,999		
	(2) Intangible fixed assets			
	Software	306,288		
	Total intangible fixed assets	306,288		
	(3) Investment and other assets			
	Long-term loans receivable	698,160		
	Guarantee deposits	1,522,730		
	Total investment and other assets	2,220,890		
	Total fixed assets		21,489,177	
	Total assets			132,905,797
II Debt				
1 Current liabilities				
	Other accounts payable	19,573,427		
	Deposit received	1,544,361		
	Loss provision on affiliate office	31,477,017		
	Total current liabilities		52,594,805	
2 Fixed liabilities				
	Provision for retirement benefits	782,007		
	Total fixed liabilities		782,007	
	Total liabilities			53,376,812
III Net worth				
	Net worth brought forward		54,305,949	
	Surplus/(deficit) of net worth for the period		25,223,036	
	Total net worth			79,528,985
	Total liabilities and net worth			132,905,797

Breakdown of business expenses

[Unit: yen]

Item	Community Development			Advocacy			Awareness-raising			Youth development			Total
	Overseas	Domestic	Subtotal	Overseas	Domestic	Subtotal	Overseas	Domestic	Subtotal	Overseas	Domestic	Subtotal	
I Ordinary revenues													
(1) Personnel expenses													
Board members' compensation	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0
Salaries	¥15,263,810	¥0	¥15,263,810	¥5,667,610	¥0	¥5,667,610	¥5,403,259	¥2,277,481	¥7,680,740	¥5,403,259	¥1,230,246	¥6,633,505	¥35,245,665
Statutory welfare	¥4,501,371	¥0	¥4,501,371	¥1,793,265	¥0	¥1,793,265	¥1,755,325	¥326,873	¥2,082,198	¥1,755,325	¥176,570	¥1,931,895	¥10,308,729
Welfare	¥581,185	¥0	¥581,185	¥284,679	¥0	¥284,679	¥283,795	¥7,614	¥291,409	¥283,795	¥4,113	¥287,908	¥1,445,181
Retirement benefit expenses	¥303,845	¥0	¥303,845	¥124,464	¥0	¥124,464	¥120,363	¥35,347	¥155,710	¥120,363	¥19,094	¥139,457	¥723,476
Total personnel expenses	¥20,650,211	¥0	¥20,650,211	¥7,870,018	¥0	¥7,870,018	¥7,562,742	¥2,647,315	¥10,210,057	¥7,562,742	¥1,430,023	¥8,992,765	¥47,723,051
(2) Other expenses													
Printing and binding	¥112,600	¥0	¥112,600	¥43,492	¥0	¥43,492	¥389,487	¥8,010	¥397,497	¥83,907	¥0	¥83,907	¥637,496
Communication and delivery	¥716,833	¥0	¥716,833	¥228,702	¥0	¥228,702	¥223,211	¥54,616	¥277,827	¥221,624	¥17,908	¥239,532	¥1,462,894
Travel	¥1,905,777	¥0	¥1,905,777	¥305,554	¥0	¥305,554	¥1,582,390	¥561	¥1,582,951	¥31,548	¥0	¥31,548	¥3,825,830
Rent	¥2,325,232	¥0	¥2,325,232	¥886,117	¥0	¥886,117	¥845,922	¥346,298	¥1,192,220	¥845,922	¥187,063	¥1,032,985	¥5,436,554
Utilities	¥370,964	¥0	¥370,964	¥153,967	¥0	¥153,967	¥180,967	¥0	¥180,967	¥153,967	¥0	¥153,967	¥859,865
Fees	¥3,500	¥0	¥3,500	¥0	¥0	¥0	¥0	¥495	¥495	¥0	¥0	¥0	¥3,995
Supplies	¥2,159,525	¥0	¥2,159,525	¥188,737	¥0	¥188,737	¥259,548	¥34,724	¥294,272	¥219,218	¥17,059	¥236,277	¥2,878,811
Books and subscription	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0
Meeting	¥890,493	¥0	¥890,493	¥279,226	¥0	¥279,226	¥123,117	¥0	¥123,117	¥352,243	¥0	¥352,243	¥1,645,079
Dues	¥7,454	¥0	¥7,454	¥14,400	¥0	¥14,400	¥0	¥60,000	¥60,000	¥0	¥0	¥0	¥81,854
Compensations	¥1,104,560	¥0	¥1,104,560	¥140,000	¥0	¥140,000	¥83,000	¥0	¥83,000	¥143,000	¥0	¥143,000	¥1,470,560
Taxes and dues	¥5,903	¥0	¥5,903	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥5,903
Training expenses	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0
Repairs and maintenance expenses	¥272,686	¥0	¥272,686	¥112,917	¥0	¥112,917	¥112,574	¥2,957	¥115,531	¥112,574	¥1,597	¥114,171	¥615,305
Advertising expenses	¥10,000	¥0	¥10,000	¥487,611	¥0	¥487,611	¥1,409,220	¥0	¥1,409,220	¥161,927	¥0	¥161,927	¥2,068,758
Consultant fees, Consignment expenses	¥4,781,619	¥0	¥4,781,619	¥0	¥0	¥0	¥848,200	¥0	¥848,200	¥34,955	¥0	¥34,955	¥5,664,774
Contribution	¥3,606,886	¥0	¥3,606,886	¥0	¥0	¥0	¥0	¥0	¥0	¥39,000	¥0	¥39,000	¥3,645,886
Depreciation	¥1,145,774	¥0	¥1,145,774	¥555,419	¥0	¥555,419	¥552,809	¥22,490	¥575,299	¥552,809	¥12,148	¥564,957	¥2,841,449
Insurance	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0
Miscellaneous	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0	¥0
Foreign exchange loss/ gain	¥199,042	¥0	¥199,042	¥99,521	¥0	¥99,521	¥99,521	¥0	¥99,521	¥99,521	¥0	¥99,521	¥497,605
Total other expenses	¥19,618,848	¥0	¥19,618,848	¥3,495,663	¥0	¥3,495,663	¥6,709,966	¥530,151	¥7,240,117	¥3,052,215	¥235,775	¥3,287,990	¥33,642,618
Total	¥40,269,059	¥0	¥40,269,059	¥11,365,681	¥0	¥11,365,681	¥14,272,708	¥3,177,466	¥17,450,174	¥10,614,957	¥1,665,798	¥12,280,755	¥81,365,669

Notes to Financial statements

1 Significant accounting policies

The financial statement has been prepared in conformity with Accounting Standards for NPOs (established by Accounting Standards Board for NPOs on July 20, 2010 and last revised on November 12, 2017).

(1) Depreciation method for fixed assets

Tangible fixed assets ... Depreciation is provided on straight-line basis.
Intangible fixed assets ... Depreciation is provided on straight-line basis.

(2) Basis for appropriating provisions

Allowance for affiliate office loss: To provide for expenses related to community development projects of affiliate offices in Bangladesh and Uganda, the expected amount is appropriated in advance.

Provision for retirement benefits: To provide for the payment of retirement benefits to employees of Bangladesh affiliate office, this reserve is appropriated based on the estimated amount of benefit obligations at the end of the fiscal year.

(3) Accounting for the consumption tax and other taxes

The consumption taxes are accounted for using the tax-included method as the taxes are exempted.

2 Breakdown of business expenses

See other sheet

3 Breakdown of funds designated for specified purposes

Breakdown of funds designated for specified purposes (changes in net worth and condition of balances) are as follow. The net worth that has no restriction for use is 79,528,985 yen.

[Unit: yen]

Item	Opening balance	Surplus of net worth for the period	Deficit of net worth for the period	Closing balance
Contributions received				
Community development in Bangladesh	5,032,405	265,100	5,297,505	0
Youth development in Bangladesh	0	28,520	28,520	0
Community development in Burkina Faso	0	1,310,384	1,310,384	0
Overseas general	0	2,999,609	2,999,609	0
Grants receivable				
Public Resource Foundation				
Community development in Benin	0	19,550	19,550	0
Community development in Burkina Faso	0	7,650	7,650	0
Total	5,032,405	4,630,813	9,663,218	0

4 Breakdown of increase and decrease in fixed assets

[Unit: yen]

Item	Acquisition cost at the beginning period	Acquisition	Disposal	Acquisition cost at the ending period	Accumulated depreciation	Book value at the ending period
Tangible fixed assets						
Building	11,659,503	0	0	11,659,503	8,740,431	2,919,072
Facilities attached to buildings	702,397	0	0	702,397	651,522	50,875
Vehicle	20,514,846	0	0	20,514,846	17,918,620	2,596,226
Tools, furniture and fixtures	6,353,993	0	0	6,353,993	4,992,213	1,361,780
Land	12,034,046	0	0	12,034,046	0	12,034,046
Intangible fixed assets						
Software	442,692	0	136,404	306,288	0	306,288
Investment and other assets						
Long-term loans receivable	2,211,000	0	1,512,840	698,160	0	698,160
Guarantee deposits	2,422,730	0	900,000	1,522,730	0	1,522,730
Total	56,341,207	0	2,549,244	53,791,963	32,302,786	21,489,177

5 Nonoperating liabilities

The former director of Uganda affiliate office is currently claiming the compensation of US\$401,867 (44,422,378 yen) against our corporation for his displacement. We defend our decision because of the lack of valid reason of his claim.

Audit Report

Ms. HARADA Mariko Chairperson of the Board
Hunger Free World, a Specified Nonprofit Corporation

We carried out the operational and the financial audit of Hunger Free World (HFW) for the fiscal year of 2021, between January 1st, 2021 and December 31st, 2021. We conducted the audit in accordance to the Article 18 of the Act on Promotion of Specified Non-profit Activities.

1. Outline of the methods of auditing

As for the operational audit, we applied the following methods to collect the relevant information: direct communication with the HFW board members and operational staffs to collect the relevant information as well as to establish the condition required for audit, participation in the HFW board meetings and the other important meetings to obtain operational reports by the board members and operational staffs, review of the relevant documents to investigate the operational conduct.

As for the financial audit, we reviewed accounting books and the relevant documents to investigate the accuracy of the following components of the accompanying Financial Report for the fiscal year of 2021: List of Assets, Balance Sheet, Statement of Activities and Notes to Financial Statements.

2. Auditor's opinion

We acknowledge that the Annual Report accurately presents the facts in accordance to the relevant laws/articles of Japan.

We acknowledge that there was no misconduct regarding the operational conduct of the board members in the operational conduct, or gross negligence of the relevant laws/articles of Japan.

We acknowledge that List of Assets, Balance Sheet, Statement of Activities and Notes to Financial Statements accurately states the financial state of HFW.

March 11, 2022 *OSHIMA Hitoshi, NIINAYA Hiroaki*
Auditor Hunger Free World, a Specified Nonprofit Corporation