



Independent Auditor's Report

Mr. Hiroyuki Kato, the president
Not-for-Profit Organization Médecins Sans Frontières Japon

We have audited the financial statements, comprising the balance sheet, the statement of financial activities, the statement of cash flows, the notes to financial statements and the summary of assets of Not-for-Profit Organization Médecins Sans Frontières Japon as of and for the year ended December 31, 2015.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with accounting principles of public interest corporation generally accepted in Japan; and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit as independent auditor. We conducted our audit in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, while the objective of the audit is not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above are prepared, in all material respects, in accordance with the accounting standards of public interest corporation generally accepted in Japan.

Other Matter

We have no interest in the Partnership which should be disclosed pursuant to the provisions of the Certified Public Accountants Law of Japan.

KPMG AZSA LLC

Mar 16, 2016
Tokyo, Japan

Not-for-Profit Organization
Médecins Sans Frontières Japon

Balance Sheet

As of December 31, 2015

(Unit : JPY)

	2015	2014	Changes	
			Amount	%
I Assets				
1. Current Assets				
Cash and deposit with banks	1,412,488,641	1,368,011,279	44,477,362	3.3%
Accounts receivable (※1)	99,349,257	129,299,818	-29,950,561	-23.2%
Prepaid expenses	7,746,553	8,253,109	-506,556	-6.1%
Advances (※2)	84,650,686	405,507,275	-320,856,589	-79.1%
Other current assets	13,609,449	16,964,652	-3,355,203	-19.8%
Total Current Assets	1,617,844,586	1,928,036,133	-310,191,547	-16.1%
2. Non Current Assets				
1) Specific purpose funds (※3)				
Reserve funds for development of donor data management system	61,560,000	-	61,560,000	100.0%
Reserve funds for emergency program	-	204,166,313	-204,166,313	-100.0%
Total specific purpose funds	61,560,000	204,166,313	-142,606,313	-69.8%
2) Other non current assets				
Building structures	7,804,056	10,414,391	-2,610,335	-25.1%
Office equipment and fixtures	14,615,100	19,978,690	-5,363,590	-26.8%
Software	9,184,422	2,915,412	6,269,010	215.0%
Leased assets	891,064	2,227,660	-1,336,596	-60.0%
Long-term deposit	31,613,970	32,445,634	-831,664	-2.6%
Total Non Current Assets	125,668,612	272,148,100	-146,479,488	-53.8%
Total Assets	1,743,513,198	2,200,184,233	-456,671,035	-20.8%
II Liabilities				
1. Current Liabilities				
Accounts payable (※4)	454,456,036	1,269,145,143	-814,689,107	-64.2%
Deposits received	1,491,543	1,030,800	460,743	44.7%
Short-term lease obligation	930,201	1,352,672	-422,471	-31.2%
Total Current Liabilities	456,877,780	1,271,528,615	-814,650,835	-64.1%
2. Non Current Liabilities				
Long-term lease obligation	-	930,201	-930,201	-100.0%
Provisions for retirement benefits	23,142,900	18,895,600	4,247,300	22.5%
Total Non Current Liabilities	23,142,900	19,825,801	3,317,099	16.7%
Total Liabilities	480,020,680	1,291,354,416	-811,333,736	-62.8%
III Net Assets				
Earmarked Net Assets (※5)	-	204,166,313	-204,166,313	-100.0%
Non-earmarked Net Assets	1,263,492,518	704,663,504	558,829,014	79.3%
Net assets allocated to specific purpose funds	61,560,000	-	61,560,000	100.0%
Total Net Assets	1,263,492,518	908,829,817	354,662,701	39.0%
Total Liabilities and Net Assets	1,743,513,198	2,200,184,233	-456,671,035	-20.8%

Notes :

(※1) Balance of the outstanding donations as of Dec. 31, 2015, which were already debited from the donor's bank accounts, however not yet arrived at our bank own account due to the procedures of funds transfer by our outsourced vendor.

(※2) Advances temporarily paid for the expatriates on behalf of the operational centers such as MSF France and MSF Switzerland etc.

(※3) The balance at the end of this year shows the funds to be carried forward to next year as a part of development costs for planned donor data management system.

(※4) Includes grants payables for MSF France and MSF Spain amounting to JPY 237,269,230.

(※5) Please see Foot Notes to the Financial Statements No.15. Reserve Policy.

Statement of Financial Activities

For the year ended December 31, 2015

(Unit : JPY)

	2015		2014		Changes	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
I. Non-earmarked Net Assets Changes						
1. Changes in Operating Item						
(1) Operating Revenues						
① Donations	8,042,596,698	100.0%	7,035,245,125	100.0%	1,007,351,573	14.3%
Donations from private individuals (※1)	6,573,986,693	81.7%	6,330,920,643	90.0%	243,066,050	3.8%
Donations from private companies (※1)	1,372,728,647	17.1%	598,198,636	8.5%	774,530,011	129.5%
Donations from other organizations (※1)	95,881,358	1.2%	106,125,846	1.5%	-10,244,488	-9.7%
② Public institutional funds etc.	245,575,499		16,730,029		228,845,470	1,367.9%
Contributions to multilateral institutions (※2)	241,500,000		-		241,500,000	100.0%
Grants etc. from other MSF sections	4,075,499		16,730,029		-12,654,530	-75.6%
③ Other Revenues	7,167,671		2,771,853		4,395,818	158.6%
Lecture fee	4,156,165		1,708,125		2,448,040	143.3%
Association membership fee	465,000		474,000		-9,000	-1.9%
Interest income	2,546,506		589,728		1,956,778	331.8%
Total Operating Revenues	8,295,339,868		7,054,747,007		1,240,592,861	17.6%
(2) Operating Expenditures						
Social Mission Expenditures (①+②+③+④)	6,035,736,874	78.0%	5,217,598,104	74.9%	818,138,770	15.7%
① Program & Program Support	5,623,947,743	72.7%	4,873,932,445	69.9%	750,015,298	15.4%
Financial contribution to operational centers (Grants) (※3)	4,927,034,477		4,844,221,143		82,813,334	1.7%
In-kind contribution to other MSF entity (※4)	672,033,600		-		672,033,600	100.0%
Contribution to DNDi etc.	24,879,666		29,711,302		-4,831,636	-16.3%
② R&D (Personnel etc.)	26,421,375	0.3%	-		26,421,375	100.0%
③ Field HR management	75,840,017	1.0%	54,286,121	0.8%	21,553,896	39.7%
Personnel expenses	42,509,604		34,178,948		8,330,656	24.4%
Others (Office rent, travel & depreciation etc.)	33,330,413		20,107,173		13,223,240	65.8%
④ Advocacy activity	68,485,660	0.9%	58,429,973	0.8%	10,055,687	17.2%
Personnel expenses etc.	40,888,348		33,501,771		7,386,577	22.0%
Contribution to Campaign for Access to Essential Medicines	27,597,312		24,928,202		2,669,110	10.7%
⑤ Awareness-raising / Temoignage	241,042,079	3.1%	230,949,565	3.3%	10,092,514	4.4%
Personnel expenses	66,926,683		76,499,861		-9,573,178	-12.5%
Printing fee	44,299,241		43,865,045		434,196	1.0%
Website related expenses	9,671,509		26,906,147		-17,234,638	-64.1%
Newsletter etc.	58,514,577		49,235,778		9,278,799	18.8%
Commissions etc.	28,904,501		8,576,242		20,328,259	237.0%
Others (Office rent, travel & depreciation etc.)	32,725,568		25,866,492		6,859,076	26.5%
Fundraising	1,301,362,564	16.8%	1,338,364,817	19.2%	-37,002,253	-2.8%
Personnel expenses	114,105,689		104,445,577		9,660,112	9.2%
Direct mail and newsletter related cost	867,540,065		900,709,402		-33,169,337	-3.7%
Commissions etc.	185,824,932		203,863,100		-18,038,168	-8.8%
Mailing, delivery and telecommunication	51,645,625		63,333,016		-11,687,391	-18.5%
Printing fee	20,583,807		22,695,140		-2,111,333	-9.3%
Others (Office rent, travel & depreciation etc.)	61,662,446		43,318,582		18,343,864	42.3%
Management & General Administration	399,411,416	5.2%	414,130,677	5.9%	-14,719,261	-3.6%
Personnel expenses	109,273,012		97,609,217		11,663,795	11.9%
Contributions to MSF International Office	71,649,775		71,790,172		-140,397	-0.2%
Association related expenses (except personnel)	11,557,011		11,741,321		-184,310	-1.6%
Financial support to MSF South Korea	159,653,013		200,695,768		-41,042,755	-20.5%
Others (Office rent, travel & depreciation etc.)	47,278,605		32,294,199		14,984,406	46.4%
Total Operating Expenditures	7,736,510,854	100.0%	6,970,093,598	100.0%	766,417,256	11.0%
Increase in Non-Earmarked Net Assets	558,829,014		84,653,409		474,175,605	560.1%
Non-earmarked Net Assets at Beginning of Year	704,663,504		620,010,095		84,653,409	13.7%
Non-earmarked Net Assets at End of Year	1,263,492,518		704,663,504		558,829,014	79.3%
II. Earmarked Net Assets Changes						
1. Revenues: Earmarked Donations (※5)	623,936,432		1,242,008,724		-618,072,292	-49.8%
2. Transfer to Non-earmarked Net Assets Changes	828,102,745		1,193,467,358		-365,364,613	-30.6%
Changes in Earmarked Net Assets	-204,166,313		48,541,366		-252,707,679	-520.6%
Earmarked Net Assets at Beginning of Year	204,166,313		155,624,947		48,541,366	100.0%
Earmarked Net Assets at End of Year	-		204,166,313		-204,166,313	-100.0%
III. Net Assets at End of Year to be carried forward	1,263,492,518		908,829,817		354,662,701	39.0%

Notes :

(※1) Transfer from "Earmarked Net Assets Changes" and In-kind donations of JPY 722,509,754 are included.

(※2) Institutional funds from Ministry of Foreign Affairs regarding Ebola emergencies.

(※3) The funds were allocated to the humanitarian aid programs (for 26 countries including, Niger, South Sudan, Liberia, Ethiopia, Central African Republic) operated respectively by MSF France, MSF Spain, MSF Switzerland and MSF Belgium in 2015.

(※4) The drugs (Deltaba) for Multidrug Resistant Tuberculosis supplied as in-kind donation to MSF Logistics.

(※5) Earmarked donations were allocated to the programs accordingly in 2015 through MSF France and MSF Spain.

Statement of Cash Flows

For the year ended December 31, 2015

(Unit : JPY)

	2015	2014	Changes
I. Cash flows from humanitarian aid activities			
1. Revenues from private donors etc.			
(1) Cash flows from private donors			
① Donation from private individual donors	6,605,470,454	6,281,130,609	324,339,845
② Donation from private companies	650,510,362	598,198,636	52,311,726
③ Donation from other organizations	95,881,358	106,125,846	-10,244,488
(2) Cash flow from public institutional funds etc.	245,575,499	16,730,029	228,845,470
Contributions to multilateral institutions	241,500,000	-	241,500,000
Funds received from other MSF entities	4,075,499	16,730,000	-12,654,501
(3) Cash flow from other revenues	7,167,671	2,391,494	4,776,177
Net cash provided by private donations etc. ①	7,604,605,344	7,004,576,614	600,028,730
2. Expenditures for humanitarian aid activities			
(1) Social Mission Expenditures			
(1)-a. Programs and Program Support expenditures	-6,024,282,150	-4,428,408,092	-1,595,874,058
① Financial contribution to operational centers etc. (grants)	-5,857,124,574	-4,318,859,935	-1,538,264,639
② Research & Development	-26,332,775	-	-26,332,775
③ Field HR management	-73,954,934	-52,066,368	-21,888,566
④ Advocacy activity	-66,869,867	-57,481,789	-9,388,078
(1)-b. Awareness-raising / Temoignage expenditures	-198,679,447	-247,609,977	48,930,530
Net cash used in social mission: ②	-6,222,961,597	-4,676,018,069	-1,546,943,528
(2) Fundraising expenditures	-1,207,381,454	-1,308,023,947	100,642,493
(3) Management & General administrative expenditures	-382,577,624	-390,385,098	7,807,474
(4) Adjustment to derive net cash for the humanitarian aid activities	327,995,303	-321,639,101	649,634,404
Adjustment due to changes in the other assets and liabilities	327,995,303	-321,639,101	649,634,404
Total net cash used in humanitarian activities ⑥ = (②+③+④+⑤)	-7,484,925,372	-6,696,066,215	-788,859,157
Net cash provided by humanitarian activities ⑦ = (①+⑥)	119,679,972	308,510,399	-188,830,427
II. Cash flows from Investing Activities			
(1) Refund of long-term deposit	894,000	696,000	198,000
(2) Payment of long-term deposit	-1,930,000	-826,000	-1,104,000
(3) Payment for purchase of fixed assets	-13,094,903	-27,587,630	14,492,727
(4) Appropriation to specific purpose funds	-61,560,000	-	-61,560,000
(5) Other investment	-	-1,867,664	1,867,664
(6) Collection of other investment	1,867,664	-	1,867,664
Net cash used in investing activities: ⑧	-73,823,239	-29,585,294	-44,237,945
III. Cash flows from Financing Activities			
Repayment of lease obligation	-1,352,672	-1,303,220	-49,452
Net cash used in financing activities: ⑨	-1,352,672	-1,303,220	-49,452
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	-26,699	380,358	-407,057
V. Net Increase (Decrease) in Cash & Cash Equivalents ⑪ = (⑦+⑧+⑨+⑩)	44,477,362	278,002,243	-233,524,881
VI. Cash and Cash Equivalents at Beginning of Year ⑫	1,368,011,279	1,090,009,036	278,002,243
VII. Cash and Cash Equivalents at End of Year ⑬ = (⑪+⑫)	1,412,488,641	1,368,011,279	44,477,362

Notes:

1. Scope of cash: Cash and cash equivalents are included but the funds for specific purpose funds is excluded
2. Significant non-cash transaction: In-kind donations amounting to JPY 722,509,754 are adjusted.

Summary of Assets

As of December 31, 2015

(Unit: JPY)

	2015	2014	Changes
I. Assets			
1. Current Assets			
Cash and cash equivalents (※1)	1,412,488,641	1,368,011,279	44,477,362
Petty cash	2,009,825	2,121,342	-111,517
Ordinary accounts with Banks (MUFG)	623,591,522	597,534,504	26,057,018
(SMBC etc.)	151,189,897	142,880,349	8,309,548
Saving accounts with JP Bank	535,697,397	525,475,084	10,222,313
Fixed deposit	100,000,000	100,000,000	-
Accounts receivable (※2)	99,349,257	129,299,818	-29,950,561
Prepaid expenses	7,746,553	8,253,109	-506,556
Advances	84,650,686	405,507,275	-320,856,589
MSF France (for Desk Paris etc.)	25,799,984	153,412,050	-127,612,066
MSF Switzerland (support for MSFK)	451,017	184,106,167	-183,655,150
Other MSF office (Expatriates related expenses)	58,399,685	67,989,058	-9,589,373
Other current assets	13,609,449	16,964,652	-3,355,203
Gold ingot	13,306,782	14,654,496	-1,347,714
Supplies	73,267	485,487	-412,220
Other receivable	-	1,807,173	-1,807,173
Suspense payment	229,400	17,496	211,904
Total Current Assets	1,617,844,586	1,928,036,133	-310,191,547
2. Non Current Assets			
1) Specific purpose funds (※3)	61,560,000	204,166,313	-142,606,313
Reserves for donor data management system development	61,560,000	-	61,560,000
Reserve funds for emergency program	-	204,166,313	-204,166,313
2) Other current assets			
Building structures	7,804,056	10,414,391	-2,610,335
Interior finishing (Air condition, Electricity and LAN)	7,804,056	10,414,391	-2,610,335
Office equipment and fixtures	14,615,100	19,978,690	-5,363,590
Furniture	4,977,708	6,355,739	-1,378,031
Equipment and fixtures	8,303,645	12,850,657	-4,547,012
Video equipment	1,333,747	772,294	561,453
Software	9,184,422	2,915,412	6,269,010
Leased assets	891,064	2,227,660	-1,336,596
Long-term deposit	31,613,970	32,445,634	-831,664
For office rent etc.	31,613,970	30,577,970	1,036,000
Long-term loan receivable to staff	-	1,867,664	-1,867,664
Total Non Current Assets	125,668,612	272,148,100	-146,479,488
Total Assets	1,743,513,198	2,200,184,233	-456,671,035
II. Liabilities			
1. Current Liabilities			
Accounts payable (Grants etc.)	237,269,230	1,138,756,686	-901,487,456
Grants for MSF France (Liberia/Ebola)	37,269,230	376,028,685	-338,759,455
Grants for MSF Spain (Ethiopia/ DRC)	200,000,000	144,209,029	55,790,971
Grants for MSF Switzerland (Kenya, Swaziland etc.)	-	185,250,938	-185,250,938
Grants for MSF Belgium(Sierra Leone/Ebola)	-	390,071,514	-390,071,514
Grants to MSF ROK (Financial support)	-	42,484,000	-42,484,000
Other MSF sections except grants	-	712,520	-712,520
Accounts payable (Other national expenses)	217,186,806	130,388,457	86,798,349
DM campaign related expenses	106,508,686	44,153,134	62,355,552
Other expenses	110,678,120	86,235,323	24,442,797
Deposits received	1,491,543	1,030,800	460,743
Short-term lease obligation	930,201	1,352,672	-422,471
Total Current Liabilities	456,877,780	1,271,528,615	-814,650,835
2. Non Current Liabilities			
Long-term lease obligation	-	930,201	-930,201
Provisions for retirement benefits	23,142,900	18,895,600	4,247,300
Total Non Current Liabilities	23,142,900	19,825,801	3,317,099
Total Liabilities	480,020,680	1,291,354,416	-811,333,736
III. Net Assets			
Earmarked Net Assets	-	204,166,313	-204,166,313
Non-Earmarked Net Assets (※4)	1,263,492,518	704,663,504	558,829,014
Net assets allocated to specific purpose funds	61,560,000	-	61,560,000
Total Net Assets	1,263,492,518	908,829,817	354,662,701
Total Liabilities and Net Assets	1,743,513,198	2,200,184,233	-456,671,035

Notes

(※1) Balance of the outstanding donations as of Dec. 31, 2015, which were already debited from the donors' bank accounts, however not yet arrived at our own bank account due to the procedures of funds transfer by our outsourced vendor.

(※2) The balance at the end of this year shows the funds to be carried forward to next year as a part of development costs for planned donor data management system.

(※3) Please see Foot Notes to the Financial Statements No.15. Reserve Policy.

Notes to Financial Statements

1. Basis for presenting Financial Statements

The financial statements of Médecins Sans Frontières Japon (hereinafter "MSFJ") have been prepared in accordance with the Accounting Standards of Public Interest Corporation generally accepted in Japan (revised in October 14, 2004), which are different in certain respects from the requirements for applications and disclosures required under International Financial Reporting Standards (IFRS). The presentation and classification for MSFJ's activity expenses have been prepared in conformity with MSF International Accounting Standards, which are applicable to entities of all of Médecins Sans Frontières ("MSF").

2. Significant Accounting Policies

(1) Method of depreciation of Fixed Assets

Depreciation is calculated on a straight-line basis over the expected useful lives of the assets.

Category of Fixed assets	Period	Category of Fixed assets	Period
Building structures	3-5 years	Software	3 years
Furnitures	3-5 years	Leased assets	3 years
Equipment and fixtures	3 years		

(2) Basis for recording provisions

Retirement benefits

In compliance with the internal "End of Service Payment Plan", MSFJ records required amount of payment as retirement benefits to staff at yearend.

(3) Accounting for Leased transactions

Financing leases are accounted for in accordance with "Accounting Standards for Leased Transactions". MSFJ recognizes the leased assets as well as lease obligations both short term and long-term liabilities on the balance sheet.

(4) Revenue recognition

Donations are basically recognized on a cash basis. Certain donations are recognized as revenues when amount and timing of collection are fixed and receipt for the donations are issued to donors.

In-kind donations:

In addition to cash donation, MSFJ receives medicine, office equipment, software, mileage, stamps, services on pro-bono basis, as In-kind donations. The In-kind donations are recognized as revenues based upon their available market prices when they are actually received and recorded as expenses when they are used for its activities.

(5) Operating Expenditures

The expenditures are allocated by major activities as shown in the Statement of Financial Activities. The overhead expenses are allocated to the following activities based on the total actual working hours employed in one full year.

(5)-1) Social mission

① Financial contribution to the operational centers (Grants)

This expense is related to grants allocated to each operational program handled by operational centers including MSF France, MSF Spain, MSF Switzerland and MSF Belgium per finance agreements signed under the international "Resource Sharing Agreement 2".

② Research and Development (R&D)

In order to contribute to humanitarian aid activities in Asia and globally, MSFJ initiated work on innovative research and development and Improvement on medical and logistics areas, and to examine the possibility of supplying products to the fields directly from Japan.

③ Field HR management

This is related to cost of activities for recruiting field staff for the program operations, and arranging required training sessions for the program operations as well as preparing for departures to the fields.

④ Advocacy activity

④-a) MSFJ appeals to various national governments, international organizations and pharmaceutical companies in cooperation with other MSF offices.

④-b) Financial support to the Campaign for Access to Essential Medicines.

The Campaign has been implemented by MSF since 1999 worldwide. Its mission is to address governments, international organizations and pharmaceutical companies, in order to provide people suffering from infectious diseases with affordable and effective medicine.

MSFJ provides funds along with other MSF offices under the coordination of the MSF International Office.

⑤ Awareness-raising activities

MSFJ informs the general public including donors about our current activities at each program via publications, MSF Japan website, exhibitions and other media.

(5) - 2) Fundraising activities

MSFJ implements fundraising activities to ensure sufficient funding for our operations. For this purpose, MSFJ launches several campaigns such as direct mailings and newsletter mailings.

(5) - 3) Management and administrative expenses

This includes the overhead expenses related to MSFJ's executive management and administration departments (human resources, finance, & accounting, general affairs and IT). Financial contribution shared by all MSF offices for the operating expenses of MSF International Office is also

included. MSF International Office provides all MSF offices with coordination services.

(6) Accounting for consumption tax All amounts stated are inclusive of national consumption and local consumption taxes.

3. Hedging foreign currency exposure

MSFJ utilizes foreign currency forward contracts to mitigate foreign currency risk from remitting funds for humanitarian aid. MSFJ does not utilize the instruments for speculation purpose.

4. Changes, balances and breakdown of the endowment and the special funds

"Specific Purpose Funds" for Ebola classified in non-current assets of the previous yearend were allocated to MSF France and were utilized for the Ebola project in Liberia in the current year. A part of funds received as non-earmarked net assets at the current yearend are classified as "Specific Purpose Funds" in non-current assets as they are reserved for the prioritized use for development of donor data management system in the next year.

5. Assets pledged as collateral

Not applicable

6. Acquisition costs, accumulated depreciations and the carrying amounts of fixed assets at the end of current year (Unit: JPY)

	Acquisition Costs	Accumulated depreciation	Carrying amounts at the end of current year
Building structures	28,610,958	20,806,902	7,804,056
Office equipment and fixtures	52,691,708	38,076,608	14,615,100
Furnitures	13,636,577	8,658,869	4,977,708
Equipment and fixtures	35,026,512	26,722,867	8,303,645
Video equipment	4,028,619	2,694,872	1,333,747
Software	59,782,493	50,598,071	9,184,422
Fixed assets except finance lease	141,085,159	109,481,581	31,603,578
Leased assets (Donor management system)	63,392,091	62,501,027	891,064
Grand total	204,477,250	171,982,608	32,494,642

7. Details of major payables at the end of current year

(Unit: JPY)

Customers/Vendors	Amount	Customers/Vendors	Amount	Total
MSF Spain	200,000,000	Other MSF offices	834,584	
MSF France	37,269,230	Domestic vendors	216,352,222	454,456,036

8. Retirement benefits

(1) The outline of the retirement benefit plan: MSFJ has lump sum retirement benefit under the internal provision.

(2) Obligation for retirement benefits Defined Benefits obligation JPY 23,142,900
Provision for retirement benefits: JPY 23,142,900

(3) Retirement benefits related expenses JPY 7,091,500

9. Contingent liabilities

Not applicable

10. Details, name of provider and the current year changes in terms of subvention etc.

Not applicable

11. Description of the transactions with the related parties

Not applicable

12. Significant subsequent events

Not applicable

13. Financial contribution to MSF operational centers in 2015

(Unit: JPY)

	Donation from individuals (Remark 1)	Donation from Companies etc (Remark 1)	Institutional grants	Grants from MSF Korea (Remark 2)	Total
Recipients of Grants	4,185,150,451	506,606,735	231,348,906	512,044	4,923,618,136
MSF France	2,814,708,272	341,060,958	104,994,551	-	3,260,763,781
MSF Spain	973,089,761	117,398,195	21,151,142	512,044	1,112,151,142
MSF Switzerland	397,352,418	48,147,582	-	-	445,500,000
MSF Belgium	-	-	105,203,213	-	105,203,213
MSF International Office (for innovation fund)					3,416,341
				Total Grants	4,927,034,477

Remark 1. The classification of "individuals" and "companies etc." is on a pro rata basis.

2. Please refer to below 14. Transaction with MSF Korea

14. Transaction related to MSF Korea

In 2015, MSFJ provided MSF Korea (MSFK) with financial support amounting to JPY 159,653,013. MSFJ received the funds of JPY 398,541,070 as grants from MSFK out of the total revenues raised in South Korea. The grants were transferred to MSF Switzerland accordingly.

15. Reserve policy

In accordance with the MSF Reserve Policy, MSFJ holds reserves equivalent to 5 months of averaged domestic expenditures except grants, in order to mitigate the negative impacts on cash flow due to emergency operations for natural disasters, or unexpected income shortfall caused by economic downturn etc. The balance of the reserves at end of 2015 exceeded the 5 months level by approximately JPY 425 Million, which was mainly due to additional fundraising in December, 2015 not originally expected. MSFJ will use the funds in 2016 for grants contribution etc.

16. Others

MSFJ started Research & Development activities in 2015, of which expense are separately classified as Operating Expenditures, Social Mission, Expenditure, R&D (personnel etc.)